

CITY OF BRUNSWICK, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2015

Prepared by:
Finance Department

City of Brunswick, Georgia
Comprehensive Annual Financial Report
For the Year Ended June 30, 2015

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INTRODUCTORY SECTION

CITY OF BRUNSWICK

601 Gloucester Street * Post Office Box 550 * Brunswick * Georgia * 31520-0550 * (912) 267-5500 * Fax (912) 267-5549

Cornell L. Harvey, Mayor
Vincent T. Williams, Mayor Pro Tem
John A. Cason III, Commissioner
Felicia M. Harris, Commissioner
Julie T. Martin, Commissioner

City Attorney
Nathan T. Williams

City Manager
James D. Drumm

May 13, 2016

THE HONORABLE MAYOR AND CITY COMMISSIONERS
CITY OF BRUNSWICK
BRUNSWICK, GEORGIA

The Comprehensive Annual Financial Report of the City of Brunswick, Georgia, for the Fiscal Year ended June 30, 2015, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects. The enclosed data is reported in a manner designed to present fairly the financial position and results of operation for the government. We believe all disclosures necessary to enable the reader to gain an understanding of the government's financial activities have been included.

This report is presented in six (6) sections – Introductory, Financial, Additional Schedules, Statistical, Compliance and Single Audit.

The Introductory Section includes this letter of transmittal, a list of principal officials, a brief history of Brunswick and the City's Organization Chart.

Management's Discussion and Analysis includes summarized financial information about the City, analysis of the past year's operations of general government and major enterprise activities, and overview of the City's current and future economic picture, as well as its major initiatives and financial accomplishments for the year.

The Basic Financial Statements include Government-Wide Financial Statements and Fund Financial Statements. The Government-Wide Financial Statements present an overview of the City's entire financial operations. Fund Financial Statements present financial data of each of the separate funds of the City. Schedules provide certain other information summarized in the Financial Statements. The notes are an integral part of the Financial Statements and provide additional information, which is essential to an accurate understanding of the government's financial condition.

The City is required to undergo a single audit by the U.S. Office of Management and Budget Circular A-133. Information related to this single audit, including the schedule of expenditures of Federal awards, findings and recommendations, and audit reports on the internal control structure, and compliance with applicable laws and regulations, is included in the single audit section of this report. The Statistical Section includes selected financial information, generally presented on a multi-year basis.

CITY OF BRUNSWICK, GEORGIA GOVERNMENT

Brunswick became the County Seat of Glynn County on February 3, 1797 and was officially chartered as a town in 1836. The City has approximately 17.07 square miles of land area and 8.18 square miles of water area. The population is estimated to be 15,903 in 2014. The City has been a Port of Entry since 1789.

The City provides a full range of services for its citizens. The governing authority of the City is composed of an elected Mayor and four commissioners, all serving on a part-time basis. An appointed City Manager directs the daily operations of the City. Additional information about the current activities of the City can be obtained at the City's website, www.cityofbrunswickga.org.

This report includes all the funds of the City of Brunswick, Georgia (the primary government) and its component unit, the Downtown Development Authority. Additional information about the City as a reporting entity is provided in the Notes to the Basic Financial Statements.

ECONOMIC OUTLOOK

Although the fiscal climate for Georgia has somewhat improved since the past recession the outlook for Brunswick and Glynn County in the coming year remains cautious. Employment in the Brunswick MSA (Metropolitan Service Area) is expected to modestly increase by 1-2 % which will generate modest increases in retail spending, hence increasing Local Option Sales Tax revenue. The LOST revenue for the current fiscal year is anticipated to remain steady as this last year was the last year that a scheduled reduction was implemented.

The housing market within the local area has witnessed an increase in activity over the past 12 months with a significant reduction of marketable properties. However, looking forward to 2016, Brunswick will see only marginal growth in the taxable value of both residential and commercial property. This will be reflected in relatively little growth in the local tax digest for Brunswick. Ad Valorem taxes represent twenty five percent of the annual General Fund revenue budget.

MAJOR INITIATIVES

A five year downtrend in General Fund revenue was halted in the 2014 fiscal year with overall revenues being substantially the same as the 2013 fiscal year. Careful overall spending including critical evaluation of key spending accounts, privatization of sanitation services, and delayed hiring for vacant positions has allowed the City of Brunswick to maintain a fund balance sufficient to accommodate a cyclical cash flow without having to participate in a Tax Anticipation Note in the 2014 and 2015 fiscal year.

With the use of Special Local Option Sales Tax revenues, the City has been successful in achieving substantial improvements in infrastructure as well as major upgrades to recreational facilities and City buildings. SPLOST revenue cash balances will be depleted in the 2017 fiscal year. The City and the County will also explore a new SPLOST initiative to go before voters in November 2016. This potential revenue stream will provide funding for much needed infrastructure improvements and emergency response equipment. Not knowing the preference of voters at this time, the City will continue to explore others revenue sources (i.e. implementation of a stormwater utility fee and/or fire assessment fee) for service and infrastructure needs. In addition, Community Development Block Grant (CDBG) Entitlement funds will be applied to continue upgrades.

The City will work to improve the value of our Tax Digest in the 2016 and 2017 fiscal years. Our goals include redevelopment of non-productive properties and the establishment of a Land Bank Authority. The City plans to implement the newly adopted Redevelopment Powers, maximize annexation potential, and implement recently approved City-wide Enterprise zones. Resurgence in economic redevelopment initiatives will play an important role in improving the value of Tax Digest.

FINANCIAL INFORMATION

Management of the government is responsible for establishing and maintaining the internal control structure designed to ensure that the assets of the government are protected from loss, theft, or misuse, and to ensure financial statement presentation in accordance with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control structure should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit – As a recipient of Federal and State financial assistance, the government also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. These internal controls are subject to periodic evaluation by management and staff of the government.

As a part of the government's single audit, described earlier, internal controls are tested, including those controls related to Federal financial assistance programs, as well as to determine that the government has complied with applicable laws and regulations. The results of the government's single audit for the current year ended June 30, 2015 noted no instances of material weaknesses in the internal controls.

Budgeting Controls – In addition, the government maintains Budgetary Controls. The objective of these Budgetary Controls is to ensure compliance with legal provisions embodied in the Annual Appropriated Budget approved by the

government's governing body. Activities of the General Fund and certain special Revenue Funds are included in the Annual Appropriated Budget. The level of Budgetary Control (that is the level at which expenditures cannot legally exceed the appropriated amount) is established by department within an individual fund.

OTHER INFORMATION

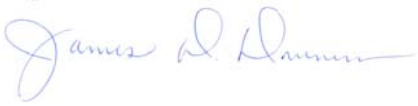
Independent Audit – State statutes require an annual audit by an independent Certified Public Accountant. The accounting firm of Fowler, Holley, Rambo & Stalvey, P.C. was selected by the Government's Board of Commissioners. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. The auditor's report and financial statements are included in the Financial Section of this report. The audit reports related to Government Auditing Standards and the single audit are included in the Single Audit Section.

Awards – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Brunswick, Georgia for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the first year the City of Brunswick, Georgia has ever received this prestigious reward. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements – I wish to express my appreciation to everyone who contributed to the preparation of this report. This report is intended to provide full disclosure of the financial affairs of the City of Brunswick, Georgia.

Respectfully submitted,



James D. Drumm, ICMA-CM
City Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Brunswick

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

City of Brunswick, Georgia
Principal Officials

Mayor ..... ***Cornell L. Harvey***

Mayor Pro-Tem ..... ***Vincent T. Williams***

City Commissioner ..... ***John A. Cason, III***

City Commissioner ..... ***Felicia M. Harris***

City Commissioner ..... ***Julie T. Martin***

City Manager ..... ***James D. Drumm***

City Clerk ..... ***Naomi D. Atkinson***

City Attorney ..... ***Williams Litigation Group (Nathan Williams)***

Municipal Court Judge ..... ***Christopher J. O'Donnell***

City Auditor ..... ***Fowler, Holley, Rambo & Stalvey, P.C.***
Certified Public Accountants

Finance Director ..... ***Kathy D. Mills, CPA***

City Engineer ..... ***J. Garrow Alberson***

Fire Chief ..... ***Randy D. Mobley***

Police Chief ..... ***Kevin M. Jones***

HISTORY OF BRUNSWICK

Around 1740, Mark Carr laid claim to one thousand acres of land in Spanish territory along what is now known as the Turtle River. Carr's plantation became known as Plug Point. It lay between what is modern day Dartmouth Street and First Avenue.

As first envisioned, Brunswick was to lie in a roughly triangular tract, some 383 1/2 acres, bounded on the north by "F" Street, on the east by Cochran Avenue, and on the south by First Avenue. The western border was the river.

Brunswick, in northern Germany, was the seat of the House of Hanover, of which King George II of England was a member. Brunswick was thus named in honor of George II, as was Hanover Square. Other streets and squares of the town were named after other members of the Royal Family and prominent Englishmen of the time.

Building lots were laid out, to be granted on June 30, 1772. Petitioners for lots were bound to build a "Good and Sufficient House".

The American Revolution nearly wiped out the town, which theretofore was having no great success. Most citizens were Torys, considering themselves loyal Englishmen, and fled to England and Canada. Little fighting occurred in the area.

In 1778, the war being over, the General Assembly of Georgia passed an act creating a Board of Commissioners to survey and sell lots of land in the township, the proceeds to go toward founding an Academy. A commons surrounding the City was founded and leases granted toward funding the school. The present limits of the town included all the land once known as Commons.

On February 3, 1797, the County Seat was officially moved to Brunswick from Frederica. Part of the Commons was sold to build a courthouse and a jail. Half of the funds again went to the Academy.

In 1789, Brunswick was made a Port of Entry and the tall ships began to arrive. The years from 1834 to 1839 were ones of prosperity and growth. In 1835, the General Assembly authorized the sale of yet more Commons, all the area known as New Town being north of "F" Street and east of Wolfe Street. In 1836, the town was officially chartered. Around 1839, a decline began. Sadly, the town returned its charter to the state. Only 400 people remained.

