CITY OF ALMA, GEORGIA

REPORT ON EXAMINATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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James A. Beal IV, CPA, CFP®
Debra C. Yonz, CPA
James S. Rivers III, CPA, CFP®
Larry G. Taylor, CPA

BYRT CPAs, LLC
Certified Public Accountants

byrt@byrt.com

1 BYRT Way
Alma, GA 31510
Phone: 912-632-7171
Fax: 912-632-6663

722 S. Main Street
Baxley, GA 31513
Phone: 912-367-9888
Fax: 912-367-0116

105 East Dame Avenue
Homerville, GA 31634
Phone: 912-487-5414
Fax: 912-487-5314

102 Lee Avenue
Waycross, GA 31501
Phone: 912-283-8889
Fax: 912-283-1971

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor
Members of the City Council
City of Alma
Alma, Georgia 31510

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 unit, each major fund, and the aggregate remaining fund information of the City of Alma, Georgia as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the aggregate nonmajor governmental funds as of and for the year ended June 30, 2017, 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 unit, each major fund, and the aggregate remaining fund information as well as the aggregate nonmajor governmental funds of the City of Alma, Georgia, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension information on pages 4 through 11 and 46 through 53 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 of Alma, Georgia's financial statements. The combining and individual nonmajor fund financial statements and the Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds 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 and Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 30, 2018, on our consideration of the City of Alma, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Alma, Georgia's internal control over financial reporting and compliance.

Respectfully submitted,

BYRT CPAs, LLC

BYRT CPAs, LLC
Waycross, GA
January 30, 2018

CITY OF ALMA, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017
(UNAUDITED)

The discussion and analysis of the City of Alma's financial performance provides a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2017. It should be read in conjunction with the accompanying financial statements and footnotes that follow this report. The City of Alma is in its tenth year of reporting within the provisions of Governmental Accounting Standards Board 34 (GASB 34).

FINANCIAL HIGHLIGHTS

- **The City's net position totaled $11,362,910 for its governmental and business-type activities, a decrease of $336,334 over the previous fiscal year. Net position for governmental activities decreased $38,456 and business-type activities decreased $297,878.**

- **Net income for the governmental funds decreased from $111,091 to ($38,456). Net Income for business-type activities decreased from a net income of $17,830 to ($297,878).**

- **The unrestricted net position totaled $139,919, an increase of $235,507, for the governmental activities and may be used to meet the government's ongoing obligation to citizens and creditors. The unrestricted net position of the business-type activities is $918,723, a decrease of $668,253, and may be used to meet the ongoing obligations of the business-type activities.**

- **As of June 30, 2017, the City of Alma's governmental funds reported combined ending fund balances of $2,676,529, a decrease of $297,813 in comparison with the prior fiscal year.**

- **At the end of the current fiscal year, unassigned fund balance for the general fund was $1,240,501 or 46% of the total general fund expenditures.**

- **The City's total debt decreased by $245,632 during the current fiscal year to $5,123,712.**

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis serves as an introduction to the City of Alma's basic financial statements. The City of Alma's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and 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 of Alma's finances, in a manner similar to a private-sector business. The Statement of Net Position presents information on all of the City of Alma'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 of Alma is improving or deteriorating. The Statement of Net Position combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations. Other nonfinancial factors should also be taken into consideration, such as changes in the City's property tax base and the condition of the City's infrastructure (i.e. roads, drainage improvements, storm and sewer lines, etc.), to assess the overall health or financial condition of the City.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. 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). Both the Statement of Net Position and the Statement of Activities are prepared utilizing the accrual basis of accounting as opposed to the modified accrual basis used in prior reporting models.

The government-wide financial statements distinguish between functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their cost through user fees and charges (business-type activities).

In the Statement of Net Position and the Statement of Activities, the City is divided into three kinds of activities:

- **Governmental Activities - Most of the City's basic services are reported here, including the police, fire, parks and recreation, street department, and general administration. Property taxes, sales taxes and franchise fees finance most of these activities.**

- **Business type Activities - The City charges a fee to customers to help it cover all or most of the cost of certain services it provides. The City's water and sewer system and solid waste system are reported here.**

- **Component Units - The City includes one separate legal entity in its report - Downtown Development Authority. Although legally separate, this component unit is important because the City is financially accountable for it.**

The government-wide financial statements can be found on pages 12-14 of this report.

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by state law and by bond covenants. However, the City establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. The City's two kinds of funds - governmental and proprietary - utilize different accounting approaches.

- **Governmental funds - The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted into cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government wide statements, readers may better understand the long-term effect of the government's near term financing decisions. The relationships or differences between governmental activities (reported in the Statement of Net Position and the Statement of**

Activities) and governmental funds is detailed in a reconciliation following the fund financial statements.

The City of Alma maintains fourteen individual government funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General fund, and the SPLOST 2012 Fund, which is considered to be a major fund. Data from the other twelve governmental funds are combined into a single, aggregated non-major fund presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The City adopts an annual operating budget for its funds. A comparison of budget to actual results for major funds is provided to demonstrate compliance with these budgets. The basic governmental funds financial statements can be found on pages 15-18.

- **Proprietary funds - The City charges customers for the services it provides. These services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are identical to the business type activities that are reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.**

  The City of Alma maintains two individual enterprise funds. The City uses enterprise funds to account for its water and sewer and solid waste. The 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 and sewer and solid waste, both of which are considered to be major funds of the City. The basic proprietary fund financial statements can be found on pages 19-23 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 immediately following the basic financial statements on pages 24-44.

Other information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to the employees. This required supplementary information can be found on pages 45-47 of this report. Combining non-major funds statements referred to earlier can be found on pages 55-65 of this report.

THE CITY AS A WHOLE- Government-wide Financial Analysis

As noted earlier, net position may serve as a useful indicator of a government's financial position. The City's combined net position was $11,362,910 as of June 30, 2017. This analysis focuses on the net position (Table 1) and changes in general revenues (Table 2) and significant expenses of the City's governmental and business-type activities. Net position decreased by $336,334 due to an overall increase in spending for governmental and business-type activities.

By far the largest portion of the City's net position reflects its investment in capital assets (e.g., land, land improvements, buildings, infrastructure, 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.

Table 1
Summary of Net Position
June 30, 2017

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Current and Other Assets	$ 3,061,245	$ 3,353,180	2,165,459	2,894,390	$ 5,226,704	$ 6,247,570
Capital Assets	4,040,780	3,909,125	9,365,846	9,202,815	13,406,626	13,111,940
Total Assets	$ 7,102,025	$ 7,262,305	$ 11,531,305	$ 12,097,205	$18,633,330	$19,359,510
Deferred Outflows of Resources	$ 207,817	$ 404,837	$ 64,769	$ 49,850	272,586	454,687
Long-term Liabilities Outstanding	$ 18,689	$ 23,000	$ 5,105,023	$ 5,346,344	$ 5,123,712	$ 5,369,344
Other Liabilities	1,623,179	2,193,989	614,717	384,521	2,237,896	2,578,510
Total Liabilities	$ 1,641,868	$ 2,216,989	$ 5,719,740	$ 5,730,865	$ 7,361,608	$ 7,947,854
Deferred Inflows of Resources	$ 138,298	$ 148,655	$ 43,100	$ 18,443	181,398	167,098
Net Position:						
Invested in Capital Assets, Net of Related Debt	$ 4,022,091	$ 3,886,125	$ 4,260,823	$ 3,856,472	$ 8,282,914	$ 7,742,597
Restricted	1,367,666	1,510,961	653,688	954,300	2,021,354	2,465,261
Unrestricted	139,919	(95,588)	918,723	1,586,976	1,058,641	1,491,388
Total Net Position	$ 5,529,676	$ 5,301,498	$ 5,833,234	$ 6,397,748	$11,362,909	$11,699,246

An additional portion of the City's net position (18%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position decreased by $432,747 to the amount of $1,058,641 and may be used to meet the government's ongoing obligations to citizens and creditors.

As of June 30, 2017, the City is able to report positive balances in all three categories of net position for the government as a whole.

<u>Governmental Activities:</u> Governmental activities increased the net position by $228,178 or 4% from $5,301,498 to $5,529,676. Net position invested in capital assets, net of related debt increased by $135,966 or 3.5%. While the net position increased, the change in net position before prior period adjustments decreased by $38,456 due to the prior period adjustment made, which is explained in Footnote 18.

<u>Business-type Activities:</u> Net Position from business-type activities decreased by $564,512 or 8.8% from $6,397,746 to $5,833,234. The majority of the decrease was a result of the prior year prior period adjustment, explained in Footnote 18. There was also an increase in expenses contributing to this decrease.

Table 2
General Revenues

	2017	2016	Increase (Decrease)
Taxes	$ 1,763,052	$ 1,721,356	$ 41,696
Utility Franchise Fees	267,306	278,599	(11,293)
Interest Income	34,891	37,490	(2,599)
Total General Revenues	$ 2,065,249	$ 2,037,445	$ 27,804

Governmental and Business type activities decreased the City's net position by $336,334. The key elements of this decrease are as follows:

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program Revenues:						
Charges for Services	$ 262,838	$ 302,524	$ 1,361,792	$ 1,431,132	$ 1,624,630	$ 1,733,656
Operating Grants and Contributions	205,245	49,215			205,245	49,215
Capital Grants and Contributions	408,063	382,349			408,063	382,349
General Revenues:						
Taxes	1,763,052	1,721,356			1,763,052	1,721,356
Utility Franchise Fees	267,306	278,599			267,306	278,599
Other	180,689	166,906	37,560	39,389	218,249	206,295
Total Revenues	$ 3,087,193	$ 2,900,949	$ 1,399,352	$ 1,470,521	$ 4,486,545	$ 4,371,470
Expenses:						
Administrative	$ 374,575	$ 330,138			$ 374,575	$ 330,138
Legislative	66,271	65,660			66,271	65,660
Judicial	21,174	17,843			21,174	17,843
Corrections	45,141	27,265			45,141	27,265
Public Safety	1,261,436	1,331,170			1,261,436	1,331,170
Communications/Dispatches	128,854	88,704			128,854	88,704
Code Enforcement	107,012	93,218			107,012	93,218
Emergency Medical Service	-	50,658			-	50,658
Animal Control	54,764	50,608			54,764	50,608
Street Department	707,331	432,790			707,331	432,790
Shop Mechanic	27,946	19,963			27,946	19,963
Cemetery and Parks	69,540	63,519			69,540	63,519
Community Development	330,847	308,322			330,847	308,322
Interest and Fiscal Charges	758	-			758	-
Other	-	-			-	-
Water and Sewer			1,382,905	1,151,931	1,382,906	1,151,931
Solid Waste			244,325	215,128	244,325	215,128
Total Expenses	$ 3,195,649	$ 2,879,858	$ 1,627,230	$ 1,367,059	$ 4,822,879	$ 4,246,917
Increase in Net Position Before Transfers	(108,456)	21,091	(227,878)	103,462	(336,334)	124,553
Transfers	70,000	90,000	(70,000)	(90,000)	-	-
Capital contributions	-	-	-	4,368	-	4,368
Increase in Net Position	(38,456)	111,091	(297,878)	17,830	(336,334)	128,921
Net Position, July 1	5,301,498	6,083,072	6,397,746	5,379,916	11,699,244	11,462,988
Prior Period Adjustment	266,634	(892,665)	(266,634)	1,000,000	-	107,335
Net Position, June 30	$ 5,529,676	$ 5,301,498	$ 5,833,234	$ 6,397,746	$ 11,362,910	$ 11,699,244

The most significant governmental expense for the City was in providing for public safety, which incurred expenses of $1,187,994. The components of public safety are police and fire. Police accounted for $1,012,994 in public safety expense of which $814,767 was incurred for salary and benefits. Fire accounted for $175,000 in public safety expense, which is the amount the City has agreed to reimburse Bacon County for the City's share of the expenses. The second most significant governmental expense for the City was in the street department, which incurred expenses of $614,443, an increase of $245,159. $224,245 was incurred for salary and benefits.

Business-type Activities

- **Revenues (operating and non-operating) of the City's business-type activities were $1,399,352 for the fiscal year ending June 30, 2017. Expenses (operating and non-operating) for the City's business-type activities were $1,627,230 for the year, resulting in net decrease of $227,878. Water and sewer revenue billings decreased $71,169 from the prior year. A water meter change out program was implemented by the City during this fiscal year. Due to this implementation, a mistake in the billing occurred during the change conversion process.**

Capital Assets

At the end of the fiscal year 2017, the City had $13,406,626 invested in a broad range of capital assets, including police equipment, buildings, park facilities, roads, bridges, water and sewer treatment plant, water and sewer lines, and other infrastructure (See Table 4 below). This amount represents a net increase (including additions and deductions) of $294,685 or 2% over the prior fiscal year.

Table 4
Capital Assets at Year End
(Net of Accumulated Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land and Land Improvements	$ 347,773	$ 263,640	$ 1,130,810	$ 1,067,999	$ 1,478,583	$ 1,331,639
Construction in Progress	382,970	166,154	72,443	33,506	455,413	199,660
Buildings and Improvements	1,040,595	986,671	6,765,629	6,587,388	7,806,224	7,574,059
Machinery and Equipment	635,421	738,400	219,310	67,886	854,731	806,286
Infrastructure	1,634,021	1,754,260	1,177,654	-	2,811,675	1,754,260
Water and Sewer System	-	-	-	1,446,037	-	1,446,037
Totals	$ 4,040,780	$ 3,909,125	$ 9,365,846	$ 9,202,816	$13,406,626	$13,111,941

Additional information on the City of Alma's capital assets can be found in note 3 on pages 32-33 of this report.

Major capital events during the fiscal year included the following:

Construction of new Shop for $335,251 paid for from Water and Sewer fund and SPLOST funds. This remains in Construction in Progress at June 30, 2017 and was completed and put into service in October, 2017. Land was also purchased for the Shop for $12,085.

The City purchased a new public safety building for $132,352 paid for with a donation of $112,000 and $20,352 SPLOST funds.

Water and sewer fund began a meter change out program during the year in the amount of $74,466. This remains in Construction in Progress at June 30, 2017.

Equipment and water and sewer improvements were purchased in the amount of $230,577 paid for by the water and sewer department.

Purchase of new limb truck for $162,254 paid for from Solid Waste fund.

Debt Administration

At year-end, the City had $5,123,712 in debt outstanding as compared to $5,369,344 at the end of the prior fiscal year, a decrease of 4.6% as shown in Table 5.

Table 5
Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Notes Payable	$ 18,689	$ 23,000	$5,105,023	$5,346,344	$5,123,712	$5,369,344
Capital Lease	-	-	-	-	-	-
Totals	$ 18,689	$ 23,000	$5,105,023	$5,346,344	$5,123,712	$5,369,344

There were no new loans during the year ended June 30, 2017.

Additional information on the City of Alma's long-term debt can be found in Footnote 4 on page 34 of this report.

THE CITY'S FUNDS

At the close of the City's fiscal year on June 30, 2017, the governmental funds of the City reported a combined fund balance of $2,676,529. This ending balance includes an decrease in fund balance of $154,517 in the City's General Fund. The primary reason for the General Fund's decrease was due to overall increases in expenditures.

General Fund Budgetary Highlights

For FY 2016-17, actual expenditures on a budgetary basis were $2,714,923 as compared to the budget amount of $2,734,350.

For FY 2016-17, actual revenues on a budgetary basis were $2,486,430 as compared to the budget amount of $2,472,729. Unassigned fund balance was used to cover budget shortfalls.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2018 budget, tax rates, and fees that will be charged for the business-type activities. Sales tax, Alma's second largest revenue source, increased by $8,782 and property taxes, the largest revenue source, decreased by $15,679. These indicators were taken into account when adopting the General Fund budget for fiscal year 2018. The total 2017-18 general fund budget appropriation is $2,494,418, which represents a decrease from the 2016-17 budget. The General Fund's largest single revenue source is property taxes. The property tax rate for FY 2018 is 11.542 mills. Of this tax rate, 100% is utilized for General Fund activities. The General Fund's portion of property tax revenue for FY 2018 is estimated to be $848,500. The City and County receive 1% of the sales tax collected. The City's portion of the sales tax collected is 32%. Sales tax revenue for FY 2018 is budgeted at $490,000.

One of the two largest 2018 revenue sources for the water and sewer fund is water charges, estimated at $525,000. The rate for FY 2018 is $7 per 1,000 gallons for the first 2,000 gallons and ranges in price from $2.35 to $2.80 for each 5,000 gallons thereafter. This incorporates the cost of raw water treatment, distribution and maintenance costs. The other largest revenue source for the water and sewer fund is sewer charges, estimated at $560,000. The sewer usage is charged at the same rates as water sales. The solid waste fund's largest revenue source is billing for trash collection, estimated at $280,000 for FY 2018.

CONTACTING THE CITY'S FINANCIAL MANANGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City Manager's Office at the City of Alma, P. O. Box 429, Alma, GA 31510 or call (912) 632-8072.

CITY OF ALMA, GEORGIA
STATEMENT OF NET POSITION
AS OF JUNE 30, 2017

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and Cash Equivalents	$ 1,713,232	$ 1,221,091	$ 2,934,323	$ 15,892
Notes Receivable	912,875	-	912,875	-
Receivables				
Taxes	70,524	-	70,524	-
Trade Accounts	-	132,734	132,734	-
Accrued Interest	-	-	-	-
Other	34,511	-	34,511	-
Internal Balances	-	-	-	-
Due from Other Governments	181,114	-	181,114	-
Inventory of Supplies, at cost	-	52,730	52,730	-
Prepaid Expenses	68,072	30,979	99,051	-
Investments	80,917	74,237	155,154	-
Restricted Assets				
Capital Construction				
Cash and Cash Equivalents	-	362,471	362,471	-
Investments	-	291,217	291,217	-
Capital Assets				
Land	347,773	1,094,262	1,442,035	-
Land Improvements	-	46,648	46,648	-
Construction in Progress	382,970	72,443	455,413	-
Buildings and Improvements	2,808,169	6,193,416	9,001,585	-
Infrastructure	2,278,259	7,857,692	10,135,951	-
Machinery and Equipment	3,709,945	1,286,747	4,996,692	-
Accumulated Depreciation	(5,486,336)	(7,185,362)	(12,671,698)	-
Total Assets	$ 7,102,025	$ 11,531,305	$ 18,633,330	$ 15,892
Deferred Outflows of Resources	207,817	64,769	272,586	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 7,309,842	$ 11,596,074	$ 18,905,916	$ 15,892

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF NET POSITION
AS OF JUNE 30, 2017

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES				
Accounts Payable	$ 85,365	$ 64,911	$ 150,276	$ -
Accrued Expenses	10,002	2,257	12,259	-
Payable from Restricted Assets				
Accrued Interest	-	-	-	-
Revenue Bonds Payable, Current	-	-	-	-
Customer Deposits	-	71,413	71,413	-
Due to Other Governments	41	-	41	-
Unavailable Revenue				
Other	-	-	-	-
Non-current Liabilities				
Due Within One Year				
General Obligation Debt	-	-	-	-
Accrued Compensated Balances	-	-	-	-
Notes Payable	4,452	244,722	249,174	-
Capital Lease Payable	-	-	-	-
Net Pension Liability	1,527,771	476,136	2,003,907	-
Due in More Than One Year				
Notes Payable	14,237	4,860,301	4,874,538	-
Capital Lease Payable	-	-	-	-
General Obligation Debt	-	-	-	-
Accrued Compensated Absences	-	-	-	-
Revenue Bonds Payable	-	-	-	-
Total Liabilities	1,641,868	5,719,740	7,361,608	-
Deferred Inflows of Resources	138,298	43,100	181,398	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	$ 1,780,166	$ 5,762,840	$ 7,543,006	$ -
NET POSITION				
Net Investment in Capital Assets	$ 4,022,091	$ 4,260,823	$ 8,282,914	$ -
Restricted for				
Capital Projects	132,478	653,688	786,166	-
Other Fund Activities	1,235,188	-	1,235,188	-
Unrestricted (Deficit)	139,919	918,723	1,058,642	15,892
Total Net Position	$ 5,529,676	$ 5,833,234	$ 11,362,910	$ 15,892
TOTAL LIABILITIES DEFERRED INFLOWS OF RESOURCES AND NET POSITION	$ 7,309,842	$ 11,596,074	$ 18,905,916	$ 15,892

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Program Revenues: Fees, Fines and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net(Expenses) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Total Component Units
Primary Government:								
Governmental Activities:								
Administrative	$ 374,575	$ -	$ -	$ 7,066	$ (367,509)	-	$ (367,509)	-
Executive and Legislative	66,271	-	-	-	(66,271)	-	(66,271)	-
Judicial	21,174	-	-	-	(21,174)	-	(21,174)	-
Corrections	45,141	-	-	-	(45,141)	-	(45,141)	-
Public Safety	1,261,436	174,535	125,955	46,877	(914,069)	-	(914,069)	-
Communications/Dispatchers	128,854	-	-	-	(128,854)	-	(128,854)	-
Code Enforcement	107,012	9,201	-	1,583	(96,228)	-	(96,228)	-
Emergency Medical Service	-	-	-	-	-	-	-	-
Animal Control	54,764	-	-	-	(54,764)	-	(54,764)	-
Street Department	707,331	-	67,857	332,237	(307,237)	-	(307,237)	-
Shop Mechanic	27,946	-	-	-	(27,946)	-	(27,946)	-
Cemetery and Parks	69,540	800	-	-	(68,740)	-	(68,740)	-
Community Development	330,847	78,302	11,433	20,300	(220,812)	-	(220,812)	-
Interest and fiscal Charges	758	-	-	-	(758)	-	(758)	-
Total Governmental Activities	3,195,649	$ 262,838	$ 205,245	$ 408,063	$ (2,319,503)	-	$ (2,319,503)	-
Business-type Activities:								
Water and sewer	$ 1,382,905	$ 1,083,670	$ -	$ -	$ -	$ (299,235)	$ (299,235)	
Solid Waste	244,325	278,122	-	-	-	33,797	33,797	
Total Business-Type Activities	$ 1,627,230	$ 1,361,792	$ -	$ -	$ -	$ (265,438)	$ (265,438)	$ -
Total Primary Government	$ 4,822,879	$ 1,624,630	$ 205,245	$ 408,063	$ (2,319,503)	$ (265,438)	$ (2,584,941)	$ -
Downtown Development Authority, Inc								
Total Component Units	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
General Revenues:								
Taxes:								
Property Taxes					$ 844,238	$ -	$ 844,238	$ -
Sales Taxes					457,393	-	457,393	-
Utility franchise fees					267,306	-	267,306	-
Insurance Premium Taxes					216,702	-	216,702	-
Other Taxes					244,719	-	244,719	-
Interest					34,891	908	35,799	-
Other					145,798	36,652	182,450	-
Transfers(net)					70,000	(70,000)	-	-
Total general revenues and transfers					$ 2,281,047	$ (32,440)	$ 2,248,607	-
Change in net position					$ (38,456)	$ (297,878)	$ (336,334)	-
Net position at beginning of year					5,301,498	6,397,746	11,699,244	15,892
Prior period adjustment					266,634	(266,634)	-	-
Net position at end of year					$ 5,529,676	$ 5,833,234	$ 11,362,910	$ 15,892

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
BALANCE SHEET
AS OF JUNE 30, 2017

	General	SPLOST 2012	Other Nonmajor Funds	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	$ 1,215,580	$ 48,002	$ 449,650	$ 1,713,232
Note Receivable	-	-	912,875	912,875
Receivables (net of Allowance for uncollectibles)				
Taxes	70,524	-	-	70,524
Franchise Fees	-	-	-	-
Other	32,698	-	1,813	34,511
Accrued Interest	-	-	-	-
Investments	4,166	-	76,751	80,917
Due from Other Funds	290	-	-	290
Due from Other Governments	78,138	102,976	-	181,114
Prepaid Insurance	68,072	-	-	68,072
Inventory of Supplies, at cost	-	-	-	-
Total Assets	$ 1,469,468	$ 150,978	$ 1,441,089	$ 3,061,535
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	$ 83,842	$ -	$ 1,523	$ 85,365
Accrued Liabilities	9,519	-	483	10,002
Due to Other Funds	-	-	290	290
Due to Other Governments	-	-	41	41
Total Liabilities	$ 93,361	$ -	$ 2,337	$ 95,698
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	67,244	-	222,064	289,308
Total deferred inflows of resources	$ 67,244	$ -	$ 222,064	$ 289,308
Fund Balances				
Nonspendable	$ 68,362	$ -	$ -	$ 68,362
Restricted	-	150,978	1,110,717	1,261,695
Committed	-	-	-	-
Assigned	-	-	105,971	105,971
Unassigned	1,240,501	-	-	1,240,501
Total Fund Balances	$ 1,308,863	$ 150,978	$ 1,216,688	$ 2,676,529
Total Liabilities, Deferred Inflow of Resources and Fund Balances	$ 1,469,468	$ 150,978	$ 1,441,089	$ 3,061,535