In the 1850's another boom began. Brunswick was officially reincorporated on February 22, 1856. Rumors of war began to circulate. The Civil War was hard on Georgia. The town was blockaded. Most citizens fled and lastly, the City was ordered to evacuate. Most people fled to Wayne and Ware Counties.

In 1865, the war was over and Brunswick began to thrive again. In 1874, Sidney Lanier, seriously ill, visited the town. Lying under the beautiful oaks, he penned his poem "The Marshes of Glynn".

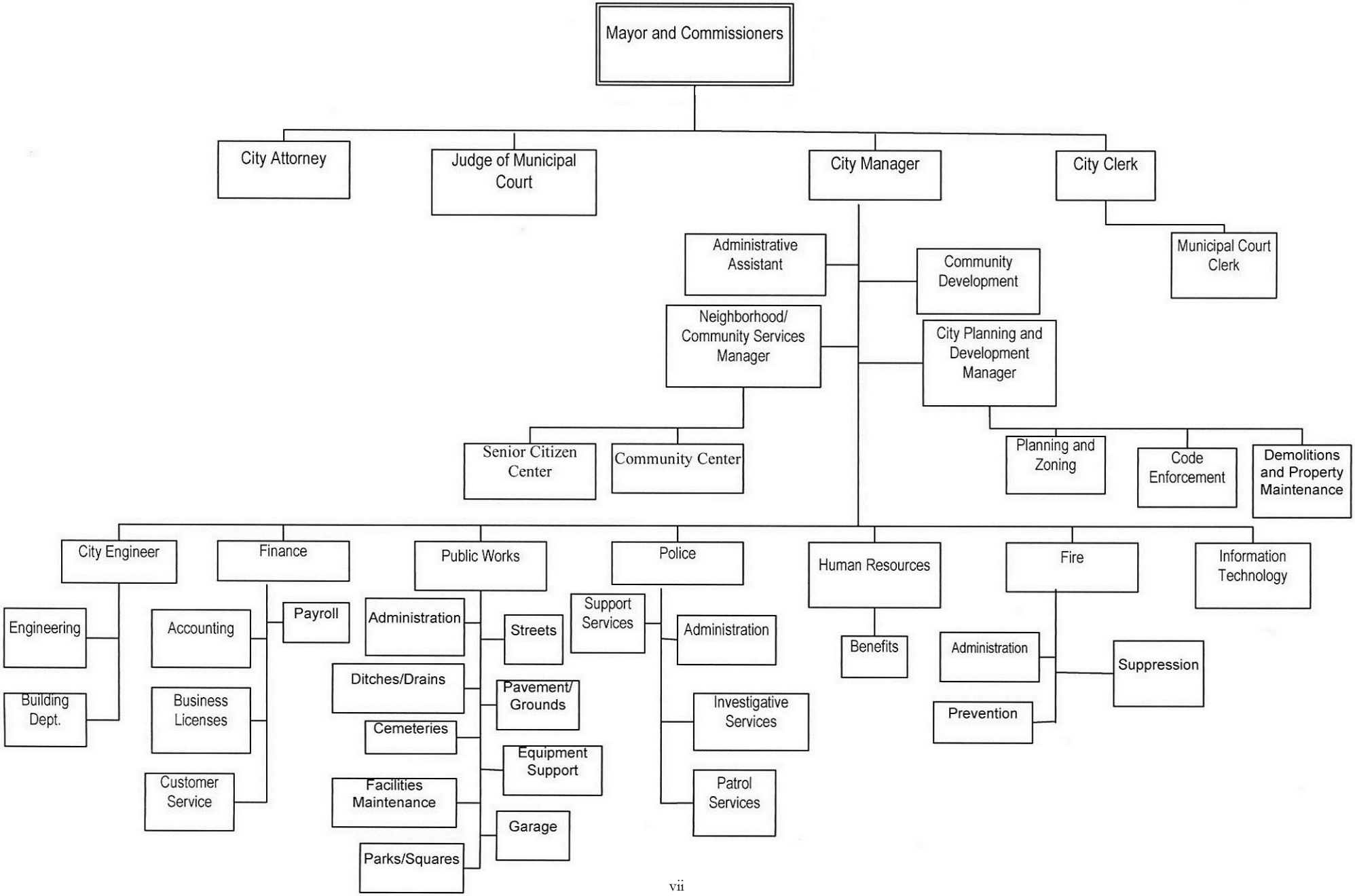
In 1876, yellow fever struck. The town struggled, fully recovering by 1878. It now boasted two railroads, a fine harbor and a population of 3,000.

During the 1880's, the population tripled. Stores, seafood, and lumber interests began to make the waterfront buzz with activity. But in 1893, the dreaded yellow fever struck again.

Brunswick, down but far from out, recovered quickly. In 1900, a beautiful new Post Office was built. It now serves as the "New" City Hall". In 1907, a magnificent new Court House with its sweeping lawns was constructed, and in 1911, by act of the General Assembly of Georgia, all persons holding leases to "Town Commons" lots were granted title in fee simple to those lots. World War I and II brought yet more prosperity as shipyard population poured in.

Brunswick continues to build into the new century, looking forward to the future with proud hopes and grand dreams. Problems exist, but solutions will be found and the City will go on through crisis and turmoil into the future.

CITY OF BRUNSWICK
ORGANIZATIONAL CHART



FINANCIAL SECTION

FH R&S

Fowler, Holley, Rambo & Stalvey, P.C.

CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Curtis G. Fowler, CPA, PFS, CFP® • Carlton W. Holley, CPA • C. Wayne Rambo, CPA, CVA • Richard A. Stalvey, CPA

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Commissioners
City of Brunswick, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund and the aggregate remaining fund information of City of Brunswick, Georgia, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Brunswick, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Brunswick, Georgia, as of June 30, 2015, 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.

Emphasis of Matter – Change in Accounting Principle

As described in Note 1T to the financial statements, in Fiscal Year 2015, the City of Brunswick, Georgia adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* as well as Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Our opinions are not modified with respect to this matter.

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, schedule of changes in the City's net pension liability and related ratios, schedule of City contributions and schedule of investment returns for the defined benefit plan on pages 4 through 12 and 54 through 60 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 Brunswick, Georgia's basic financial statements. The introductory section, combining and individual non-major fund financial statements, schedules of revenue, expenditures and changes in fund balance-budget and actual, GAAP budget basis-non-major governmental funds, statistical section, schedule of projects constructed with special sales tax proceeds and annual report of 9-1-1 collections and expenditures are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedules of revenue, expenditures and changes in fund balance-budget and actual, GAAP budget basis-non-major governmental funds, schedule of projects constructed with special sales tax proceeds, annual report of 9-1-1 collections and expenditures and the schedule of expenditures of federal awards (collectively "the supplementary information") 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 supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 13, 2016 on our consideration of the City of Brunswick, 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 City of Brunswick, Georgia's internal control over financial reporting and compliance.

Fowler, Holley, Rambo & Stalvey, P.C.

Fowler, Holley, Rambo & Stalvey, P.C.

Valdosta, Georgia
May 13, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Brunswick, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2015

Introduction

As management of the City of Brunswick, we offer readers of the City of Brunswick's financial statements this narrative overview and analysis of the financial activities of the City of Brunswick for the fiscal year ended June 30, 2015. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the City's financial statements, which follow this narrative.

Financial Highlights

- The assets and deferred outflows of resources of the City of Brunswick exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by $38,474,044 (*net position*).

- The City implemented the Government Accounting Standards Board Statements 67 and 68 (GASB 67 and GASB 68) and has recorded a net pension liability of $7,665,093 and related deferred inflows of $4,338 in the Statement of Net Position. This resulted in a decrease of $7,669,431 in net position from 2014. Using the requirements of GASB 67 to measure the total pension liability utilizing the entry age normal actuarial funding method, the funded ratio is 49.5%.

- The City's overall financial position improved marginally by $82,636 before the above pension adjustment, primarily due to increases in the business-type activities net position.

- As of the close of the current fiscal year, the City of Brunswick's governmental funds reported combined ending fund balances of $4,931,037 with a net change (decrease) of ($1,012,411) in fund balance, influenced primarily by capital projects expenditures in the SPLOST V Fund.

- At the end of the current fiscal year, unassigned fund balance for the General Fund was $2,042,155. General Fund expenditures decreased $290,994 over the total general fund expenditures for the previous fiscal year.

- The City of Brunswick's total debt decreased $166,976 or 9.1% during the current fiscal year as the result of payments on capital leases.

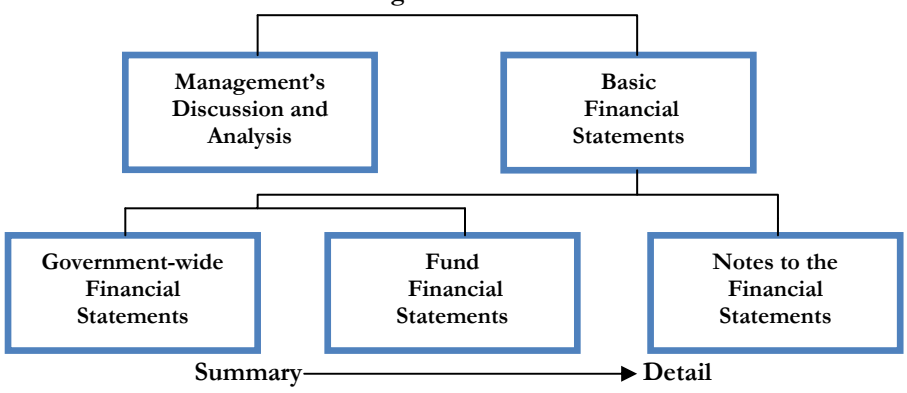
- The Sanitation Fund had an increase in operating revenue of $97,367 or 7.3% from the previous year and an increase in operating expenses of $106,659 or 11.0% from the previous year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to City of Brunswick's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the City through the use of government-wide statements and fund financial statements.

Required Components of the Comprehensive Annual Financial Report

Figure 1



Overview of the Financial Statements (continued)

Basic Financial Statements

The Statement of Net Position and Statement of Activities together comprise the *government-wide financial statements*. They provide both short and long-term information about the City's financial status.

The next statements are *Fund Financial Statements*. These statements focus on the activities of the individual parts of the City's government. These statements provide more detail than the government-wide statements. There are three parts to the *Fund Financial Statements*: 1) the governmental funds statements, 2) the proprietary funds statements, and 3) a fiduciary fund statement.

The next section of the basic financial statements is the *notes*. The *notes to the financial statements* explain in detail some of the data contained in the basic financial statements.

After the notes, *required supplementary information* is provided to show budgetary schedules of the City's major governmental funds and funding information on the fiduciary fund.

Other *supplementary information* is included after the *required supplementary information* and provides combining fund financial statements of the nonmajor special revenue funds and the internal service funds, as well as the budget schedules of the capital project funds, nonmajor special revenue funds and the internal service funds.

Additional schedules are included after the *supplementary information* to provide information on the City's projects constructed with SPLOST proceeds.

An unaudited *statistical section* follows the *additional schedules.*

Compliance information follows the *statistical section.*

The last section of this report is the *Single Audit Section*.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the City's finances; similar in format to the financial statements of a private-sector business. The government-wide statements provide short and long-term information about the City's financial status as a whole.

The two government-wide statements report the City's net position and how it has changed. Net position is the difference between the City's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources. Measuring net position is one way to gauge the City's financial condition.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) the component unit. The governmental activities include most of the City's basic services such as judicial, public safety, public works, community development, culture and recreation, and general administration. Taxes, licenses, fines, charges for services, and intergovernmental and grant revenues finance most of these activities. The business-type activities are those that the City charges customers to provide. These waste pick-up, recycling, and disposal services offered by the City of Brunswick. The final category is the component unit the Downtown Development Authority. Although legally separate from the City, the Downtown Development Authority is important to the City. The City exercises control over the Board by appointing its members.

Fund Financial Statements

The fund financial statements (see Figure 1) provide a more detailed look at the City's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Brunswick, like all other governmental entities in Georgia, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the City's

Overview of the Financial Statements (continued)

Fund Financial Statements (continued)

budget ordinance. All of the funds of City of Brunswick can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the City's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the City's programs.

The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Proprietary Funds – City of Brunswick has two different kinds of proprietary funds. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. City of Brunswick uses enterprise funds to account for its waste disposal (sanitation) activity. These funds are the same as those functions shown in the business-type activities in the Statement of Net Position and the Statement of Activities. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the functions of City of Brunswick. The City uses internal service funds to account for two activities – group health and workers' compensation. Because these operations benefit predominantly governmental rather than business-type activities, the internal service funds have been included within the governmental activities in the government-wide financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. City of Brunswick has one fiduciary fund, The City of Brunswick Defined Benefit Plan Trust.

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.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary including budgetary comparison schedules of the major governmental funds and the City of Brunswick's progress in funding its obligation to provide pension benefits to its employees.

Interdependence with Other Entities – The City depends on financial resources flowing from, or associated with, both the Federal Government and the State of Georgia. Because of this dependency, the City is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations. It is also subject to changes in investment earnings and asset values associated with U.S. Treasury Securities because of actions by foreign government and other holders of publicly held U.S. Treasury Securities.

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Government-Wide Financial Analysis

City of Brunswick's Net Position

Figure 2

	Governmental Activities		Business-Type Activities		Total	
	2015	(Restated) 2014	2015	2014	2015	(Restated) 2014
ASSETS						
Cash, Investments & Receivables	$ 9,788,804	$ 10,253,807	$ 1,266,491	$ 977,221	$ 11,055,295	$ 11,231,028
Capital Assets	40,530,673	39,861,952	67,252	83,294	40,597,925	39,945,246
Prepaid items and other	26,082	273,120	-	-	26,082	273,120
Total Assets	$ 50,345,559	$ 50,388,879	$ 1,333,743	$ 1,060,515	$ 51,679,302	$ 51,449,394
LIABILITIES						
Current Liabilities	3,548,974	$ 2,788,771	$ 708,843	$ 957,383	$ 4,257,817	$ 3,746,154
Long-term Liabilities	8,936,453	9,305,482	6,650	6,350	8,943,103	9,311,832
Total Liabilities	12,485,427	12,094,253	715,493	963,733	13,200,920	13,057,986
DEFERRED INFLOWS OF RESOURCES	4,338	-	-	-	4,338	-
NET POSITION						
Net investment in capital assets	39,499,509	38,732,907	67,252	83,294	39,566,761	38,816,201
Restricted	3,026,890	4,571,818	-	-	3,026,890	4,571,818
Unrestricted	(4,670,605)	(5,010,099)	550,998	13,488	(4,119,607)	(4,996,611)
Total Net Position	$ 37,855,794	$ 38,294,626	$ 618,250	$ 96,782	$ 38,474,044	$ 38,391,408

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of the City of Brunswick exceeded liabilities and deferred inflows by $38,474,044 as of June 30, 2015. The City's net position increased by $82,636 for the fiscal year ended June 30, 2015. The largest portion of the City's net position is $39,566,761 which reflects the City's net investment in capital assets (e.g. land, buildings, infrastructure, and machinery and equipment). The City of Brunswick uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Brunswick's net investment in capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources since the capital assets cannot be used to liquidate these liabilities. An additional portion of the City of Brunswick's net position, $3,026,890, represents resources that are subject to external restrictions on how they may be used. The remaining balance (deficit) of ($4,119,607) is unrestricted.

Several particular aspects of the City's financial operations positively influenced the total unrestricted governmental net position:

- Property tax revenues increased 3.2% due to an improving economy.
- Total expenses for governmental activities decreased 4.7% from the previous fiscal year.
- The net position of the Sanitation Fund increased 538.8% due primarily to the sale of obsolete capital assets. Operating income remained steady compared to the previous year.

Restricted net position decreased 33.8% due primarily to SPLOST expenditures.

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Government-Wide Financial Analysis (continued)

City of Brunswick's Changes in Net Position

Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2015	(Restated) 2014	2015	2014	2015	(Restated) 2014
Program Revenues						
Charges for Services	$ 828,081	$ 1,481,686	$ 1,434,849	$ 1,337,697	$ 2,262,930	$ 2,819,383
Operating Grants and Contributions	930,667	1,313,974	-	-	930,667	1,313,974
Capital Grants and Contributions	82,488	16,186	-	-	82,488	16,186
Total Program Revenues	1,841,236	2,811,846	1,434,849	1,337,697	3,276,085	4,149,543
General Revenues						
Property Taxes Levied for General Purposes	4,906,597	4,750,513	-	-	4,906,597	4,750,513
Franchise Taxes	1,390,492	1,340,636	-	-	1,390,492	1,340,636
Hotel/Motel Tax	9,110	8,328	-	-	9,110	8,328
Local Option Sales Tax	5,614,749	5,771,626	-	-	5,614,749	5,771,626
Selective Sales and Use Tax	1,391,815	1,348,392	-	-	1,391,815	1,348,392
Unrestricted Investment Earnings	8,477	15,830	109	-	8,586	15,830
Miscellaneous	11,943	51,149	215	-	12,158	51,149
Sale of Property (non-capital)	78,790	120,620	202,344	652	281,134	121,272
Total General Revenues	13,411,973	13,407,094	202,668	652	13,614,641	13,407,746
Total Revenues	15,253,209	16,218,940	1,637,517	1,338,349	16,890,726	17,557,289
Expenses						
General Government	(2,915,379)	(3,184,920)	-	-	(2,915,379)	(3,184,920)
Judicial	(276,251)	(285,832)	-	-	(276,251)	(285,832)
Public Safety	(7,938,713)	(8,091,480)	-	-	(7,938,713)	(8,091,480)
Public Works	(2,610,716)	(2,701,352)	-	-	(2,610,716)	(2,701,352)
Culture & Recreation	(849,247)	(785,803)	-	-	(849,247)	(785,803)
Cemetery	(241,942)	(221,183)	-	-	(241,942)	(221,183)
Community Development	(748,840)	(1,063,830)	-	-	(748,840)	(1,063,830)
Economic Development - Component Unit	(107,075)	(70,326)	-	-	(107,075)	(70,326)
Debt Service	(45,702)	(69,569)	-	-	(45,702)	(69,569)
Sanitation	-	-	(1,074,225)	(967,565)	(1,074,225)	(967,565)
Total Expenses	(15,733,865)	(16,474,295)	(1,074,225)	(967,565)	(16,808,090)	(17,441,860)
Excess (Deficiency)	(480,656)	(255,355)	563,292	370,784	82,636	115,429
Transfers in (out)	41,824	-	(41,824)	-	-	-
Total	41,824	-	(41,824)	-	-	-
Change in Net Position	(438,832)	(255,355)	521,468	370,784	82,636	115,429
Net Position, Beginning of Year, as restated	38,294,626	38,549,981	96,782	(274,002)	38,391,408	38,275,979
Net Position, End of Year	$ 37,855,794	$ 38,294,626	$ 618,250	$ 96,782	$ 38,474,044	$ 38,391,408

Governmental activities

Governmental activities in the current year reduced the City's net position by ($438,832). Key net elements of the activity are as follows:

- Although property taxes increased as mentioned earlier, overall total taxes remained steady.
- SPLOST collections in the current year were minimal.
- Total operating grant income decreased 50.8% from the previous year primarily due to a decrease in CDBG grant income.

Governmental activities (continued)

- Total governmental revenues decreased 5.9% from the previous year.
- Total governmental expenses decreased 4.5% from the previous year.

Business-type activities

Business-type activities increased the City of Brunswick's net position by $521,468. The key element of this increase was the proceeds from the sale of old unused sanitation equipment for $202,344.