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

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

Total fund balance per balance sheet	2,676,529
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of $5,486,336	4,040,780
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	
Property Taxes	289,308
Deferred Outflows of Resources related to pensions	207,817
	497,125
Other long-term liabilities are not payable in the current period and, therefore, are deferred in the funds	
Deferred Inflows or Resources related to pensions	(138,298)
	(138,298)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds.	
Net Pension Liability	(1,527,771)
Notes Payable	(18,689)
	(1,546,460)
Net position of governmental activities	5,529,676

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	General	SPLOST 2012	Other Nonmajor Funds	Total Governmental Funds
REVENUES				
Taxes	$ 2,009,532	$ -	$ -	$ 2,009,532
Licenses and permits	100,706	-	-	100,706
Fines and forfeitures	103,399	-	10,444	113,843
Service charges	60,692	-	-	60,692
Interest revenue	37	-	34,854	34,891
Intergovernmental revenues	67,857	387,763	-	455,620
Other	144,207	-	138,692	282,899
Total Revenues	$ 2,486,430	$ 387,763	$ 183,990	$ 3,058,183
EXPENDITURES				
Current				
Administrative	$ 331,525	$ 3,854	$ 70	$ 335,449
Executive and Legislative	71,252	-	-	71,252
Judicial	21,174	-	-	21,174
Corrections	45,141	-	-	45,141
Police	982,399	3,674	26,921	1,012,994
Communications/Dispatchers	128,855	-	-	128,855
Fire	175,000	-	-	175,000
Code Enforcement	93,382	2,286	-	95,668
Urban Development	1,000	-	-	1,000
Animal Control	48,936	-	-	48,936
Streets	447,981	140,647	25,815	614,443
Shop Mechanic	23,753	-	-	23,753
Cemetery and Parks	59,105	-	-	59,105
Community Plans and Development	156,918	-	105,922	262,840
Other	-	-	18,363	18,363
Bad Debt Expense	-	-	-	-
Capital Outlay	123,433	230,602	152,919	506,954
Debt Service				
Principal Retirement	4,311	-	-	4,311
Interest and Fiscal Charges	758	-	-	758
Total Expenditures	$ 2,714,923	$ 381,063	$ 330,010	$ 3,425,996
Excess (deficiency) of revenues over (under) expenditures	$ (228,493)	$ 6,700	$ (146,020)	$ (367,813)
OTHER FINANCING SOURCES (USES)				
Debt Proceeds	$ -	$ -	$ -	$ -
Transfers in	73,976	-	-	73,976
Transfers out	-	-	(3,976)	(3,976)
Total Other Financing Sources and Uses	$ 73,976	$ -	$ (3,976)	$ 70,000
Net Change in Fund Balances	(154,517)	6,700	(149,996)	(297,813)
Fund Balances, July 1	1,463,380	144,278	1,366,684	2,974,342
Prior Period Adjustment	-	-	-	-
Fund Balances, June 30	$ 1,308,863	$ 150,978	$ 1,216,688	$ 2,676,529

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

Net change in fund balances-total governmental funds	**$ (297,813)**
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset purchase capitalized	**546,688**
Depreciation expense	**(392,946)**
	153,742
In the statement of activities, only the (gain) loss on the sale of assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in the fund balance by the net book value of the assets sold:	
Book value of dispsed assets	**(61,916)**
Accumulated depreciation on net assets sold	**39,829**
	(22,087)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Long-term receivables, net of deferred revenue	**4,977**
	4,977
Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.	
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:	
Loan proceeds	**-**
Loan principal payments	**4,311**
	4,311
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.	
Pension Liability Adjustments	**118,414**
	118,414
Change in Net Position of Governmental Activities	**$ (38,456)**

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Business-type Activities Enterprise Funds		
	Water and Sewer	Solid Waste	Total
ASSETS			
Current Assets			
Cash and cash equivalents	$ 1,104,713	$ 116,378	$ 1,221,091
Receivables (net of allowances for uncollectibles)			
Trade accounts	106,775	25,959	132,734
Accrued Interest	-	-	-
Unbilled trade accounts	-	-	-
Other	-	-	-
Due from other funds	-	44,397	44,397
Prepaid Insurance	26,462	4,517	30,979
Inventory of supplies, at cost	52,730	-	52,730
Investments	12,314	61,923	74,237
Total Current Assets	$ 1,302,994	$ 253,174	$ 1,556,168
Non-Current Assets			
Restricted Assets			
Capital construction investments			
Cash and cash equivalents	$ 362,471	$ -	$ 362,471
Investments	291,217	-	291,217
Total Restricted Assets	$ 653,688	$ -	$ 653,688
Capital Assets			
Land	$ 1,077,280	$ 16,982	$ 1,094,262
Land Improvements	46,648	-	46,648
Construction in Progress	72,443	-	72,443
Infrastructure	6,193,416	-	6,193,416
Buildings and Building Improvements	7,857,692	-	7,857,692
Machinery and equipment	717,941	568,806	1,286,747
Accumulated Depreciation	(6,767,175)	(418,187)	(7,185,362)
Total Capital Assets Net of Accumulated Depreciation	$ 9,198,245	$ 167,601	$ 9,365,846
Total Noncurrent Assets	9,851,933	167,601	10,019,534
Total Assets	$ 11,154,927	$ 420,775	$ 11,575,702
Deferred Outflows of Resources	58,825	5,944	64,769
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 11,213,752	$ 426,719	$ 11,640,471

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Business-type Activities Enterprise Funds		
	Water and Sewer	Solid Waste	Total
LIABILITIES			
Current Liabilities			
Accounts payable	$ 50,169	$ 14,742	$ 64,911
Accrued expenses	2,033	224	2,257
Due to other funds	44,397	-	44,397
Current portion of notes payable	244,722	-	244,722
Total Current Liabilities	$ 341,321	$ 14,966	$ 356,287
Current Liabilities Payable From Restricted Assets			
Customer deposits	$ 71,413	$ -	$ 71,413
Total Current Liabilities Payable From Restricted Assets	$ 71,413	$ -	$ 71,413
Total Current Liabilities	$ 412,734	$ 14,966	$ 427,700
Noncurrent Liabilities			
Notes payable	$ 4,860,301	$ -	$ 4,860,301
Capital lease payable	-	-	-
Net Pension Liability	432,446	43,690	476,136
Total Noncurrent Liabilities	$ 5,292,747	$ 43,690	$ 5,336,437
Total Liabilities	$ 5,705,481	$ 58,656	$ 5,764,137
Deferred Inflows of Resources	39,146	3,954	43,100
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	$ 5,744,627	$ 62,610	$ 5,807,237
NET POSITION			
Net Investment in capital assets	$ 4,093,222	$ 167,601	$ 4,260,823
Restricted for capital projects	653,688	-	653,688
Unrestricted (Deficit)	722,215	196,508	918,723
Total Net Position	$ 5,469,125	$ 364,109	$ 5,833,234
TOTAL LIABILITIES DEFERRED INFLOWS OF RESOURCES AND NET POSITION	$ 11,213,752	$ 426,719	$ 11,640,471

See accompanying notes to basic financial statements.

CITY OF ALMA, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Business-type Activities Enterprise Funds		
	Water and Sewer	Solid Waste	Total
OPERATING REVENUES			
Water Billings	$ 504,991	$ -	$ 504,991
Sewer Billings	559,147	-	559,147
Water Connections	1,902	-	1,902
Sewer Connections	1,160	-	1,160
Grants	-	-	-
Miscellaneous	16,470	-	16,470
Solid Waste Fee	-	259,622	259,622
Franchise Fee	-	18,500	18,500
Total Operating Revenues	$ 1,083,670	$ 278,122	$ 1,361,792
EXPENSES			
Salaries and Wages	$ 263,294	$ 28,724	$ 292,018
Group Insurance	47,663	6,234	53,897
Payroll Taxes	20,028	2,197	22,225
Retirement	36,730	3,708	40,438
Workers Compensation	12,012	903	12,915
Professional Services	97,409	15,274	112,683
Repairs and Maintenance	86,758	5,614	92,372
Insurance	31,415	5,083	36,498
Communications	3,788	-	3,788
Advertising	1,426	-	1,426
Travel and Training	4,327	140	4,467
Books, Subscriptions, and Dues	10,412	121	10,533
Contracted Services	5,828	149,739	155,567
Operating Supplies	135,280	3,914	139,194
Office Supplies	5,744	284	6,028
Utilities	174,823	-	174,823
Gas, Oil, Fuel	13,463	4,183	17,646
Food	552	77	629
Small Equipment	7,771	-	7,771
Claims and Damages	12,220	-	12,220
Uniforms	1,353	362	1,715
Depreciation	334,694	16,012	350,706
Bad Debt	2,611	1,756	4,367
Total Operating Expense	$ 1,309,601	$ 244,325	$ 1,553,926
Operating Income (Loss)	$ (225,931)	$ 33,797	$ (192,134)
Nonoperating Revenue (Expenses)			
Investment Interest Earned	$ 783	$ 125	$ 908
Income from Other Sources	26,198	1,048	27,246
Interest Expense	(73,304)	-	(73,304)
Reimbursement for damaged property	11,581	-	11,581
Gain(Loss) on Capital Asset Disposal	-	(2,175)	(2,175)
Total Nonoperating Revenue (Expense)	$ (34,742)	$ (1,002)	$ (35,744)
Income (Loss) before Transfers	$ (260,673)	$ 32,795	$ (227,878)
Transfers In	-	-	-
Transfers Out	(25,000)	(45,000)	(70,000)
Change in Net Position	$ (285,673)	$ (12,205)	$ (297,878)
Total Net Position, July 1	5,981,527	416,219	6,397,746
Prior Period Adjustment	(226,729)	(39,905)	(266,634)
Total Net Position, June 30	$ 5,469,125	$ 364,109	$ 5,833,234

See accompanying notes to basic financial statements

CITY OF ALMA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Business-type Activities Enterprise Funds		
	Water and Sewer Fund	Solid Waste Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 1,066,244	$ 265,667	$ 1,331,911
Payments to suppliers	(567,375)	(183,476)	(750,851)
Payments to employees	(409,693)	(45,301)	(454,994)
Receipts of customer deposits	27,197	-	27,197
Refunds of customer deposits	(24,660)	-	(24,660)
Net cash provided (used) by operating activities	$ 91,713	$ 36,890	$ 128,603
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating subsidies and transfers to other funds	$ (25,000)	$ (45,000)	$ (70,000)
Income from other sources	37,779	(1,127)	36,652
Transfers to/from Other Funds	-	-	-
Net cash provided (used) by Noncapital Financing Activities	$ 12,779	$ (46,127)	$ (33,348)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from sale of capital assets	$ -	$ 47,175	$ 47,175
Purchases of capital assets	(398,658)	(162,254)	(560,912)
Principal paid on capital debt	(241,321)	-	(241,321)
Interest paid on capital debt	(73,304)	-	(73,304)
Proceeds from capital debt	-	-	-
Transfers to/from Other Funds	198,038	-	198,038
Net cash provided (used) by capital and related financing activities	$ (515,245)	$ (115,079)	$ (630,324)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments	$ -	$ -	$ -
Purchase of investments	-	-	-
Interest and dividends	-	-	-
Net cash provided (used) by investing activities	$ -	$ -	$ -
Net increase (decrease) in cash and cash equivalents	$ (410,753)	$ (124,316)	$ (535,069)
Balances-beginning of year	1,877,937	240,693	2,118,630
Balances-end of year	$ 1,467,184	$ 116,377	$ 1,583,561
Cash	$ 1,104,713	$ 116,377	$ 1,221,090
Restricted cash	362,471	-	362,471
Total cash and cash equivalents, end of year	$ 1,467,184	$ 116,377	$ 1,583,561

See accompanying notes to basic financial statements

CITY OF ALMA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Business-type Activities Enterprise Funds		
	Water and Sewer Fund	Solid Waste Fund	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	$ (225,931)	$ 33,797	$ (192,134)
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Depreciation expense	334,694	16,012	350,706
Expenses paid by other funds, reported as transfers in	-	-	-
Bad Debt	-	-	-
Change in assets and liabilities			
Receivables, net	(14,815)	(10,699)	(25,514)
Other Receivables	-	-	-
Prepaid Insurance	1,303	(199)	1,104
Deferred Outflows	(10,644)	(4,275)	(14,919)
Inventories	21,142	-	21,142
Accounts and other payables	14,761	2,399	17,160
Customer deposits payable	2,537	-	2,537
Accrued expenses	(8,463)	(1,036)	(9,499)
Deferred Inflows	21,465	3,192	24,657
Net Pension Liability	(44,336)	(2,301)	(46,637)
Net cash provided by operating activities	$ 91,713	$ 36,890	$ 128,603

See accompanying notes to basic financial statements.

1. Summary of Significant Accounting Policies

The City of Alma, Georgia was incorporated in 1906. The City operates under a Mayor-Council-Manager form of government.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The more significant accounting policies of the City are described below.

A. Reporting Entity

The financial statements of the reporting entity include those of the City of Alma, Georgia (the primary government) and its component units.

In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14, The Financial Reporting Entity, the financial statements of the component unit have been included as a discretely presented component unit. The fiscal year end of the component unit is June 30, 2017, which is the same fiscal year end as the City of Alma, Georgia. Financial information of the component unit is reported in a column separate from the City's financial information to emphasize that it is legally separate from the City. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- **The organization is legally separate (can sue and be sued in its own name)**
- **The City holds the corporate powers of the organization**
- **The City appoints a voting majority of the organization's board**
- **The City is able to impose its will on the organization**
- **The organization has the potential to impose a financial benefit\burden on the City**
- **There is a fiscal dependency by the organization on the City**

Based on GASB criteria, The Downtown Development Authority qualifies as a discretely presented component unit.

Complete financial statements of the included component unit may be obtained from Kenny Wade, Chairman, City of Alma Downtown Development Authority, City Hall, Alma, Georgia 31510.

Related Organization - The City of Alma City Council appoints the members of the Alma Housing Authority board, but the City's accountability for this organization does not extend beyond making the appointments. Therefore based upon the criteria above, the Housing Authority of the City of Alma is a related organization.

B. Basis of Presentation

Government-wide Financial Statements:

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services.

Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements. The "doubling up" effect of internal service fund activity has been eliminated from the government-wide financial statements with the expenses shown in the various functions and programs on the Statement of Activities.

Amounts reported as program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and (2) grants and contributions that are restricted to meeting the operational and capital requirements of a particular function and program. Revenues that are not classified as program revenues, including all taxes and other items, are presented as general revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. Funds are organized into two major categories: governmental and proprietary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. **Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and**

2. **Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.**

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 government, except those required to be accounted for in another fund.**

- **The SPLOST Fund – 2012 is used to account for the special one-cent sales tax revenues (approved by Bacon County voters) that are specifically restricted to the "City Projects" listed in the resolution.**

The City reports the following major enterprise funds:

- **The Water and Sewer Fund is used to account for all transactions involving the furnishing of water and sewer services to the citizens of Alma, Georgia.**

- **The Solid Waste Fund is used to account for all transactions involving the furnishing of solid waste services to the citizens of Alma, Georgia.**

Additionally, the city reports the following fund types:

Governmental Funds

Special Revenue Funds

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

Capital Project Fund

The Capital Project Fund is used to account for resources restricted for the acquisition or construction of specific capital projects or items which are not financed by Proprietary Funds.

Proprietary Fund Types:

Enterprise Funds

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the costs (expenses, including depreciation) of providing services to the general public on a continuing basis are financed through user charges.

GASB Statement No. 34 eliminates the presentation of Account Groups, but provides for these records to be maintained and incorporates the information into the Governmental Activities column in the government-wide Statement of Net Position.

Proprietary funds distinguish operating revenues and expense from nonoperating items. Operating revenues and expense 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 Water and Sewer and Solid Waste enterprise funds are charges to customers for services and benefit fees. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item 2 below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

1. **All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.**

2. **The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.**

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year-end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received, as they are deemed immaterial.

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.

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

D. Budgets and Budgetary Accounting

The City normally adopts annual budgets on the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds. The proposed budget is prepared by the City Manager and submitted to City Council. The City Council advertises the proposed budget and conducts public hearings on the proposed budget as required by local ordinance, state law,

and federal program requirements. Subsequent to meeting the various requirements the City Council adopts the budget for the fiscal year. The annual budget for each fund is prepared in accordance with the basis of accounting utilized by that fund.

GASB Statement No. 34 requires that budgetary comparison statements for the General Fund and major special revenue funds be presented as required supplementary information or as a basic financial statement. These statements must display original budget, amended budget and actual results (on a budgetary basis). For the year ended June 30, 2017, the City did not adopt annual budgets for EIP Loan Fund and UDGA Loan Fund. The City of Alma did not amend its budget during the year ended June 30, 2017 for any of the special revenue funds.

The General Fund utilizes the same basis of accounting for both budgetary purposes and actual results.

E. Encumbrances

The City does not use the encumbrance system of accounting.

F. Post-Employment Health Care Benefits

The Consolidated Omnibus Budget Reconciliation Act requires the City to provide healthcare benefits to eligible former employees and eligible dependents. There is no associated cost to the City under this program.

G. Inventories

Inventories consist primarily of supplies, valued at cost, which approximates market value. Cost is determined using a first-in, first-out method. The cost of inventories is recorded as expenditures/expenses when consumed rather than when purchased.

H. Compensated Absences

After six months of employment, employees are given two weeks paid vacation each year. After completing ten years of service, the employees are given three weeks paid vacation each year. Paid vacation time must be taken each year and cannot be carried over to the following year. The City will pay the employee for one week vacation if the time is not taken. After six months of employment, sick leave accumulates at the rate of one day per month of employment. Up to one hundred thirty days of sick leave can be accumulated. The City has not accrued any accumulated vacation or sick leave in its financial statements. The amount to be paid from current resources is not significant.

I. Interfund Receivables and Payables

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

J. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1st. The City levies property taxes by September 15th of each year. The due date of these taxes is December 20th. Property taxes are collected for the City by the Bacon County Tax Commissioner and remitted to the City monthly. City property tax revenues are recorded when levied. An allowance for uncollectible taxes is established for delinquent taxes to the extent that their collectability is improbable.

K. Capital Assets

Capital Assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on capital assets.

Assets capitalized, not including infrastructure assets, have an original cost of $5,000 or more and over three years of useful life. Infrastructure assets capitalized have an original cost of $250,000 or more. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	**20-50 Years**
Water and Sewer system	**30-50 Years**
Infrastructure	**20-35 Years**
Machinery and Equipment	**5-10 Years**
Vehicles	**3-7 Years**
Treatment Plants	**40 Years**

The City is currently recording new infrastructure items as they are completed. The City is not required to retroactively report any other infrastructure assets and has therefore not done so.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditures) until then.

In addition to liabilities, the statement of financial position and or 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 that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

M. 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 current assets and current liabilities. In the fund financial statements, governmental funds report fund balances 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. 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 Council through the adoption of a resolution. The City Council also 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 Council has authorized the City's finance committee or the City's finance director 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:

- **Committed**
- **Assigned**
- **Unassigned**

Net Position – Net position represent the difference between assets and liabilities. 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 as described in the fund balance 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.

N. Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. As such, actual results could differ from those estimates.

O. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, all short-term cash investments that are highly liquid (including restricted assets) are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and have original maturities of three months or less.

P. Prepaid Items

Certain payment to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

2. Investments

The City maintains separate investment accounts for each fund. The City's investments consist only of Certificates of Deposits which are carried at cost.

Investments	Maturities	Fair Value
Certificates of Deposit	8.3 months average	$ 446,370

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.

Credit Risk. State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations of Georgia or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. The City's deposits, including certificates of deposit, were fully insured or collateralized as required by the state statutes at June 30, 2017. The City is allowed to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) negotiable certificate of deposits issued by any bank or trust company organized under the laws or any state of the United States and (3) any repurchase agreement organized under the laws of any state of the United States having a nationally recognized investment firm rating of A or higher. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. The City places no limit on the amount the City may invest in any one issuer. The City invested only in certificates of deposits.

3. Capital Assets

Capital asset activity for the year ended June 30, 2017 was as follows:

	Balance at Beginning of Year	Transfers and Additions	Transfers and Retirements	Balance at End of Year
Water and Sewer activities:				
Capital assets, not being depreciated:				
Land and Land Improvements	$ 1,051,017	$ 72,911	$ -	$ 1,123,928
Construction in progress	33,506	72,443	33,506	72,443
Total capital assets, not being depreciated	$ 1,084,523	$ 145,354	$ 33,506	$ 1,196,371
Capital assets, being depreciated:				
Buildings and improvements	$ 6,628,818	$ 1,228,874	$ -	$ 7,857,692
Infastructure	7,358,274	230,755	1,395,613	6,193,416
Machinery and Equipment	495,147	222,794	-	717,941
Total capital assets being depreciated	$ 14,482,239	$ 1,682,423	$ 1,395,613	$ 14,769,049
Less accumulated depreciation for:				
Land Improvements	$ -	$ 10,100	$ -	10,100
Buildings and improvements	41,430	1,050,633	-	1,092,063
Infastructure	5,912,238	87,964	984,440	5,015,762
Machinery and Equipment	478,813	170,437	-	649,250
Total accumulated depreciation	$ 6,432,481	$ 1,319,134	$ 984,440	$ 6,767,175
Total capital assets, being depreciated, net	$ 8,049,758	$ 363,289	$ 411,173	$ 8,001,874
Water and Sewer activities capital assets, net	$ 9,134,281	$ 508,643	$ 444,679	$ 9,198,245
Solid Waste:				
Capital assets, not being depreciated:				
Land and Land Improvements	$ 16,982	$ -	$ -	$ 16,982
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	$ 16,982	$ -	$ -	$ 16,982
Capital assets, being depreciated:				
Buildings and improvements	$ -	$ -	$ -	$ -
Machinery and equipment	517,552	162,254	111,000	568,806
Total capital assets being depreciated	$ 517,552	$ 162,254	$ 111,000	$ 568,806
Less accumulated depreciation for:				
Buildings and improvements	$ -	$ -	$ -	$ -
Machinery and equipment	466,000	16,012	63,825	418,187
Total accumulated depreciation	$ 466,000	$ 16,012	$ 63,825	$ 418,187
Total capital assets, being depreciated, net	$ 51,552	$ 146,242	$ 47,175	$ 150,619
Solid Waste activities, capital assets, net	$ 68,534	$ 146,242	$ 47,175	$ 167,601

	Balance at Beginning of Year	Transfers and Additions	Transfers and Retirements	Balance at End of Year
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 263,640	$ 84,133	$ -	$ 347,773
Construction in progress	166,154	262,808	45,992	382,970
Total capital assets, not being depreciated	$ 429,794	$ 346,941	$ 45,992	$ 730,743
Capital assets, being depreciated:				
Buildings	$ 2,679,874	$ 128,295	$ -	$ 2,808,169
Equipment	3,654,417	117,444	61,916	3,709,945
Infrastructure	2,278,259	-	-	2,278,259
Total capital assets being depreciated	$ 8,612,550	$ 245,739	$ 61,916	$ 8,796,373
Less accumulated depreciation for:				
Buildings	$ 1,693,203	$ 74,371	$ -	$ 1,767,574
Equipment	2,916,017	198,336	39,829	3,074,524
Infrastructure	523,999	120,239	-	644,238
Total accumulated depreciation	$ 5,133,219	$ 392,946	$ 39,829	$ 5,486,336
Total capital assets, being depreciated, net	$ 3,479,331	$ (147,207)	$ 22,087	$ 3,310,037
Governmental activities capital assets, net	$ 3,909,125	$ 199,734	$ 68,079	$ 4,040,780

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

Governmental activities:	
Administrative	$ 59,160
Public Safety	135,225
Code Enforcement	17,097
Animal Control	8,630
Street Department	108,363
Shop Mechanic	4,189
Cemetery & Parks	10,424
Community Development	49,858
Total depreciation expense - governmental activities	$ 392,946
Business-type activities:	
Water and Sewer	$ 334,694
Solid Waste	16,012
Total depreciation expense - business-type activities	$ 350,706

4. Long Term Debt

General Long-Term Debt (Governmental Type)

General long-term debt balances and transactions for the year ended June 30, 2017 are as follows:

	Beginning Balance	Additions	Payments	Ending Balance
Note Payable-USDA	$ 23,000	$ -	$ 4,311	$ 18,689
	$ 23,000	$ -	$ 4,311	$ 18,689

USDA Loan – Note payable for $23,000 at 3.25% payable $5,058.92 annually through October 2020. Total of remaining payments is $20,236, including $1,547 interest. Proceeds used for the purchase of a public safety vehicle.