Financial Analysis of the City's Funds

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

Major Governmental Funds

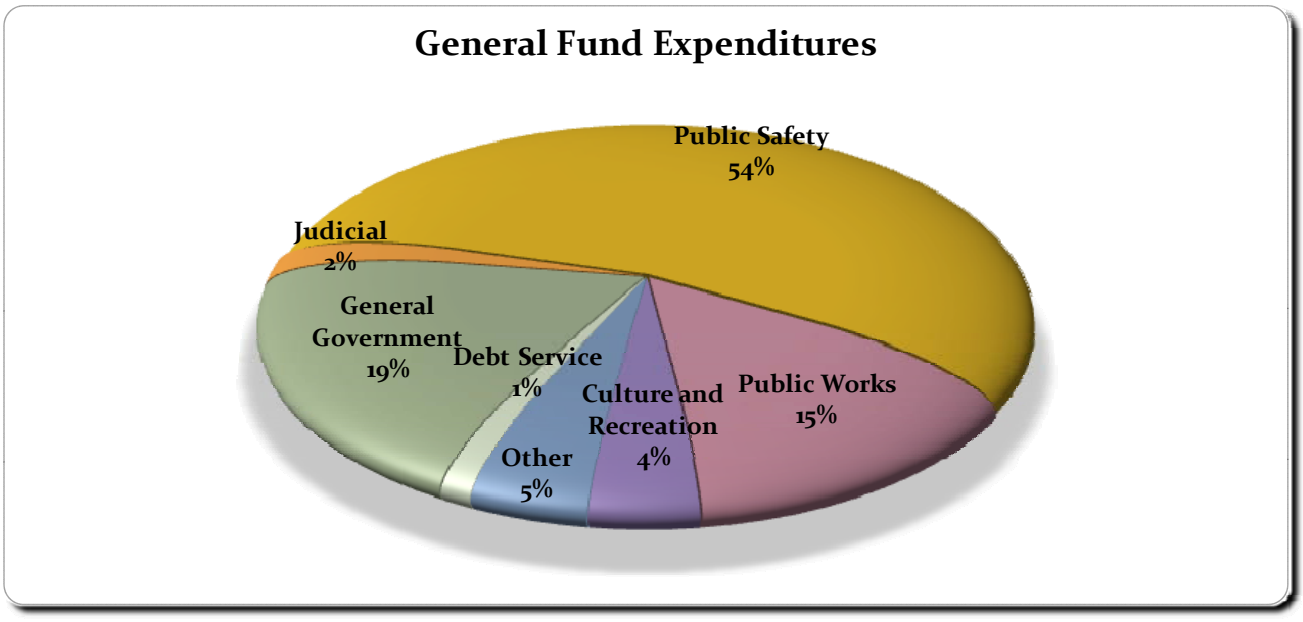
General Fund

The General Fund is the main operating fund for the City and accounts for all financial resources not restricted by federal and state laws, local ordinances, or other outside restrictions. At the end of the current fiscal year, total assets were $5,974,816, total liabilities were $2,968,231 and deferred inflow of resources (property taxes) were $940,598. The ending fund balance in the General Fund was $2,065,987, of which $23,832 was nonspendable and $2,042,155 was unassigned.

During the current fiscal year, the total revenues and other financing sources in the General Fund were $15,008,234 and the total expenditures and other financing uses in the General Fund were $14,471,850. 89.6% of total General Fund revenues come from taxes of which 42.0% is from sales tax and 58.0% is from property taxes, franchise taxes and other taxes. 53.8% of the General Fund expenditures (including capital outlay) are expended for public safety purposes.

The fund balance in the General Fund increased $536,384 in the current fiscal year due primarily to an increase in overall revenue and a decrease in overall expenditures.

The percentages (rounded) of General Fund expenditures for the various functions are illustrated in the graph below:



Financial Analysis of the City's Funds (continued)

Other Major Governmental Funds

The fund balance for the Community Development Fund decreased from $626,673 to $411,685 due primarily to a decrease in overall grant income. The fund received $278,143 in grant income and had expenditures of $554,111 during the current year.

The fund balance in the SPLOST V capital projects fund decreased from $3,888,534 to $2,514,136 due primarily to expenditures on SPLOST V projects. Tax collections totaled $17,026 and expenditures totaled $1,599,422. Certain projects are still under construction, and, as a result, the expenditures are much greater than the tax collected during the year. The projects are paid for from cash deposits on hand in the fund bank account.

There are no significant restrictions, commitments, or other limitations of fund resources in all the governmental funds that could affect availability for future use.

Major Proprietary Funds

The Water/Wastewater Fund

The Water/Wastewater Fund had no activity during the year. Technically, the Water/Wastewater Fund is defunct as the operation of the fund as well as the assets and liabilities were transferred to the Brunswick-Glynn County Joint Water & Sewer Commission in prior years. The Water/wastewater Fund is still presented as a *major fund* in the proprietary fund statements because it has not been officially closed.

The Sanitation Fund

The Sanitation Fund is used to account for the waste collection, recycling and disposal services provided to customers in the city limits under the contract with Waste Management of Georgia, Inc. Total assets in the Sanitation Fund at the end of the current fiscal year were $1,343,552, total liabilities were $725,302, and net position was $618,250. Unrestricted net position of the Sanitation Fund at the end of the fiscal year was $550,998. The total increase in net position for the Sanitation Fund was $521,468 due primarily to an increase in sanitation fees and the sale of unused sanitation equipment. Operating revenue was $1,435,064 and operating expenses were $1,074,225 resulting in operating income of $360,839 compared to $370,132 in operating income in the previous year.

Fiduciary Fund

Defined Benefit Pension Plan Trust

The City fully implemented *GASB Statement 67, Financial Reporting for Pension Plans* (GASB 67) and *GASB 68, Accounting and Financial Reporting for Pensions* (GASB 68) in 2015. GASB 67 required the use of the entry age normal actuarial valuation method to determine the total pension liability.

The investments (including cash and cash equivalents) held by the City's defined benefit pension plan decreased in fair value by ($181,826). Contributions from the City and its employees totaled $1,135,122 during the year. Other additions to the plan including interest and dividends, gain on security sales, and unrealized appreciation/depreciation on investment totaled $340,666. The Defined Benefit Pension Plan paid $1,634,958 in monthly and lump-sum payments to retirees during the plan year. Net position in the plan decreased by ($246,055) to $8,223,252 due primarily to an increase in benefit payments of $440,930 during the current year from the previous year and the decrease in value of investments.

As mentioned earlier, the City fully implemented the Government Accounting Standards Board Statements 67 and 68 (GASB 67 and GASB 68) and has recorded a net pension liability of $7,665,093 and related deferred inflows of $4,338 in the Statement of Net Position. Using the requirements of GASB 67 to measure the total pension liability utilizing the entry age normal actuarial funding method, the funded ratio is 49.5%.

Budgeting

The City adopts an operating budget annually on the modified accrual basis with revenue estimates and expenditure limits. The modified accrual basis is the City's *budgetary basis* as the Board of Commissioners customarily makes a final budget amendment from the original budget to balance the budget with the audited numbers.

General Fund Comparison of Budget to Actual

	2015			2014		
	Budget	Actual	Variance	Budget	Actual	Variance
REVENUES						
Taxes						
Property taxes	$ 4,969,883	$ 4,969,883	$ -	$ 4,633,705	$ 4,633,705	$ -
Franchise taxes	1,390,492	1,390,492	-	1,340,636	1,340,636	-
Local option sales tax	5,614,749	5,614,749	-	5,771,626	5,771,626	-
Selective sales and use tax	1,391,815	1,391,815	-	1,348,392	1,348,392	-
Licenses	349,719	349,719	-	335,870	335,870	-
Fines	451,071	451,071	-	374,167	374,167	-
Intergovernmental revenues and gratns	262,676	262,676	-	355,274	355,274	-
Charges for Services	373,357	373,357	-	385,966	385,966	-
Rental income	23,429	23,429	-	23,554	23,554	-
Sale of Municipal Property	78,790	78,790	-	120,620	120,620	-
Unrestricted investment earnings	6,465	6,465	-	13,647	13,647	-
Other	20,382	20,382	-	67,640	67,640	-
Total Revenues	14,932,828	14,932,828	-	14,771,097	14,771,097	-
EXPENDITURES						
General Government	2,551,776	2,551,776	-	2,680,557	2,680,557	-
Judicial	278,138	278,138	-	285,832	285,832	-
Public Safety	7,274,229	7,274,229	-	7,292,041	7,292,041	-
Public Works	1,844,784	1,844,784	-	1,991,747	1,991,747	-
Cemetery	224,192	224,192	-	233,001	233,001	-
Building inspection and planning	308,239	308,239	-	281,852	281,852	-
Cultural & Recreation	574,084	574,084	-	566,711	566,711	-
Economic Development	107,075	107,075	-	70,326	70,326	-
Capital Outlay	447,913	447,913	-	401,361	401,361	-
Debt Service	177,165	177,165	-	275,164	275,164	-
Total Expenditures	13,787,595	13,787,595	-	14,078,592	14,078,592	-
Excess of Revenues Over Expenditures	1,145,233	1,145,233	-	692,505	692,505	-
Other Financing Sources (Uses)						
Proceeds from Capital Leases	33,582	33,582	-	247,414	247,414	-
Prior year resources	(536,384)	-	536,384	(549,365)	-	549,365
Transfers (Out)	(684,255)	(684,255)	-	(390,554)	(390,554)	-
Transfers In	41,824	41,824	-	-	-	-
Total Other Financing (Uses)	(1,145,233)	(608,849)	536,384	(692,505)	(143,140)	549,365
Net Change in Fund Balance	-	536,384	$ 536,384	-	549,365	$ 549,365
Fund Balance (deficit), Beginning of Year	(1,164,046)	1,529,603		(1,164,046)	980,238	
Fund Balance (deficit), End of Year	$ (1,164,046)	$ 2,065,987		$ (1,164,046)	$ 1,529,603	

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Capital Asset and Debt Administration

Capital assets. The City of Brunswick's investment in capital assets for its governmental and business - type activities as of June 30, 2015 totaled $40,597,925 (net of accumulated depreciation). These assets included land, land improvements, buildings, equipment and infrastructure.

Major capital asset transactions during the year include the following:

- Spending on capital assets of $2,357,421 including expenditures of $1,599,422 on SPLOST V projects.
- Capital expenditures for public safety equipment and vehicles were $148,848.

City of Brunswick's Capital Assets
(net of depreciation)
Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	$ 3,036,022	$ 3,036,022	$ -	$ -	$ 3,036,022	$ 3,036,022
Land improvements	3,891,891	3,902,301	-	-	3,891,891	3,902,301
Buildings	11,604,404	11,921,040	-	-	11,604,404	11,921,040
Equipment	1,969,164	1,896,076	67,252	83,294	2,036,416	1,979,370
Infrastructure	20,020,133	19,106,513	-	-	20,020,133	19,106,513
Construction in progress	9,059	-	-	-	9,059	-
Total Assets	$ 40,530,673	$ 39,861,952	$ 67,252	$ 83,294	$ 40,597,925	$ 39,945,246

Please see Note 5 in the *notes to the financial statements* for additional information on capital assets.

Long-term Debt. The City of Brunswick's total debt decreased $166,976 or 9.1% during the past fiscal year, as a result of payments on capital lease obligations.

Please see Note 7 in the *notes to the financial statements* for additional information on the City's debt.

STATUS OF THE CITY OF BRUNSWICK ECONOMY

Employment in the area is expected to increase in the 2-3% range. This increase will have a positive effect on retail sales thus providing for a modest increase in local sales tax collections. The activity in the housing market increased during the current year yielding a significant reduction in residential and commercial property. The Tax Digest is likely to have no increase in 2016. The City continues to search for more effective and efficient means of delivering government services to our citizens.

Requests for Information

This report is intended to provide a general overview of the City's finances. Questions concerning the information or requests for additional information should be addressed to:

City of Brunswick
Kathy D. Mills, CPA, Finance Director
P. O. Box 550
Brunswick, GA 31521

BASIC FINANCIAL STATEMENTS

City of Brunswick, Georgia
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS				
Cash and cash equivalents	$ 6,896,900	$ 1,047,022	$ 7,943,922	18,340
Receivables, net of allowances for uncollectibles				
Taxes	1,017,491	-	1,017,491	-
Accounts	626,951	209,660	836,611	-
Intergovernmental	1,247,462	9,809	1,257,271	-
Inventories	-	-	-	5,272
Prepaid items	26,082	-	26,082	-
Capital assets				
Land	3,036,022	-	3,036,022	-
Construction-in-progress	9,059	-	9,059	-
Other capital assets, net of accumulated depreciation	37,485,592	67,252	37,552,844	-
Total Assets	50,345,559	1,333,743	51,679,302	23,612
LIABILITIES				
Accounts payable	951,301	84,212	1,035,513	-
Accrued expenses	186,661	929	187,590	10,461
Unearned revenue	-	380,983	380,983	-
Claims payable	1,143,961	-	1,143,961	-
Due to other governments	156,037	-	156,037	-
Due to fiduciary fund	953,024	5,517	958,541	-
Internal balances	(237,202)	237,202	-	-
Long-term liabilities				
Due within one year:				
Capital leases payable for capital assets	134,685	-	134,685	-
Customer deposits payable	-	6,650	6,650	-
Accrued compensated absences	260,509	-	260,509	-
Due in more than one year:				
Capital leases payable for capital assets	896,479	-	896,479	-
Accrued compensated absences	374,879	-	374,879	-
Net pension liability	7,665,093	-	7,665,093	-
Total Liabilities	12,485,427	715,493	13,200,920	10,461
DEFERRED INFLOW OF RESOURCES				
Deferred inflows related to pensions	4,338	-	4,338	-
NET POSITION				
Net investment in capital assets	39,499,509	67,252	39,566,761	-
Restricted for:				
Community Development	444,378	-	444,378	-
Capital projects	2,514,136	-	2,514,136	-
Public safety	68,376	-	68,376	-
Unrestricted	(4,670,605)	550,998	(4,119,607)	13,151
Total Net Position	$ 37,855,794	$ 618,250	$ 38,474,044	$ 13,151

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Activities
For the Fiscal Year Ended June 30, 2015

		Program Revenues		
	Expenses	Charges For Services and Fines	Operating Grants and Contributions	Capital Grants and Contributions
FUNCTIONS/PROGRAMS				
Primary Government:				
Governmental Activities:				
General government	(2,915,379)	$ 107,902	$ 280,388	$ 82,488
Judicial	(276,251)	451,071	-	-
Public safety	(7,938,713)	40,525	39,080	-
Public works	(2,610,716)	26,529	-	-
Culture and recreation	(849,247)	15,910	-	-
Cemetery	(241,942)	134,750	-	-
Community development	(748,840)	51,394	611,199	-
Economic development-component unit	(107,075)	-	-	-
Interest on long-term debt	(45,702)	-	-	-
Total Governmental Activities	(15,733,865)	828,081	930,667	82,488
Business-type activities				
Sanitation	(1,074,225)	1,434,849	-	-
Total Business-Type Activities	(1,074,225)	1,434,849	-	-
Total primary government	$ (16,808,090)	$ 2,262,930	$ 930,667	$ 82,488
Component Unit				
Downtown Development Authority	$ (138,973)	$ 11,497	$ 117,019	$ 19,000
GENERAL REVENUES				
Taxes:				
Property taxes levied for general purposes				
Franchise taxes				
Hotel/Motel Tax				
Selective sales and use tax				
Local option sales tax				
Unrestricted investment earnings				
Miscellaneous				
Sale of property				
Transfers				
Total General Revenues and transfers				
CHANGE IN NET POSITION				
Net Position, Beginning of Year, as restated (Note 1U)				
Net Position, End of Year				

The notes to the financial statements are an integral part of this statement.

(continued)

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Unit
$ (2,444,601)	$ -	$ (2,444,601)	$ -
174,820	-	174,820	-
(7,859,108)	-	(7,859,108)	-
(2,584,187)	-	(2,584,187)	-
(833,337)	-	(833,337)	-
(107,192)	-	(107,192)	-
(86,247)	-	(86,247)	-
(107,075)	-	(107,075)	-
(45,702)	-	(45,702)	-
(13,892,629)	-	(13,892,629)	-
-	360,624	360,624	-
-	360,624	360,624	-
(13,892,629)	360,624	(13,532,005)	-
			$ 8,543
4,906,597	-	4,906,597	-
1,390,492	-	1,390,492	-
9,110	-	9,110	-
1,391,815	-	1,391,815	-
5,614,749	-	5,614,749	-
8,477	109	8,586	15
11,943	215	12,158	-
78,790	202,344	281,134	-
41,824	(41,824)	-	-
13,453,797	160,844	13,614,641	15
(438,832)	521,468	82,636	8,558
38,294,626	96,782	38,391,408	4,593
$ 37,855,794	$ 618,250	$ 38,474,044	$ 13,151

(concluded)

City of Brunswick, Georgia
Balance Sheet
Governmental Funds
June 30, 2015

	General Fund	Community Development Fund	SPLOST V Fund	Other Governmental Funds	Total Governmental Funds
ASSSETS					
Cash and cash equivalents	$ 2,791,489	$ 587,936	$ 2,575,608	$ 190,414	$ 6,145,447
Receivables, net of allowance for uncollectibles					
Taxes	1,016,006	-	-	1,485	1,017,491
Accounts	382,521	143,919	-	6,582	533,022
Intergovernmental	1,083,099	62,153	66,217	35,993	1,247,462
Prepaid items	23,832	-	-	-	23,832
Due from other funds	677,869	69,696	-	121,574	869,139
Total Assets	$ 5,974,816	$ 863,704	$ 2,641,825	$ 356,048	$ 9,836,393
LIABILITIES					
Liabilities:					
Accounts payable	$ 682,847	$ 110,245	$ 127,689	$ 30,515	$ 951,296
Accrued expenditures	179,208	2,953	-	4,500	186,661
Due to other funds	1,151,427	324,371	-	241,942	1,717,740
Due to other governments	34,463	-	-	121,574	156,037
Due to fiduciary fund	920,286	14,450	-	18,288	953,024
Total Liabilities	2,968,231	452,019	127,689	416,819	3,964,758
DEFERRED INFLOWS OF RESOURCES					
Taxes not available to finance expenditures	940,598	-	-	-	940,598
Total deferred inflow of resources	940,598	-	-	-	940,598
FUND BALANCES					
Nonspendable	23,832	-	-	-	23,832
Restricted for:					
Community Development	-	411,685	-	32,693	444,378
Completion of projects	-	-	2,514,136	-	2,514,136
Public safety	-	-	-	68,376	68,376
Unassigned	2,042,155	-	-	-	2,042,155
Unassigned, reported in nonmajor special revenue funds	-	-	-	(161,840)	(161,840)
Total Fund Balances (Deficit)	2,065,987	411,685	2,514,136	(60,771)	4,931,037
Total Liabilities and Fund Balances	$ 5,974,816	$ 863,704	$ 2,641,825	$ 356,048	$ 9,836,393

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Reconciliation of Governmental Fund Balances
to the Statement of Net Position
June 30, 2015

Total Fund Balances - Governmental Funds		$ 4,931,037
Amounts reported for governmental activities in the statement of net position are different because:		
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds as deferred inflow of resources.		940,598
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds.		
Cost of the assets	80,529,291	
Less accumulated depreciation	(39,998,618)	40,530,673
An internal service fund is used by the City's management to charge the cost of group health and workers' compensation to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.		
Group health fund	825,340	
Workers compensation fund	(35,866)	789,474
Long-term liabilities including net pension liability and related deferred inflows and outflows are not payable in the current period and therefore are not reported as liabilities in the governmental funds.		
Capital leases	(1,031,164)	
Accrued compensated absences	(635,388)	
Net pension liability	(7,665,093)	
Deferred inflows related to pensions	(4,338)	(9,335,983)
Rounding		(5)
Total Net Position - Governmental Activities		$ 37,855,794