Debt of the Enterprise Fund (Business-Type)

Debt balances and transactions for the year ended June 30, 2017 are as follows:

	Beginning Balance	Additions	Payments	Ending Balance
Notes Payable-GEFA	$ 5,346,344	$ -	$ 241,321	$ 5,105,023
Capital Lease	-	-	-	-
	$ 5,346,344	$ -	$ 241,321	$ 5,105,023

Water and Sewer Fund – On November 1, 2015 the City of Alma entered into a loan agreement with the Clean Water State Revolving Fund, administered by Georgia Environmental Finance Authority (GEFA) for $5,485,564 at 1.4% payable $26,218.81 monthly through November, 2035. Total of remaining payments is $5,794,355, including $689,332 interest.

Notes Payable:

Year Ending	Governmental Activities			Business-type Activities		
June 30	Principal	Interest	Total	Principal	Interest	Total
2018	4,452	607	5,059	244,722	69,904	314,626
2019	4,596	463	5,059	248,170	66,456	314,626
2020	4,746	313	5,059	251,667	62,959	314,626
2021	4,895	164	5,059	255,213	59,413	314,626
2022	-	-	-	258,809	55,817	314,626
2023-2035	-	-	-	3,846,442	374,785	4,221,227
	$ 18,689	$ 1,547	$ 20,236	$ 5,105,023	$ 689,334	$ 5,794,357

5. Fund Equity

Fund Balances:

Nonspendable – The following fund balances are nonspendable because they are allocated to:

General Fund:		
Prepaid Items		68,072
Short-term Interfund receivables		290
	$	68,362

Restricted – The following fund balances are restricted for:

SPLOST 2012 - used to account for capital projects financed with SPLOST funds	$	150,978
Total Capital Projects Funds	$	150,978

Nonmajor – Special Revenue Funds and Capital Project Funds

Special Revenue Funds: for capital projects financed with SPLOST funds	$	-
UDGA Loan Fund - used to account for revolving loans issued to local businesses		629,339
EIP Revolving Loan Fund - used to account for revolving loans issued to local businesses		470,729
DCA Grant Fund - used to account for expenditures of DCA grants		6,857
USDA Grant Fund - used to account for grant money used to purchase police vehicles		3,792
Total	$	1,110,717

Assigned – The following fund balances are assigned to:

Special Revenue Funds:	
Your Hometown Fund - used to account for funds originating from hotel-motel tax collection and used for community development	**$ 7,806**
Police Dept. SI Fund - used to account for drug-related forfeitures for public safety expenditures	**8,268**
Police Dept. Community Fund - used to account for small grant for public safety expenditures	**118**
Alma Bacon Legislative cookout - used to account for donation received and expenses related to legislative functions	**5,582**
Innovative Training Fund - used to account for residual grant funds for projects to benefit low-income citizens	**79,299**
Bacon Theatre Fund - used to account for revenues and expenses pertaining to theatre functions	**4,898**
Total Special Revenue Funds	**$ 105,971**

Unassigned – The City's policy is to maintain an adequate General Fund unassigned fund balance to provide liquidity in the event of an economic downturn or natural disaster.

The following fund balances are unassigned:

General Fund	**$ 1,240,501**
Total Unassigned	**$ 1,240,501**

Net Position:

Net investment in capital assets reported on the government-wide statement of net position as of June 30, 2017 are as follows:

Net investment in capital assets:	Governmental Activities	Business-Type Activities	Component Unit
Cost of capital assets	$ 9,527,116	$ 16,551,208	$ -
Less accumulated depreciation	(5,486,336)	(7,185,362)	-
Book value	4,040,780	9,365,846	-
Less capital related debt	(18,689)	(5,105,023)	-
Invested in capital assets, net of related debt	$ 4,022,091	$ 4,260,823	$ -

6. Expenditures in Excess of Appropriations

The Georgia Statutes define the legal level of control at a minimum to be at the departmental level. The following funds reported expenditures/expenses over appropriations:

Fund	Appropriation	Expenditures	Over-Appropriation
General Fund:			
Miscellaneous	-	1,000	1,000
Collection Costs	36,798	36,979	181
Capital Outlay	112,000	123,433	11,433
Police Department SI	5,000	26,553	21,553
Alma Bacon County Legislative Cookout	12,500	18,433	5,933

7. Contingencies

There were no pending litigation, claims, or assessments against the City at June 30, 2017. In the opinion of City management, there were no unasserted claims or assessments that might have a material effect on the financial condition of the City. The City receives Federal and State Grants for specific purposes that are subject to review and audit by Federal and State agencies. Such audits could result in a request for reimbursement by the Federal and State for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of City management, such disallowances, if any, will not be significant.

8. IRC 457 Deferred Compensation Plans

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457, which is administered by Georgia Municipal Association. Due to the fact that the City does not administer this plan, this plan is not included in the City's financial statements.

9. Risk Management

The City of Alma, Georgia 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, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of these risk pools, the City of Alma, Georgia is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's 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 of Alma, Georgia is also to allow the pool's 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. The City's risk is limited to a $1,000 deductible per occurrence.

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 worker's 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. Settlement claims in the past year did not exceed the coverages.

10. Due From Other Governments

At June 30, 2017, the City was due the following amounts from other governmental units:

General Fund	
State of Georgia	$ 78,138
Bacon County, Georgia	102,976
	$ 181,114

11. Interfund Transactions:

At June 30, 2017 the following interfund receivables and payables resulting from various interfund transactions are included in the fund financial statements:

Major Business-Type Funds	
Water and Sewer Fund	
Due to Solid Waste Fund	$ (44,397)
	$ (44,397)
Solid Waste Fund	
Due from Water and Sewer Fund	44,397
	$ 44,397
Total Business-Type Funds	$ -
Major Governmental Funds	
General Fund	
Due from Hotel/Motel	$ 290
	$ 290
Nonmajor Governmental Funds	
Hotel/Motel Tax Fund	
Due to General Fund	$ (290)
Total Governmental Funds	$ -

In general, transfers are used to move revenues from the fund that collects the money to the fund that expends the money and use unrestricted revenues collected in a fund to provide operating advances to other funds in accordance with budgetary authorizations. The due to/from balances resulted from time lags between the dates transactions are recorded in the accounting system and payments between funds are made. For the year ended June 30, 2017, all due to/from balances were considered short term.

Transfers between funds during the year were as follows:

	Transfers Out	Transfers In
Major Governmental Funds:		
General Fund	$ -	$ 3,976
General Fund	-	70,000
Total Major Governmental Funds:	$ -	$ 73,976
Nonmajor Governmental Funds:		
Hotel/Motel Tax	$ 3,976	$ -
	$ 3,976	$ -
Major Enterprise Funds:		
Water and Sewer	$ 25,000	$ -
Solid Waste	45,000	-
	$ 70,000	$ -
Total All Funds	$ 73,976	$ 73,976

The transfers of $70,000 between the enterprise funds and the general funds are used to offset operating expenditures within the general fund. Transfers in the nonmajor governmental funds and the other major funds are used to offset operating expenditures.

12. Privatization of Solid Waste Collection

On January 1, 1997 the City of Alma, Georgia contracted with Southland Waste, Inc. to collect household and commercial trash for the City for a period of twenty years with the right to rebid the services at the end of each five-year period. Billing for the trash collection is done by the City, and the City remits to Southland Waste, Inc. its fee for services rendered. Southland Waste owns the residential wheeled carts. Southland Waste, Inc. also purchased from the City of Alma, Georgia the large commercial dumpsters and the collection trucks.

13. Sanitary Landfill

On April 8, 1994 the Alma Bacon County Sanitary Landfill was closed. Various state and federal laws and regulations require certain maintenance and monitoring to be performed on the site. Expenditures since that date are expensed as incurred. The annual cost of maintaining and monitoring the closed sanitary landfill are estimated to be $8,500. However, the actual cost of postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. No liability has been recorded in the accounts of the City of Alma, Georgia for future costs.

14. Joint Venture

The City of Alma, Georgia, in connection with cities and counties in the eighteen county South Georgia area are members of the Southern Georgia Regional Commission (RC). Membership in an regional commission is automatic for each municipality and county in the state. The Official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RCs. Each county and municipality in the state is required by law to pay minimum annual dues to the RC. The City paid annual dues of $4,420 to the Southern Regional Commission for the year ended June 30, 2017. The RC Board membership includes elected officials from member counties and cities and nonpublic appointed members. The county board members and the municipal board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of

the county or municipality) and a minority resident to serve as non-public Board members from a county.

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines RCs as public agencies and instrumentalities of their members.

Georgia law also provides that the member governments are liable for any debts or obligations of an RC beyond its resources (O.C.G.A. 50-8-39.1).

Complete financial statements of the RC may be obtained from Southern Georgia Regional Commission, South Georgia Parkway, Waycross, GA 31503.

15. Hotel/Motel Tax

The City of Alma, Georgia levies a hotel/motel tax in accordance with the provisions of O.C.G.A. 48-13-51. The tax rate is 7% and is levied on a monthly basis. The City has entered into contracts with the Chamber of Commerce and Bacon Theatre, Inc. for the purpose of tourism promotion and the marketing and operation of a community theatre. O.C.G.A. requires that 28.58% of the taxes collected be spent for community promotion, and 28.58% of the taxes collected be spent for the marketing and operation of a community theatre. During the fiscal year ended June 30, 2017 the City of Alma, Georgia collected $24,850 in hotel/motel taxes, and disbursed $20,874 to the Bacon Theatre, Inc. and the Chamber of Commerce, which represents 84% of the total taxes collected. The remainder of the taxes collected is retained by the City for administrative purposes.

16. Subsequent Events

The City has evaluated subsequent events through January 30, 2018, the date which the financial statements were available to be issued. No subsequent events came to our attention that are expected to have a material effect on the City's financial statements.

17. Tax Abatements

Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 77, Tax Abatement Disclosures, the City is required to disclose certain information about tax abatements as defined in the Statement. For purposes of GASB Statement No. 77, a tax abatement is a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the City or the citizens of the City. The City has entered into such agreements. A description of each of the City's abatement programs where the City has promised to forgo taxes follows:

Titan Modular Systems, Inc.:

Bacon County Development Authority was created for the purpose of developing and promoting the public good and general welfare, industry, agriculture, commerce, natural resources, and vocational training, and to make plans for the coordination of such development, promotion, and expansion within its territorial limits, which includes the real property leased under a lease agreement to Titan Modular Systems, Inc. as of February 28, 2014. Bacon County Development Authority uses incentives to attract new industries and facilitate local expansions. The premises leased are owned by the Authority and under this lease Titan Modular Systems, Inc. will receive an ad valorem tax abatement for ten years from

the effective year. The abatement is contingent upon Titan Modular Systems, Inc. maintaining an employment level average at or above 90% of the 100 jobs specified each year.

A summary of the taxes forgone on the City's abatement programs for the year ending June 30, 2017 follows:

Program	Tax Abated	Source	Amount
Titan Modular System Inc	Property Tax	Bacon County Dev Authority	$ 7,207

18. Pension and Employees Benefits Plans

Plan Description

The City of Alma, Georgia provides pension benefits for all of its full-time employees and elected officials through a noncontributory, defined benefit plan in the state-wide Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer public retirement system. Benefit provisions and all other requirements are established by state statute and local ordinance. The City has the right to establish and amend the benefit provisions of the plan. These amendments become effective once approved by the Board of Trustees of GMEBS. The Georgia Municipal Employees Benefit System issues a stand alone financial report and a copy of this report can be obtained from the Georgia Municipal Association, 201 Pryor Street, S.W., Atlanta, Georgia 30303.

Effective January 1, 2015, the Plan was amended to provide for immediate participation for full-time employees. The plan defines a full-time employee as one working at least 30 hours per week. Employees are fully vested after 10 years of service. Retirement benefits are 1.75% of final average earnings times years of credited service. Final average earnings are an average of the 5 highest consecutive years' earnings. Normal retirement is age 65 with 5 years of credited service.