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	General Fund	Community Development Fund	SPLOST V Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes:					
Property taxes	$ 4,969,883	$ -	$ -	$ -	$ 4,969,883
Franchise taxes	1,390,492	-	-	-	1,390,492
Local option sales tax	5,614,749	-	-	-	5,614,749
Selective sales and use taxes	1,391,815	-	-	-	1,391,815
Hotel/Motel Taxes	-	-	-	9,110	9,110
Licenses and permits	349,719	-	-	-	349,719
Fines, forfeitures and penalties	451,071	-	-	-	451,071
Intergovernmental revenues	262,676	-	17,026	-	279,702
Grant revenues	-	278,143	65,000	366,136	709,279
Charges for services and assessments	373,357	-	-	51,394	424,751
Unrestricted investment earnings	6,465	1,906	462	16	8,849
Rental income	23,429	-	-	-	23,429
Contributions and donations from private sources	17,712	-	-	6,000	23,712
Sale of property	78,790	-	-	-	78,790
Miscellaneous	2,670	9,274	-	-	11,944
Total Revenues	14,932,828	289,323	82,488	432,656	15,737,295
EXPENDITURES					
General government	2,551,776	-	-	-	2,551,776
Judicial	278,138	-	-	-	278,138
Public safety	7,274,229	-	-	511,447	7,785,676
Public works	1,844,784	-	-	-	1,844,784
Culture and recreation	574,084	-	-	-	574,084
Cemetery	224,192	-	-	-	224,192
Building inspection and planning	308,239	-	-	-	308,239
Community development	-	465,921	-	348,054	813,975
Economic development	107,075	-	-	-	107,075
Debt service:					
Principal	131,463	-	-	-	131,463
Interest	45,702	-	-	-	45,702
Capital outlay					
General government	63,668	-	-	-	63,668
Community Development	-	88,190	-	11,226	99,416
Public safety	148,848	-	-	13,257	162,105
Public works	187,972	-	1,539,322	-	1,727,294
Cemetery	13,005	-	-	-	13,005
Culture and recreation	29,520	-	60,100	-	89,620
Building inspection and planning	4,900	-	-	-	4,900
Total Expenditures	13,787,595	554,111	1,599,422	883,984	16,825,112
Excess (Deficiency) of Revenues Over Expenditures	1,145,233	(264,788)	(1,516,934)	(451,328)	(1,087,817)

(continued)

City of Brunswick, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	General Fund	Community Development Fund	SPLOST V Fund	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES)					
Issuance of capital lease	33,582	-	-	-	33,582
Transfers in	41,824	49,800	142,536	634,455	868,615
Transfers out	(684,255)	-	-	(142,536)	(826,791)
Total Other Financing Sources (Uses)	(608,849)	49,800	142,536	491,919	75,406
Net Change in Fund Balances	536,384	(214,988)	(1,374,398)	40,591	(1,012,411)
Fund Balances (Deficit), Beginning of Year	1,529,603	626,673	3,888,534	(101,362)	5,943,448
Fund Balances (Deficit), End of Year	$ 2,065,987	$ 411,685	$ 2,514,136	$ (60,771)	$ 4,931,037

The notes to the financial statements are an integral part of this statement. **(concluded)**

City of Brunswick, Georgia
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2015

Net Change in Fund Balances - Governmental Funds		$ (1,012,411)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays in governmental funds are reported as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The difference between capital outlays and depreciation expense for the current year is as follows:		
Capital outlays	2,366,480	
Depreciation expense	(1,697,759)	668,721
Long-term debt transactions are other financing sources or expenditures in the governmental funds, but these transactions do not affect the statement of net position. Long-term debt transactions during the current year are as follows:		
Lease obligations repaid, net of proceeds	97,881	97,881
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		
Fiscal Year 2015 ending balance	940,598	
Fiscal Year 2014 ending balance	(1,001,635)	(61,037)
Some items reported in the statement of activities do not require (provide) current financial resources and therefore are not reported as expenditures (reduction in expenditures) in Governmental Funds		
Decrease in compensated absences	69,395	
Decrease in pension expense/net pension liability	223,756	
Increase in deferred inflows related to pension	(4,338)	288,813
An internal service fund is used by the City's management to charge the costs of group health and worker's compensation to the individual funds. The change in net position of the internal service funds is reported with governmental activities.		(420,799)
Change in Net Position-Governmental Activities		$ (438,832)

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Fund Net Position
Proprietary Funds
June 30, 2015

	Enterprise Fund			Internal
	Water/Waste-Water System	Sanitation	Total	Service Funds
ASSETS				
Current assets				
Cash and cash equivalents	$ -	$ 1,047,022	$ 1,047,022	$ 751,453
Accounts receivable, net of allowances for uncollectibles				
Accounts	-	209,660	209,660	-
Claims reimbursement receivable	-	-	-	96,179
Due from other governments	-	9,809	9,809	-
Due from other funds	-	9,809	9,809	1,085,803
Total current assets	-	1,276,300	1,276,300	1,933,435
Non-current assets				
Machinery and equipment	-	1,395,085	1,395,085	-
Less accumulated depreciation	-	(1,327,833)	(1,327,833)	-
Total non-current assets	-	67,252	67,252	-
Total Assets	$ -	$ 1,343,552	$ 1,343,552	$ 1,933,435
LIABILITIES				
Current Liabilities				
Accounts payable	$ -	$ 84,212	84,212	$ -
Accrued expenses	-	929	929	-
Unearned revenue	-	380,983	380,983	-
Due to other funds	-	247,011	247,011	-
Due to Fiduciary Fund	-	5,517	5,517	-
Customer deposits payable	-	6,650	6,650	-
Claims payable	-	-	-	1,143,961
Total Current Liabilities	-	725,302	725,302	1,143,961
Total Liabilities	-	725,302	725,302	1,143,961
NET POSITION				
Investment in capital assets	-	67,252	67,252	-
Unrestricted	-	550,998	550,998	789,474
Total Net Position	$ -	$ 618,250	$ 618,250	$ 789,474

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Enterprise Fund			Internal
	Water/Waste-Water System	Sanitation	Total	Service Funds
OPERATING REVENUES				
Sanitation fees	$ -	$ 1,434,849	$ 1,434,849	$ -
Contributions-employer	-	-	-	1,115,900
Contributions-employees	-	-	-	283,003
Miscellaneous income and reimbursements	-	215	215	159,772
Total Operating Revenues	-	1,435,064	1,435,064	1,558,675
OPERATING EXPENSES				
Personnel services - salaries and wages	-	32,755	32,755	-
Personnel services - employee benefits	-	14,157	14,157	-
Professional/Technical services	-	984,991	984,991	-
Repairs and maintenance	-	4,999	4,999	-
Insurance	-	7,341	7,341	-
Education and training	-	1,317	1,317	-
Contractual and other expenses	-	-	-	315,091
General Supplies	-	465	465	-
Provision for bad debts	-	9,815	9,815	-
Depreciation	-	16,042	16,042	-
Administrative expense	-	2,343	2,343	51
Claims	-	-	-	1,664,421
Total Operating Expenses	-	1,074,225	1,074,225	1,979,563
Operating Income (Loss)	-	360,839	360,839	(420,888)
NON-OPERATING REVENUES (EXPENSES)				
Investment return	-	109	109	89
Sale of equipment (non-capital)	-	202,344	202,344	-
Total Non-Operating Revenues (Expenses)	-	202,453	202,453	89
Income (Loss) Before Transfers	-	563,292	563,292	(420,799)
Transfers in, (out)	-	(41,824)	(41,824)	-
Total Transfers in, (out)	-	(41,824)	(41,824)	-
Changes In Fund Net Position	-	521,468	521,468	(420,799)
Net Position, Beginning of Year	-	96,782	96,782	1,210,273
Net Position, End of Year	$ -	$ 618,250	$ 618,250	$ 789,474

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Enterprise Fund			Internal
	Water/Waste-Water System	Sanitation	Total	Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Sanitation fees	$ -	$ 1,264,635	$ 1,264,635	$ -
Other income	-	215	$ 215	
Employee salaries and benefits	-	(45,982)	(45,982)	-
Payments to suppliers	-	(994,947)	(994,947)	-
Administrative expenses	-	(2,343)	(2,343)	(315,143)
Receipts for services	-	-	-	1,790,414
Payments to other funds	-	(143,448)	(143,448)	-
Payments of claims and expenses	-	-	-	(1,370,672)
Net Cash Provided (Used) by Operating Activities	-	78,130	78,130	104,599
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Sale of equipment	-	202,344	202,344	-
Transfers	-	(41,824)	(41,824)	-
Net Cash Provided (Used) by Non-Capital Financing Activities	-	160,520	160,520	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	109	109	89
Net Cash Provided (Used) by Investing Activities	-	109	109	89
Net Increase (Decrease) in Cash and Cash Equivalents	-	238,759	238,759	104,688
Cash and Cash Equivalents, Beginning of Year	-	808,263	808,263	646,765
Cash and Cash Equivalents, End of Year	$ -	$ 1,047,022	$ 1,047,022	$ 751,453

The notes to the financial statements are an integral part of this statement. **(continued)**

City of Brunswick, Georgia
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Enterprise Fund			Internal
	Water/Waste-Water System	Sanitation	Total	Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	$ -	$ 360,839	$ 360,839	$ (420,888)
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	-	16,042	16,042	-
Change in assets and liabilities:				
(Increase) decrease in assets				
Receivables	-	(50,511)	(50,511)	-
Due from Other Funds	-	(9,809)	(9,809)	-
Claims Reimbursement Receivable	-	-	-	231,739
Increase (decrease) in liabilities				
Accounts Payable	-	4,168	4,168	-
Unearned revenue	-	(100,380)	(100,380)	-
Due to other funds	-	(143,448)	(143,448)	-
Customer deposits		300	300	-
Accrued and other liabilities	-	929	929	293,748
Net Cash Provided (Used) By Operating Activities	$ -	$ 78,130	$ 78,130	$ 104,599
Noncash transactions affecting financial position:	-	-	-	-

The notes to the financial statements are an integral part of this statement. **(concluded)**

City of Brunswick, Georgia
Statement of Fiduciary Net Position
Defined Benefit Pension Plan
June 30, 2015

ASSETS

Cash and cash equivalents	$ 1,195,590
Receivables:	
Contributions - Employer	958,541
Contributions - Employee	4,697
Interest and dividends receivable	22,162
Total Receivables	985,400
Restricted investments, at fair value:	
U.S. Treasury Note, due December 15, 2015	900,563
Domestic fixed income securities	1,089,046
Domestic equities	4,052,653
Total Investments	6,042,262
Total Assets	$ 8,223,252
NET POSITION RESTRICTED FOR PENSIONS	$ 8,223,252

The notes to the financial statements are an integral part of this statement.