Membership of the plan consisted of the following at January 1, 2017, the date of the latest actuarial valuation:

Retirees and beneficiaries currently receiving benefits	44
Terminated vested participants not yet receiving benefits	21
Active vested participants	14
Nonvested participants	21
Total participants	100

The contributions from the City of Alma, Georgia to the plan are determined under the projected unit credit actuarial cost method. The period and related method for amortizing the initial unfunded actuarial accrued liability is 30 years from 1981 and the current changes in the unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods as a level dollar amount. These amortization periods, if applicable are open for this plan year. The method used to determine the actuarial value of assets is to roll forward prior year's actuarial value with contributions, disbursements, and expected return on investments, plus 10% of the amount that market value of assets exceeds expected actuarial value of assets. The recommended contribution for the City of Alma, Georgia for the actuarial period ended January 1, 2017 was $293,323, which is 27.33% of covered payroll. The estimated minimum annual contribution is $168,354. The City paid 100% of the contribution billed monthly in the amount of $325,523 for the year ending June 30, 2017.

Net Pension Liability

The components of the net pension liability of the City at June 30, 2017 were as follows:

Total Pension Liability	**$**	**5,588,398**
Plan fiduciary net position		**(3,584,492)**
City's net pension liability	**$**	**2,003,906**
Plan fiduciary net position as a percentage of the total pension liability		**64.14%**

Actuarial Assumptions. **The required schedule of changes in the City's net pension liability and related ratios immediately follow the notes to the financial statements and present multiyear trend information about whether the value of Plan assets is increasing or decreasing over time relative to the total pension liability.**

The total pension liability was determined by an actuarial valuation as of January 1, 2017. The following actuarial assumptions applied to all periods included in the measurement:

Inflation	**3.25%**
Projected Salary Increases	**3.25%**
Investment Rate of Return	**7.75%**

Mortality rates were based upon the RP-2000 Mortality Table, which contained sex-distinct and disabled rates.

Discount rate. **The discount rates used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that the employer contributions will be made equal to the actuarial determined contribution rate. Based on this assumption, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.**

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at June 30, 2016	**$ 5,697,323**	**$ 3,341,704**	**$ 2,355,619**
Changes for the year:			
Service cost	**56,641**	**-**	**56,641**
Interest	**422,405**	**-**	**422,405**
Differences between expected and actual experience	**(94,112)**	**-**	**(94,112)**
Contributions - employer	**-**	**376,677**	**(376,677)**
Contributions - employee	**-**	**-**	**-**
Net investment income	**-**	**367,698**	**(367,698)**
Benefit payments, including refunds of employee contributions	**(493,859)**	**(493,859)**	**-**
Administrative expense	**-**	**(7,728)**	**7,728**
Other	**-**	**-**	**-**
Net changes	**(108,925)**	**242,788**	**(351,713)**
Balances at June 30, 2017	**$ 5,588,398**	**$ 3,584,492**	**$ 2,003,906**

Changes In Assumptions

As a result of the plan change to provide immediate participation for Employees, the eligibility assumption has been changed from one year to immediate. The increase in the Plan's unfunded liability due to this change is minimal and has been treated as a difference between expected and actual experience. Based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014 the following assumptions were changed in this valuation:

- **The mortality table for disabled participants was changed to remove the two-year set-forward for males and the one year set-forward for females.**
- **The turnover rates were updated to introduce select rates for service less than five years and to reduce the ultimate rate by 15% and to assume no turnover on and after age 55. The select period rates were further constrained to not be less than the ultimate rates.**
- **The retirement rates where normal retirement is only available on or after age 65 were changed from the prior assumption of 100% at age 65 to the new assumption of 60% at ages 65 to 69 and 100% at age 70. Where normal retirement is available prior to age 65, the rates were changed from the prior assumption of 100% at earliest unreduced age, but not below age 60, to the new assumption of 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70.**
- **The inflation assumption was decreased from 3.50% to 3.25%.**
- **The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases ranged from 4.00% to 11.00% and included an inflation assumption of 3.50%. Under the new assumption, the salary increases range from 3.75% to 8.00% and include an inflation assumption of 3.25%.**

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 7.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.75%), or 1% higher (8.75%) than the current rate.**

	1% Decrease 6.75%	Current Rate 7.75%	1% Increase 8.75%
City's net pension liability	$ 2,581,104	$ 2,003,906	$ 1,516,306

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 long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2017.

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2017, the City recognized pension expense of $170,210. At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 244,142	$ -
Differences between actual and expected experience	28,445	(171,014)
Changes in assumptions	-	(2,345)
Net differences between projected and actual earnings on plan investments.	-	(8,039)
Total	$ 272,587	$ (181,398)

$244,142 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Deferred Outflows	Deferred Inflows
2018	28,445	90,867
2019	-	88,522
2020	-	(20,702)
2021	-	22,711
2022	-	-
Thereafter	-	-

Payable to the Pension Plan

At June 30, 2017, the City reported a payable of $0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2017.

18. Prior Period Adjustment

Net position – governmental activities and business-type activities at the beginning of the year ended June 30, 2017 have been adjusted to correct an error in recording pension allocation adjustments in prior periods. Had the error not been made, net position for the governmental activities would have increased $226,634, while net position for the business-type activities would have decreased $266,634.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered part of the basic financial statements. Such information includes:

Pension and Employee Benefit Plans

Budgetary Comparison – General Fund

Budgetary Comparison – Major Special Revenue Funds & Capital Project Funds

CITY OF ALMA, GEORGIA
REQUIRED SUPPEMENTARY INFORMATION
JUNE 30, 2017

City of Alma, an Agent Multiple-Employer Defined Benefit Pension Plan
As of June 30, 2017
Last 10 Years*

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	2017	2016	2015
Total Pension Liability	$ 56,641	$ 100,255	$ 79,904
Service Cost	422,405	436,157	427,700
Interest on total pension liability			
Differences between expected and actual experience	(94,112)	(216,545)	113,779
Benefit payments, including refunds of employee contributions	(493,859)	(500,743)	(505,039)
Other	-	-	(9,379)
Net change in total pension liability	(108,925)	(180,876)	106,965
Total pension liability - beginning	5,697,323	5,878,199	5,771,234
Total pension liability - ending (a)	$ 5,588,398	$ 5,697,323	$ 5,878,199
Plan fiduciary net position			
Contributions - employer	$ 376,677	$ 378,311	$ 345,874
Contributions - employee	-	-	-
Net investment income	367,698	43,616	362,672
Benefit payments	(493,859)	(500,743)	(505,039)
Administrative expense	(7,728)	(8,630)	(6,926)
Net change in plan fiduciary net position	242,788	(87,446)	196,581
Plan fiduciary net position - beginning	3,341,704	3,429,150	3,232,569
Plan fiduciary net position - ending (b)	$ 3,584,492	$ 3,341,704	$ 3,429,150
Net pension liability - ending (a)-(b)	$ 2,003,906	$ 2,355,619	$ 2,449,049
Plan fiduciary net position as a percentage of the total pension liability	64.14%	58.65%	58.34%
Covered - employee payroll	$ 1,056,148	$ 1,074,330	$ 1,663,157
Net pension liability as percentage of covered-employee payroll	189.74%	219.26%	147.25%

*** - Fiscal year 2015 was the first year of implementation, therefore only three years are shown.**

CITY OF ALMA, GEORGIA
REQUIRED SUPPEMENTARY INFORMATION
JUNE 30, 2017

City of Alma, an Agent Multiple-Employer Defined Benefit Pension Plan
As of June 30, 2017
Last 10 Years*

SCHEDULE OF CONTRIBUTIONS

	2017	2016	2015
Actuarially determined contribution	$ 325,523	$ 393,728	$ 373,172
Contributions in relation to the actuarially determined contributions	325,523	393,728	373,172
Contribution deficiency (excess)	$ -	$ -	$ -
Covered-employee payroll	$1,056,148	$1,074,330	$1,663,157
Contributions as a percentage of covered-employee payroll	29.82%	23.30%	29.82%

Notes to Schedule:

Valuation Date — **The actuarially determined contribution rate was determined as of January 1, 2017, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2018.**

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	**Projected Unit Credit**
Amortization Method	**Closed level dollar for remaining unfunded liability**
Remaining Amortization Period	**Remaining amortization period varies for the bases, with a net effective amortization period of 10 years**
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 amount that the value exceeds or is less than the market value at the end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.**
Actuarial Assumptions:	
Net Investment Rate of Return	**7.75%**
Projected Salary Increases	**3.25% plus service based merit increased**
Cost of Living Adjustments	**0.00%**
Retirement Age	**65 with early retirement permitted between ages 55 to 65**
Mortality	**RP-2000 Healthy Mortality Table and Disabled Retiree Mortality Table**

*** - Fiscal year 2015 was the first year of implementation, therefore only three years are shown.**

CITY OF ALMA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGET BASIS

	For the Year Ended June 30, 2017			
	Original Budget	Final Budget	GAAP/Budget Basis	Variance With Final Budget
REVENUES				
Taxes				
General Property	$ 790,120	$ 823,747	$ 823,412	$ (335)
Timber Property Taxes	250	-	-	-
Public Utilities	273,000	267,306	267,306	-
Motor Vehicles	135,000	118,201	113,196	(5,005)
Local Option Sales Tax	460,000	462,182	457,393	(4,789)
Alcoholic Beverage Tax	79,500	79,731	79,731	-
Housing Authority - in lieu of	25,000	36,015	36,015	-
Insurance Premium Tax	200,000	216,702	216,702	-
Mobile Home Tax	360	299	299	-
Real Estate Transfer Tax	7,000	17,021	15,478	(1,543)
Total Taxes	1,970,230	2,021,204	2,009,532	(11,672)
Licenses and Permits				
Business Licenses	91,500	91,505	91,505	-
Permits and Inspection Fees	6,720	9,201	9,201	-
Total Licenses and Permits	98,220	100,706	100,706	-
Fines and Forfeitures	185,000	103,399	103,399	-
Other				
Charges for Services	52,490	57,737	60,692	2,955
Interest on Investments	1,000	-	37	37
Grants	-	67,857	67,857	-
Contributions	-	113,800	124,960	11,160
Cemetery Fees	600	800	800	-
Miscellaneous	12,720	3,062	2,648	(414)
Fifa and Interest	5,500	3,555	3,035	(520)
ID's MVR	720	609	609	-
Reimbursement Claims and Damage	-	-	12,155	12,155
Total Other	73,030	247,420	272,793	25,373
Total Revenues	2,326,480	2,472,729	2,486,430	13,701
EXPENDITURES				
Financial Administration				
Salaries	146,610	175,913	170,783	5,130
Group Insurance	12,000	10,463	9,912	551
Payroll Taxes	11,162	13,341	12,953	388
Retirement Contribution	28,779	42,118	42,118	-
Workers Compensation	506	506	506	-
Professional Services	29,000	24,548	23,915	633
Janitorial Services	3,400	8,089	8,089	-
Repairs and Maintenance	7,500	2,704	2,704	-
Rental Equipment & Vehicles	1,500	1,800	1,800	-
Communication	11,000	14,564	14,564	-
Travel and Training	4,700	11,463	11,463	-
Advertising	2,500	7,202	7,202	-
Books, Subscriptions, and Dues	600	4,894	4,894	-
Office Supplies	3,000	4,979	4,979	-
Operating Supplies	2,500	4,852	4,852	-
Utilities	13,600	9,996	9,996	-
Gas and Oil	1,100	264	264	-
Small Tools and Minor Equipment	1,000	-	-	-
Site Improvements	250	-	-	-
Food	150	531	531	-
Total Administrative	280,857	338,227	331,525	6,702

See Notes to Financial Statements.