City of Brunswick, Georgia
Statement of Changes in Fiduciary Net Position
Defined Benefit Pension Plan
For the Fiscal Year Ended June 30, 2015

ADDITIONS:	
Contributions:	
Employer	$ 960,041
Member	175,081
	1,135,122
Investment income:	
Interest and dividends	182,749
Gain on security sales	207,416
Net decrease in fair value of plan investments	(49,499)
Net Investment Income	340,666
Total Additions	1,475,788
DEDUCTIONS:	
Benefit payments, including refunds of member contributions	1,634,958
Contractual and administrative expenses	86,885
Total Deductions	1,721,843
Net (decrease) in plan net position	(246,055)
NET POSITION RESTRICTED FOR PENSIONS	
Beginning of Year	8,469,307
End of Year	$ 8,223,252

The notes to the financial statements are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of the City of Brunswick, Georgia have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined) for the determination of major funds. The City has used GASB Statement No. 34 minimum criteria for major fund determination. The SPLOST V Capital Projects Fund and the Water/Wastewater Fund are still considered major funds and are presented in their respective financial statements. The nonmajor funds are combined in a column in the fund financial statements and are detailed in the combining section of this report.

The fiscal year of the City and its component unit is June 30th.

The more significant accounting policies of the City are described below.

B. Financial Reporting Entity

The City of Brunswick, Georgia (primary government) was incorporated by an Act of the General Assembly of Georgia. The City is governed by an elected mayor and a five-member commission with daily operations managed by an appointed city manager. The following services are provided by the City - general administrative services, public safety (police, fire and inspections), public works (streets), culture and recreation, cemetery, community development and historic preservation.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

Discretely Presented Component Unit

Downtown Development Authority - The Authority was established by an Act of the General Assembly of Georgia. The Authority consists of seven members, all of whom are appointed by the City of Brunswick and charged with the development and improvement of the City's downtown area. The Authority receives the majority of its funding from the City. Therefore, the City has concluded that in accordance with GASB No. 14, the Downtown Development Authority should be presented as a discrete component unit. The Downtown Development Authority does not issue separate financial statements.

C. Government-wide and Fund Financial Statements

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities report information about the primary government and its component unit. These financial statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal transactions. Governmental activities, which are normally supported by program fees and charges, taxes and intergovernmental revenues, are reported separately from business-type activities, which are financed by fees charged to external parties for goods and services. Likewise, the

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-wide and Fund Financial Statements (continued)

Government-wide Financial Statements (continued)

primary government is reported separately from its legally separate discretely presented component unit for which the primary government is financially accountable.

The Statement of Activities shows the degree to which the direct expense of a given function or segment is offset by program revenues. Program revenues include charges for services, fines and forfeitures and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

It is the City's policy to report interest expense of governmental activities as a separate line item in the Statement of Activities and no interest expense is included as a part of direct program costs.

The effect of interfund activity has been mostly eliminated from the government-wide financial statements. Exceptions include interfund services and the allocation of administrative services.

Fund Financial Statements

The City's accounting system is operated using separate funds, each of which is considered to be a distinct accounting entity. The operations of each fund are accounted for with its own set of accounting records and accounts that consist of its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures or expenses, as appropriate. The City's resources are allocated to and accounted for in the individual funds based upon the purposes for which the resources are to be expended and the means by which disbursement activities are controlled.

Separate financial statements are provided for governmental funds, proprietary funds, and the fiduciary fund although the fiduciary fund is excluded from the government-wide statements. Major individual governmental funds and major proprietary funds are reported as separate columns in the fund financial statements. The remaining governmental funds are aggregated and reported as nonmajor funds. The internal service funds are also aggregated and reported in a separate column in the proprietary funds financial statements.

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

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements and the proprietary and fiduciary fund statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows. The fiduciary fund reports contributions on the accrual basis, and benefits and refunds when paid. Accordingly, all of the City's assets, (including capital assets) liabilities (including long-term liabilities) and deferred inflow and deferred outflow of resources are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of ***GASB Statement No. 33 – Accounting and Financial Reporting for Nonexchange transactions***. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, major revenues such as property taxes are recorded when susceptible to accrual, i.e., both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

current liabilities. For this purpose, the City considers revenues to be available if they are collected within 60 days after the end of the current fiscal period.

Property tax revenues are considered measurable and available if they are collected during the current period or within sixty days after the end of the period. Property taxes not collected within sixty days are recorded as receivable; however, the related revenue is deferred and recognized when subsequently collected. Sales tax revenue is considered measurable and available when collected from the customer at the time that a taxable transaction occurs, if collected within sixty days of year end. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred and all other grant requirements have been met.

Interest revenue and charges for service revenues, are considered measurable and available if collected during the current period or within twelve months of the end of the period. The City has determined that fines and forfeitures, in compliance with GASB 33, Accounting and Financial Report for Nonexchange Transactions, are not deemed to be susceptible to accrual as they are not measurable until received in cash.

Expenditures generally are recorded when a liability is incurred, as under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

A proprietary fund separates operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise fund and of the City's internal service funds are charges for services. Operating expenses for the enterprise fund and the internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City defines operating revenues and expenses in the proprietary funds using the criteria established for identifying cash flows from operations. Revenues from the sale of goods or services (including goods or services sold to internal customers) as well as from the sale of permits are considered operating revenues. Expenses incurred to purchase labor, operating supplies and services, as well as depreciation, are classified as operating expenses.

The City reports the following major funds:

Major Governmental Funds

General Fund - This is the City's principal operating fund and accounts for all financial resources and activities of the general government not otherwise required to be reported in other funds.

Community Development Fund/Special Revenue Fund - This fund accounts for the collections and disbursement of monies received under Title I of the Housing and Community Development Act of 1974.

Capital Projects Fund (SPLOST V Fund) - The Capital Project Fund account for capital improvements (except for those financed through proprietary funds) which are financed from the City's general obligation debt, certain federal grants, special purpose local option sales taxes (SPLOST) and other City funds.

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Major Proprietary Funds

Sanitation Enterprise Fund - This fund is used to finance and account for the cost of providing both residential and commercial garbage pick-up to the residents and businesses of the City.

Water/Wastewater Fund - Although the fund is technically defunct, it is still presented in the financial statements because the fund has not been officially closed.

Other Funds

Other Nonmajor Funds Aggregated - All other nonmajor governmental funds are aggregated and reported in a separate column in the governmental funds financial statements and are presented in separate columns by fund in the Combining Nonmajor Fund Financial Statements. The aggregated nonmajor funds are the **Roosevelt Harris Fund**, the **Police Seizure Fund**, the **E-911 Fund**, the **TE-21 Fund**, the **City Pier Fund** and the **Hotel/Motel Tax Fund**.

Internal Service Funds Aggregated – The internal service funds are used to account for the financing of goods or services provided by one department to other departments of the City. These goods or services are provided on a cost reimbursement basis. The internal service funds are also aggregated and reported in a separate column in the proprietary funds financial statements and are presented in separate columns by fund in the Combining Nonmajor Fund Financial Statements.

The internal service funds are described below:

Group Health Fund - The Group Health Fund accounts for transactions related to the provision of health care benefits for employees of the City.

Workers' Compensation Fund – The Workers' Compensation Fund accounts for the transactions related to worker compensation claims incurred by City employees.

Fiduciary Fund

Defined Benefit Pension Plan – The Defined Benefit Pension Plan accounts for the assets and funding of retirement benefits for which employees are entitled.

E. Budgets and Budgetary Accounting

State law requires that the City adopt by ordinance or resolution, an annual balanced budget for its upcoming fiscal year (June 30). A budget is balanced when the sum of estimated net revenues and unassigned/unappropriated fund balance is equal to appropriations. Budgetary control over expenditures is exercised by the City at the departmental level for all governmental funds. Appropriations lapse at year-end. The Board of Commissioners has the authority to amend its budget as follows:

1. Any increase in appropriation in any fund for a department, whether accomplished through a change in anticipated revenues in any fund or through a transfer of appropriations among departments, shall require the approval of the Board of Commissioners.

2. Transfers of appropriations in any fund among the various accounts within a department shall require only the approval of the budget officer, except that transfers of appropriations within a department which increases the salary appropriation shall require the approval of the Board of Commissioners.

Budgets are adopted for the General Fund, Community Development Fund, SPLOST Fund and nonmajor governmental funds on the modified accrual basis method of accounting. Budgets for nonmajor governmental funds are not required by generally accepted accounting principles; however, Georgia Budget Statutes require budgets to be presented for nonmajor governmental funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Cash and Cash Equivalents

The City considers all highly liquid short-term investments with a maturity of three months or less, including those classified as restricted assets, to be cash equivalents.

G. Investments

Investments are stated at fair market value. Securities traded on public exchanges are valued at the last reported sales price at current exchange rates as of June 30, 2015.

H. Receivables

Revenues are generally recorded when received, as opposed to when earned, except for the following items for which receivables have been recorded:

1. Taxes Receivable

   Amounts reported include property taxes which represent uncollected tax levies. An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The taxes receivable have been reported net of these allowances. Sales taxes, franchise taxes, and public utilities assessments receivable, are recorded as revenue when they become both measurable and available for collection within the current period, which is not later than 60 days past year-end. The amount that has been earned, but not available, is recognized as a deferred inflow of resources.

2. Accounts Receivable

   Amounts reported include services performed by various departments are recognized as revenue when they are measurable and assumed collectible within the current paying cycle of the City (60 days). That which is earned, but not collectible within the current paying cycle, is recognized as a deferred inflow of resources. Accounts Receivable for sanitation charges are recognized when earned, with an allowance for uncollectible accounts recorded against the receivables.

   Amounts reported as unbilled services receivable within the City's Enterprise Fund represents an estimated amount for services rendered but not yet billed as of the close of June 30, 2015. Amounts reported as loans to commercial enterprises represent the amount owed to the City from loans made to commercial enterprises from Urban Development Action Grant Funds. Amounts reported as second mortgages receivable represent the amount owed the City from loans made to homeowners from Community Development Block Grant Funds.