CITY OF ALMA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGET BASIS

	For the Year Ended June 30, 2017			
	Original Budget	Final Budget	GAAP/Budget Basis	Variance With Final Budget
Executive and Legislative				
Salaries	33,600	33,600	30,520	3,080
Payroll Taxes	2,600	2,523	2,292	231
Retirement Contribution	13,705	10,440	10,440	-
Workers Compensation	2,606	2,606	2,606	-
Communication	700	613	613	-
Travel and Training	18,950	23,090	23,090	-
Books, Subscriptions, and Dues	150	77	77	-
Supplies	750	286	286	-
Utilities	50	-	-	-
Gas and Oil	1,400	988	988	-
Advertising	200	-	-	-
Food	400	340	340	-
Total Executive and Legislative	75,111	74,563	71,252	3,311
Judicial				
Salaries	8,400	8,400	7,630	770
Payroll Taxes	650	643	584	59
Professional Services	8,600	12,860	12,860	-
Books, Subscriptions, and Dues	50	100	100	-
Travel and Training	250	-	-	-
Operating Supplies	100	-	-	-
Total Judicial	18,050	22,003	21,174	829
Corrections Department				
Prisoners' Food & Housing	33,000	44,229	44,229	-
Medical Care	7,000	912	912	-
Total Corrections Department	40,000	45,141	45,141	-
Police Department				
Salaries	604,362	553,850	539,019	14,831
Group Insurance	75,000	76,665	70,054	6,611
Payroll Taxes	40,795	42,520	41,387	1,133
Retirement Contribution	142,304	142,304	142,304	-
Unemployement Insurance	-	2,310	2,310	-
Workers Compensation	21,000	19,693	19,693	-
Professional Services	3,200	317	177	140
Custodial Services	850	609	609	-
Repairs and Maintenance	14,500	31,115	31,115	-
Communication	11,600	13,514	13,514	-
Travel and Training	5,500	4,718	4,718	-
Advertising	1,050	1,833	1,833	-
Books, Subscriptions, and Dues	3,650	2,153	2,153	-
Operating Supplies (General)	5,050	8,190	13,383	(5,193)
Office Supplies	5,000	4,028	4,023	5
Utilities	7,000	8,086	8,086	-
Gas and Oil	32,000	29,552	29,552	-
Food	1,450	1,754	1,754	-
Small Tools and Minor Equipment	3,400	4,254	2,358	1,896
Uniforms	5,000	5,397	5,397	-
Peace Officers Retirement Fund	5,800	4,507	4,507	-
Fine Surcharges	29,855	19,794	19,794	-
Special Investigations	3,000	4,112	4,112	-
Licenses	200	-	-	-
Data Management Fee	12,000	7,120	7,120	-
County Drug Abuse Treatment & Educatio	2,400	1,856	1,856	-
Crime Lab Fee	795	100	100	-
Claims and Damages	2,000	-	8,871	(8,871)
K-9 Handler Expense	2,600	2,600	2,600	-
Total Police Department	1,041,361	992,951	982,399	10,552

See Notes to Financial Statements.

CITY OF ALMA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGET BASIS

	For the Year Ended June 30, 2017			
	Original Budget	Final Budget	GAAP/Budget Basis	Variance With Final Budget
Communications/Dispatchers				
Contract Labor	-	128,855	128,855	-
Total Communications/Dispatche	-	128,855	128,855	-
Fire Department				
Contract Labor	-	175,000	175,000	-
Retirement Contribution	-	-	-	-
Total Fire Department	-	175,000	175,000	-
Code Enforcement Department				
Salaries	53,986	55,955	54,240	1,715
Group Insurance	6,600	6,784	6,234	550
Payroll Taxes	3,958	4,252	4,122	130
Retirement Contribution	12,136	14,763	14,763	-
Workers Compensation	2,000	1,200	1,200	-
Repairs and Maintenance	1,900	859	859	-
Communication	1,248	1,130	1,130	-
Advertising	350	380	380	-
Books, Subscriptions, and Dues	600	393	391	2
Travel and Training	1,800	90	90	-
Operating Supplies	500	328	328	-
Office Supplies	300	252	252	-
Gas and Oil	2,000	1,565	1,565	-
Demolition/Abatement Expense	-	7,569	7,569	-
Miscellaneous	550	259	259	-
Total Code Enforcement Departm	87,928	95,779	93,382	2,397
Urban Redevelopment				
Site Improvements	-	1,273	1,000	273
Total Urban Redevelopment	-	1,273	1,000	273
Animal Control				
Salaries and Wages	24,380	25,482	24,662	820
Group Insurance	6,600	6,784	6,234	550
Payroll Taxes	1,733	1,900	1,840	60
Retirement Contribution	7,995	5,891	5,891	-
Workers Compensation	950	740	740	-
Professional Services	1,620	1,757	1,757	-
Repairs and Maintenance	3,150	691	691	-
Communication	650	596	596	-
Operating Supplies	3,800	2,867	2,867	-
Utilities	3,000	693	693	-
Gas and Oil	2,200	1,345	1,345	-
Small Tools and Minor Equipment	4,000	990	990	-
Uniforms	500	320	320	-
License	250	-	-	-
Travel and Training	1,200	210	210	-
Dues and Fees	250	100	100	-
Total Animal Control	62,278	50,366	48,936	1,430

See Notes to Financial Statements.

CITY OF ALMA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGET BASIS

	For the Year Ended June 30, 2017			
	Original Budget	Final Budget	GAAP/Budget Basis	Variance With Final Budget
Street Department				
Salaries	146,502	159,730	155,177	4,553
Group Insurance	24,000	20,352	18,702	1,650
Payroll Taxes	10,076	12,143	11,797	346
Retirement Contribution	32,669	32,669	32,669	-
Workers Compensation	7,500	5,900	5,900	-
Professional Services	750	87	87	-
Repairs and Maintenance	13,000	7,210	7,210	-
Communication	1,200	690	688	2
Travel and Training	1,000	386	386	-
Dues and Fees	-	275	275	-
Operating Supplies	16,000	18,637	27,642	(9,005)
Gas and Oil	10,000	8,253	8,253	-
Food	-	544	553	(9)
Uniforms	2,000	1,264	1,257	7
Site Improvements	-	67,662	58,657	9,005
Advertising	400	-	-	-
Utilities	88,000	117,151	117,151	-
Small Tools and Minor Equipment	2,000	-	-	-
Claims and Damages	-	1,575	1,577	(2)
Total Street Department	355,097	454,528	447,981	6,547
Shop Mechanic				
Operating Supplies	5,000	11,929	11,929	-
Small Tools and Minor Equipment	1,300	150	150	-
Communication	500	479	479	-
Utilities	5,500	3,664	3,664	-
Repairs and Maintenance - Vehicles	1,600	1,910	1,910	-
Gas and Oil	3,500	2,538	2,538	-
Food	-	83	83	-
Claims and Damages	-	3,000	3,000	-
Total Shop Mechanic	17,400	23,753	23,753	-
Cemetery, Parks, Inmate Labor Detail				
Professional Services	39,500	41,702	41,702	-
Repairs and Maintenance	3,700	1,778	1,778	-
Communication	360	348	348	-
Operating Supplies	5,500	10,883	10,883	-
Small Tools and Minor Equipment	3,500	728	728	-
Gas and Oil	4,250	2,567	2,567	-
Machinery	8,000	-	-	-
Miscellaneous	-	62	62	-
Claims and Damages	-	1,037	1,037	-
Total Cemetery, Parks, Inmate Labor	64,810	59,105	59,105	-

See Notes to Financial Statements.

CITY OF ALMA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BUDGET BASIS

	For the Year Ended June 30, 2017			
	Original Budget	Final Budget	GAAP/Budget Basis	Variance With Final Budget
Other				
Insurance	90,000	90,711	90,711	-
Claims and Damages	300	-	-	-
General Administration - Gas & Diesel	1,500	-	-	-
General Administration - Dues & Fees	2,000	1,285	1,285	-
Alma Bacon County Civil Defense	2,300	5,243	5,243	-
Christmas Lights	4,800	3,340	3,340	-
Special Events	4,500	2,055	2,055	-
Employee Events	2,000	1,205	1,205	-
July 4th Fireworks	3,500	-	-	-
Miscellaneous	100	-	1,000	(1,000)
Collection Costs	33,000	36,798	36,979	(181)
Election Expenditures	8,500	6,180	6,180	-
Southeast Georgia RDC	5,510	4,420	4,420	-
Historical Society	2,000	1,500	1,500	-
Alma Bacon County Senior Center	3,000	3,000	3,000	-
Bad Debts	-	-	-	-
Debt Service - Principal Payments	4,400	4,311	4,311	-
Debt Service - Interest Payments	2,985	758	758	-
Capital Outlay	-	112,000	123,433	(11,433)
Total Other	170,395	272,806	285,420	(12,614)
Total Expenditures	2,213,287	2,734,350	2,714,923	19,427
Excess (Deficiency) of Revenues over Expenditures	113,193	(261,621)	(228,493)	33,128
Other Financing Sources (Uses)				
Transfers In	4,000	73,976	73,976	-
Transfers (Out)	-	-	-	-
Total Other Financing Sources (Uses)	4,000	73,976	73,976	-
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	117,193	(187,645)	(154,517)	33,128
Fund Balance - Beginning of Year	1,286,708	751,497	1,463,380	2,126,618
Prior Period Adjustment	-	-	-	-
Fund Balance - End of Year	$ 1,403,901	$ 563,852	$ 1,308,863	$ 2,159,746

See Notes to Financial Statements.

CITY OF ALMA, GEORGIA
MAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (ORIGINAL & FINAL) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017
BUDGET BASIS

	Capital Project Funds				
	SPLOST Fund 2012				
	Project Length Budget	Current	Prior Years	Total	Variance with Budget Over (Under)
REVENUES					
Intergovernmental	$ 1,855,000	$ 387,763	$ 613,223	$ 1,000,986	$ (854,014)
Other	-	-	-	-	-
Grant Income	-	-	-	-	-
Interest on Investments	-	-	-	-	-
Total Revenues	1,855,000	387,763	613,223	1,000,986	(854,014)
EXPENDITURES					
Administration	-	3,854	70	3,924	(3,924)
Police	-	3,674	39,444	43,118	(43,118)
Fire	-	-	92,114	92,114	(92,114)
Public Works	-	140,647	4,549	145,196	(145,196)
Housing and Development	-	2,286	-	2,286	(2,286)
Interest Expense		-	-	-	
Capital Outlay	1,855,000	230,602	332,768	563,370	1,291,630
Total Expenditures	1,855,000	381,063	468,945	850,008	1,004,992
Excess (Deficiency) of Revenues over Expenditures	-	6,700	144,278	150,978	150,978
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Other	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	-	6,700	144,278	150,978	150,978
Fund Balance - Beginning of Year	-	144,278	-	-	-
Fund Balance - End of Year	$ -	$ 150,978	$ 144,278	$ 150,978	$ 150,978

See Notes to Financial Statements.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, or a part of the basic financial statements, but are presented for purposes of additional analysis.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Hotel/Motel Tax – this fund is used to account for the receipts and disbursements of the hotel/motel tax that is levied by the City of Alma.

Other Special Revenue Funds – these funds include USDA Grant, DCA Grants, Your Hometown Fund, Police Department SI, Police Community Fund, Alma Bacon County Legislative Cookout Fund, EIP Loan Fund, UDGA Loan Fund, Innovative Training Fund, and Bacon Theatre are used to account for the operations of other special revenue funds whose revenues and expenditures are restricted by various contracts and agreements.

Capital Project Funds

SPLOST 2005 Fund – this fund is used to account for the special one-cent sales tax revenues (approved by Bacon County voters) that are specifically restricted to street improvements.

CITY OF ALMA, GEORGIA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

	Special Revenue						
	Hotel/Motel Tax	USDA Grant	DCA Grants	Your Hometown	Police Dept. SI	Police Community Fund	Alma Bacon County Legislative Cookout
Assets							
Cash and cash equivalents	$ -	$ 3,792	$ 6,857	$ 7,806	$ 8,309	$ 118	$ 5,582
Accounts receivable	1,813	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Total assets	$ 1,813	$ 3,792	$ 6,857	$ 7,806	$ 8,309	$ 118	$ 5,582
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	$ 1,523	$ -	$ -	$ -	$ -	$ -	$ -
Sales Tax Payable	-	-	-	-	-	-	-
Due to others	-	-	-	-	41	-	-
Due to other funds	290	-	-	-	-	-	-
Total liabilities	1,813	-	-	-	41	-	-
Deferred Inflows of Resources:							
Unavailable Revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
Fund Balances:							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	3,792	6,857	-	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	7,806	8,268	118	5,582
Unassigned	-	-	-	-	-	-	-
Total fund balance	-	3,792	6,857	7,806	8,268	118	5,582
Total liabilities and fund balance	$ 1,813	$ 3,792	$ 6,857	$ 7,806	$ 8,309	$ 118	$ 5,582

CITY OF ALMA, GEORGIA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

	Special Revenue					
	EIP Loan Fund	UDGA Loan Fund	Innovative Training	Bacon Theatre	SPLOST 2005	Total Other Governmental Funds
Assets						
Cash and cash equivalents	$ 186,673	$ 145,833	$ 79,299	$ 5,381	$ -	$ 449,650
Accounts receivable	-	-	-	-	-	1,813
Accrued Interest	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Investments	-	76,751	-	-	-	76,751
Notes receivable	506,120	406,755	-	-	-	912,875
Total assets	$ 692,793	$ 629,339	$ 79,299	$ 5,381	$ -	$ 1,441,089
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ 1,523
Sales Tax Payable	-	-	-	483	-	483
Due to others	-	-	-	-	-	41
Due to other funds	-	-	-	-	-	290
Total liabilities	-	-	-	483	-	2,337
Deferred Inflows of Resources:						
Unavailable Revenue	222,064	-	-	-	-	222,064
Total deferred inflows of resources	222,064	-	-	-	-	222,064
Fund Balances:						
Nonspendable	-	-	-	-	-	-
Restricted	470,729	629,339	-	-	-	1,110,717
Committed	-	-	-	-	-	-
Assigned	-	-	79,299	4,898	-	105,971
Unassigned	-	-	-	-	-	-
Total fund balance	470,729	629,339	79,299	4,898	-	1,216,688
Total liabilities and fund balance	$ 692,793	$ 629,339	$ 79,299	$ 5,381	$ -	$ 1,441,089

CITY OF ALMA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Special Revenue						
	Hotel/Motel Tax	USDA Grant	DCA Grants	Your Hometown	Police Dept SI	Police Community Fund	Alma Bacon County Legislative Cookout
Revenues:							
Grants	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Investment income	-	-	-	-	-	-	-
Fines and forfeiture	-	-	-	-	10,444	-	-
Miscellaneous	24,850	-	-	-	-	-	20,300
Total Revenues	24,850	-	-	-	10,444	-	20,300
Expenditures:							
Current:							
Public safety	-	-	-	-	26,553	368	-
Public works	-	-	-	-	-	-	-
Development	20,874	-	-	-	-	-	-
Administration	-	-	-	-	-	-	70
Capital Outlay	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	18,363
Total Expenditures	20,874	-	-	-	26,553	368	18,433
Excess (deficiency) of revenues over expenditures	3,976	-	-	-	(16,109)	(368)	1,867
Other financing sources (uses):							
Debt proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(3,976)	-	-	-	-	-	
Total other financing sources (uses)	(3,976)	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	-	(16,109)	(368)	1,867
Fund balances at beginning of year	-	3,792	6,857	7,806	24,377	486	3,715
Prior Period Adjustment	-	-	-	-	-	-	-
Fund balances at end of year	$ -	$ 3,792	$ 6,857	$ 7,806	$ 8,268	$ 118	$ 5,582

CITY OF ALMA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Special Revenue					
	EIP Loan Fund	UDGA Loan Fund	Innovative Training	Bacon Theatre	SPLOST 2005	Total Other Governmental Funds
Revenues:						
Grants	$ -	$ -	$ -	$ -	$ -	-
Investment income	19,546	15,308	-	-	-	34,854
Fines and forfeiture	-	-	-	-	-	10,444
Miscellaneous	15,240	-	-	78,302	-	138,692
Total Revenues	34,786	15,308	-	78,302	-	183,990
Expenditures:						
Current:						
Public safety	-	-	-	-	-	26,921
Public works	-	-	-	-	25,815	25,815
Development	-	-	-	85,048	-	105,922
Administration	-	-	-	-	-	70
Capital Outlay	-	-	-	-	152,919	152,919
Other	-	-	-	-	-	18,363
Total Expenditures	-	-	-	85,048	178,734	330,010
Excess (deficiency) of revenues over expenditures	34,786	15,308	-	(6,746)	(178,734)	(146,020)
Other financing sources (uses):						
Debt proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(3,976)
Total other financing sources (uses)	-	-	-	-	-	(3,976)
Excess (deficiency) of revenues and other sources over expenditures and other uses	34,786	15,308	-	(6,746)	(178,734)	(149,996)
Fund balances at beginning of year	435,943	614,031	79,299	11,644	178,734	1,366,684
Prior Period Adjustment	-	-	-	-	-	-
Fund balances at end of year	$ 470,729	$ 629,339	$ 79,299	$ 4,898	$ -	$ 1,216,688

CITY OF ALMA, GEORGIA
HOTEL/MOTEL TAX
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Grants	$ -	$ -	$ -
Investment Income	-	-	-
Fines and forfeiture	-	-	-
Miscellaneous	26,000	24,850	(1,150)
Total Revenues	26,000	24,850	(1,150)
Expenditures			
Current:	-	-	-
Public safety	-	-	-
Public works	-	-	-
Development	22,000	20,874	(1,126)
Administration	-	-	-
Capital Outlay	-	-	-
Other	-	-	-
Bad Debts	-	-	-
Total Expenditures	22,000	20,874	(1,126)
Excess (deficiency) of revenues over expenditures	4,000	3,976	(24)
Other financing sources (uses)			
Debt proceeds	-	-	-
Transfers in	-	-	-
Transfers out	(4,000)	(3,976)	24
Total other financing sources (uses)	(4,000)	(3,976)	24
Net changes in Fund Balance	$ -	-	$ -
Fund balances at beginning of year		-	
Fund balances at end of year		$ -	

CITY OF ALMA, GEORGIA
POLICE DEPARTMENT SI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Grants	$ -	$ -	$ -
Investment Income	-	-	-
Fines and forfeiture	10,000	10,444	444
Miscellaneous	-	-	-
Total Revenues	10,000	10,444	444
Expenditures			
Current:			
Public safety	5,000	26,553	21,553
Public works	-	-	-
Development	-	-	-
Administration	-	-	-
Capital Outlay	-	-	-
Other	-	-	-
Bad Debts	-	-	-
Total Expenditures	5,000	26,553	21,553
Excess (deficiency) of revenues over expenditures	5,000	(16,109)	(21,109)
Other financing sources (uses)			
Debt proceeds	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in Fund Balance	$ 5,000	(16,109)	$ (21,109)
Fund balances at beginning of year		24,377	
Fund balances at end of year		$ 8,268	

CITY OF ALMA, GEORGIA
POLICE COMMUNITY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Grants	$ -	$ -	$ -
Investment Income	-	-	-
Fines and forfeiture	-	-	-
Miscellaneous	1,000	-	(1,000)
Total Revenues	1,000	-	(1,000)
Expenditures			
Current:			
Public safety	600	368	(232)
Public works	-	-	-
Development	-	-	-
Administration	-	-	-
Capital Outlay	-	-	-
Other	-	-	-
Bad Debts	-	-	-
Total Expenditures	600	368	(232)
Excess (deficiency) of revenues over expenditures	400	(368)	(768)
Other financing sources (uses)			
Debt proceeds	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in Fund Balance	$ 400	(368)	$ (768)
Fund balances at beginning of year		486	
Fund balances at end of year		$ 118	

CITY OF ALMA, GEORGIA
ALMA BACON COUNTY LEGISLATIVE COOKOUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Grants	$ -	$ -	$ -
Investment Income	-	-	-
Fines and forfeiture	-	-	-
Miscellaneous	15,000	20,300	5,300
Total Revenues	15,000	20,300	5,300
Expenditures			
Current:			
Public safety		-	-
Public works	-	-	-
Development	-	-	-
Administration	50	70	20
Capital Outlay	-	-	-
Other	12,450	18,363	5,913
Bad Debts	-	-	-
Total Expenditures	12,500	18,433	5,933
Excess (deficiency) of revenues over expenditures	2,500	1,867	(633)
Other financing sources (uses)			
Debt proceeds	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in Fund Balance	$ 2,500	1,867	$ (633)
Fund balances at beginning of year		3,715	
Fund balances at end of year		$ 5,582	

CITY OF ALMA, GEORGIA
BACON THEATRE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Grants	$ -	$ -	$ -
Investment Income	-	-	-
Fines and forfeiture	-	-	-
Miscellaneous	88,500	78,302	(10,198)
Total Revenues	88,500	78,302	(10,198)
Expenditures			
Current:			
Public safety	-	-	-
Public works	-	-	-
Development	88,500	85,048	(3,452)
Administration	-	-	-
Capital Outlay	-	-	-
Other	-	-	-
Bad Debts	-	-	-
Total Expenditures	88,500	85,048	(3,452)
Excess (deficiency) of revenues over expenditures	-	(6,746)	(6,746)
Other financing sources (uses)			
Debt proceeds	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in Fund Balance	$ -	(6,746)	$ (6,746)
Fund balances at beginning of year		11,644	
Fund balances at end of year		$ 4,898	

CITY OF ALMA, GEORGIA
SPLOST 2005
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	Capital Project Funds				
	SPLOST 2005				
	Project Length Budget	Current	Prior Years	Total	Variance with Budget Over (Under)
REVENUES					
Intergovernmental	$ 1,145,000	$ -	$ 1,870,245	$ 1,870,245	$ 725,245
Other	-	-	-	-	-
Grant Income	-	-	-	-	-
Interest on Investments	-	-	35,978	35,978	35,978
Total Revenues	1,145,000	-	1,906,223	1,906,223	761,223
EXPENDITURES					
Administration	-	-	7,949	7,949	(7,949)
Corrections	-	-	2,500	2,500	(2,500)
Police	-	-	70,422	70,422	(70,422)
Fire	-	-	17,262	17,262	(17,262)
Public Works	-	25,815	54,080	79,895	(79,895)
Community Plans and Development	-	-	4,500	4,500	(4,500)
Capital Outlay	1,145,000	152,919	1,222,180	1,375,099	(230,099)
Total Expenditures	1,145,000	178,734	1,378,893	1,557,627	(412,627)
Excess (Deficiency) of Revenues over Expenditures	-	(178,734)	527,330	348,596	348,596
Other Financing Sources (Uses)					
Transfers In	-	-	62,000	62,000	62,000
Transfers Out	-	-	(410,596)	(410,596)	(410,596)
Other	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	-	(178,734)	178,734	-	-
Fund Balance - Beginning of Year	-	178,734	-	-	-
Fund Balance - End of Year	$ -	$ -	$ 178,734	$ -	$ -

OTHER INFORMATION

CITY OF ALMA, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
JUNE 30, 2017

SPLOST Fund 2005					
Project	Original Estimated Cost	Current Estimated Cost	Prior Year Expenditures	Current Year Expenditures	Total Expenditures
Equipment-Police Dept	$ 225,000	$ 225,000	$ 337,306	$ -	$ 337,306
Paving, Resurfacing & Street Equipment	350,000	350,000	407,934	25,815	433,749
Public Works Equipment	250,000	250,000	699,497	152,919	852,416
Mosquito Sprayer and Truck	40,000	40,000	-	-	-
Fire Truck and Equipment	180,000	180,000	265,389	-	265,389
City Hall - Equipment	100,000	100,000	79,362	-	79,362
Total	$ 1,145,000	$ 1,145,000	$ 1,789,488	$ 178,734	$ 1,968,222

SPLOST Fund 2012					
Project	Original Estimated Cost	Current Estimated Cost	Prior Year Expenditures	Current Year Expenditures	Total Expenditures
City Administration & Equipment	$ 90,000	$ 50,000	$ 70	$ 10,201	$ 10,271
Public Works Department & Equipment	225,000	200,000	203,218	192,810	396,028
Police Department & Equipment	200,000	200,000	129,096	59,702	188,798
Resurfacing, Paving, & Equipment	300,000	250,000	2,803	108,092	110,895
Code Enforcement & Equipment	30,000	30,000	29,945	2,286	32,231
Fire Department & Equipment	115,000	230,000	103,813	7,972	111,785
Total	$ 960,000	$ 960,000	$ 468,945	$ 381,063	$ 850,008

REPORTS REQUIRED BY GOVERNMENTAL AUDITING STANDARDS

Reporting on Compliance and on Internal controls over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

James A. Beal IV, CPA, CFP®
Debra C. Yonz, CPA
James S. Rivers III, CPA, CFP®
Larry G. Taylor, CPA

BYRT CPAs, LLC
Certified Public Accountants

byrt@byrt.com

1 BYRT Way
Alma, GA 31510
Phone: 912-632-7171
Fax: 912-632-6663

722 S. Main Street
Baxley, GA 31513
Phone: 912-367-9888
Fax: 912-367-0116

105 East Dame Avenue
Homerville, GA 31634
Phone: 912-487-5414
Fax: 912-487-5314

102 Lee Avenue
Waycross, GA 31501
Phone: 912-283-8889
Fax: 912-283-1971

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 Board of Commissioners
City of Alma, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Alma, Georgia, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise City of Alma, Georgia's basic financial statements, and have issued our report thereon dated January 30, 2018.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Alma, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that were reported to management of City of Alma, Georgia, in a separate letter dated January 30, 2018.

Purpose of this Report

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

Respectfully submitted,

BYRT CPAs, LLC

BYRT CPAs, LLC
Waycross, Georgia
January 30, 2018