I. Due from Other Governments and Agencies

Due from other governments includes local option sales taxes due from the Georgia Department of Revenue through Glynn County, and amounts from grantors for grants for specific programs and capital projects. Program grants and capital grants for governmental capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenue received in advance of project costs being incurred is deferred. Capital grants for capital asset additions in the proprietary fund are recorded as receivables and corresponding non-operating revenue from contributions when reimbursable project costs are incurred.

J. Due from and Due to Other Funds

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets, and service debts. To the extent that certain transactions between funds had not been paid or received as of June 30, 2015, balances of interfund amounts receivable or payable have been recorded. To the extent that these balances are between governmental funds, they have been eliminated on the statement of net position.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Prepaid Items and Inventories

Prepaid items in the governmental funds and inventories in the proprietary fund are accounted for using the consumption method and are valued at lower of cost or market. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both Government-wide and fund financial statements. There are no inventory items reported in the governmental funds.

L. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the Government-wide financial statements. The City's policy sets the capitalization threshold for recording capital assets at $5,000. All purchased capital assets are recorded at cost where historical records are available and at estimated historical cost where no historical records exist. Donated capital assets are recorded at their estimated fair market value on the date received.

GASB Statement No. 34 required the City to account for and record its infrastructure assets for the year ending June 30, 2007. Retroactive capitalization of infrastructure assets back to June 30, 1980 had not taken place as of that date. However, the City capitalized the infrastructure assets retroactively as of the end of the 2012 fiscal year. Prospective capitalization of infrastructure assets began on July 1, 2002. Expenditures for maintenance and repairs which do not add to the value of the assets or materially extend their lives are expensed when incurred. However, expenditures for repairs and upgrading which do materially add to the value or life of an asset are capitalized.

Depreciation on the retroactive infrastructure assets is computed using the composite method on a straight-line basis. Depreciation on the prospective assets is provided on the straight-line basis over the estimated useful lives. The estimated useful lives are as follows:

	Years
Land Improvements	15-30
Buildings	50
Machinery and Equipment	5-20
Vehicles	5-20
Infrastructure	10-50

M. Compensated Absences

It is the City's policy to permit employees to accumulate varying days of vacation benefits depending on length of service, which can be taken either through time off or as pay upon termination. Additionally, employees can accrue sick leave which can be taken only due to personal illness, or the death or critical illness of an immediate family member. In governmental funds, the cost of compensated absences is recognized when payments are made to employees. In proprietary funds, the liability and associated costs are recognized as accrued and earned. The liability for compensated absences as of June 30, 2015 has been recorded in the government-wide statements representing the City's commitment to fund such costs from future operations.

N. Long-Term Obligations

Long-term liabilities used to finance proprietary fund operations are paid from revenue of the proprietary funds are recorded in the respective fund. Principal payments reduce the liability and interest is recorded as an expense.

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Pension Plan

In government-wide financial statements, retirement plans (pensions) are required to be recognized and disclosed using the accrual basis of accounting (see Note 6 and the required supplementary information (RSI) section immediately following the Notes to Financial Statements), regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's Defined Benefit Plan Pension Trust and additions to/deductions from the City's Defined Benefit Pension Plan Trust fiduciary net position have been measured as of the Plan's year end date of December 31, 2014. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

P. Deferred Outflow/Inflow of Resources

GASB Statement No. 63 - Financial Reporting and Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. This statement provides guidance for reporting deferred outflows of resources and deferred inflows of resources within the financial statements of governmental entities. Additionally, it renames the statement of net assets, deferred outflows of resources, liabilities, deferred in flows of recourses and net position. Deferred outflow of resources is defined as consumption of net position by the City that is applicable to a future reporting period. Deferred inflow of resources is defined as the acquisition of net position by the City that is applicable to a future reporting period.

GASB Statement No. 65 - Items Previously Reported as Assets and Liabilities. This Statement provides guidance and establishes the accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of recourses, certain items that were previously reported as assets and liabilities.

Q. Fund Equity

Government-wide/Proprietary Presentation

"Net investment in capital assets" measures the entity's value of capital assets, the cost of capital assets, less accumulated depreciation and outstanding debt related to asset acquisition. Restricted net position indicates the amount of funds subject to restrictions, either externally or internally-imposed, and beyond the City's control.

Governmental Funds

Fund balances, presented in the governmental fund financial statements, represent the difference between assets and deferred outflow of resources and liabilities and deferred inflow of resources reported in a governmental fund. ***GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions***, established new criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental funds. This new standard has not affected the total amount of reported fund balances but has substantially changed the categories and terminology used to describe their components. The City implemented GASB No. 54 in 2011. GASB Statement No. 54 requires that the fund balances be classified into categories based upon the type of restrictions imposed on the use of funds.

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Fund Equity (continued)

Governmental Funds (continued)

The City evaluated each of its funds at June 30, 2015 and classified fund balances in the following five categories:

- *Nonspendable* - items that cannot be spent because they are not in spendable such as prepaid items are reported in the general fund.
- *Restricted* - items that are restricted by external parties such as creditors or imposed by grants, law or legislation. The City has restrictions on grant revenues and expenditures in the Community Development Fund as well as legislative restrictions on collection and expenditures in SPLOST IV and SPLOST V.
- *Committed* - items that have been committed by formal action by the entity's "highest level of decision-making authority"; which the City considers to be Commission resolutions. The City had no committed fund balances at June 30, 2015.
- *Assigned* - items that have been allocated by committee action where the City's intent is to use the funds for a specific purpose. The City considers this level of authority to be the Budget Committee. There are no such restrictions on the City's fund balances at June 30, 2015.
- *Unassigned* - this category is for any balances with no restrictions placed upon them as well as (deficit) fund balances in nonmajor governmental funds.

The City reduces restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. The City reduces committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Governmental fund types under GASB 54 are as follows at June 30, 2015:

				Nonmajor Governmental Funds						
	General Fund	Community Development Fund	SPLOST V Fund	Roosevelt Harris Center Fund	Police Seizure Fund	E 911 Fund	DOT TE-21 Fund	City Pier Fund	Hotel-Motel Tax Fund	Total Governmental Funds
Fund Balances										
Restricted for:										
Community Development	$ -	$ 411,685	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,407	$ 422,092
SPLOST - Capital Projects	-	-	2,514,136	-	-	-	-	-	-	2,514,136
Public Safety	-	-	-	-	68,376	-	-	-	-	68,376
Unassigned:	2,065,987	-	-	(161,840)	-	-	-	22,286	-	1,926,433
Total Fund Balance (Deficit)	$ 2,065,987	$ 411,685	$ 2,514,136	$ (161,840)	$ 68,376	$ -	$ -	$ 22,286	$ 10,407	$ 4,931,037

Deficit fund balances in nonmajor governmental funds are classified as unassigned funds.

Fund Balance Deficits

The following fund had a deficit fund balance at June 30, 2015:

The Roosevelt Harris Fund had a deficit fund balance of ($161,840) due to the excess of expenditures over revenue.

The City is evaluating this negative fund balance and anticipates an improved fund balance in the subsequent year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

R. Revenue and expenditures/expenses

1. Program revenues

   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 segment (e.g., licenses and permits), 2) fines and forfeitures, and 3) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All other taxes and fees, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues.

2. Proprietary funds operating and non-operating revenues and expenses

   Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the sanitation fund are sanitation charges to customers for services. Operating expenses for the enterprise fund include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

S. Estimates

Preparing the City's financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions about unsettled transactions that affect reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results upon settlement could differ from those estimates, but are not expected to be material.

T. Recent Accounting Pronouncements

The following Governmental Accounting Standards Board (GASB) Statements have been implemented in the current financial statements:

Statement No. 68 "Accounting and Financial Reporting for Pensions - an amendment of *GASB Statement No. 27*" The provisions of this statement are effective for financial statements for fiscal years beginning after June 15, 2014.

Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date" - an amendment of *GASB Statement No. 68*. The provisions of this statement are effective for financial statements for fiscal years beginning after June 15, 2014.

U. Restatement of Net Position

In June 2012, GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions ("GASB 68"). GASB 68 established standards of accounting and financial reporting for defined benefit pensions and defined contribution pensions provided to the employees of state and local governmental employers. The requirements of GASB 68 were effective for fiscal years beginning after June 15, 2014. The implementation of GASB 68 by the City required a restatement of the prior year net position to recognize the City's net pension liability (NPL), the liability to employees for benefits provided through the City's Defined Benefit Plan Pension Trust. The City's NPL of $7,665,093 was measured as of December 31, 2014, the Plan's year end, and the total pension liability used to calculate the NPL was determined by an actuarial valuation as of that date. A restatement to recognize the NPL decreased the City's beginning net position from $46,221,865 to $38,391,408 resulting in a prior period adjustment of $7,830,457. Before this restatement, the City's government-wide financial statements did not reflect the liability. The prior period adjustment applies only to governmental activities.

In the restatement of net position of the prior year, there were no deferred outflows of resources nor deferred inflows of resources contemplated in the prior period adjustment.

NOTE 2 - DEPOSITS AND INVESTMENTS

Collateralization of Deposits

The Official Code of Georgia Annotated (O.C.G.A.), Section 45-8-12 provides that there shall not be on deposit at any time in any one depository for a time longer than ten days, a sum of money which has not been secured by surety bond, by guarantee of insurance, or by collateral. The aggregate of the face value of such surety bond and the market value of securities pledged shall be equal to not less than 110 percent of the public funds being secured after the deduction of the amount of deposit insurance. If a depository elects the pooled method (O.C.G.A. 45-8-13.1), the aggregate of the market value of the securities pledged to secure a pool of public funds shall not be less than 110 percent of the daily pool balance. O.C.G.A. Section 45-8-11(b) provides that an officer holding public funds may, at his/her discretion, waive the requirements in the case of operating funds placed in demand deposit checking accounts.

As of June 30, 2015, the City's bank depositories reported government-wide balances held of $8,361,644 and $18,340 for the Component Unit. These amounts are reconciled to the financial statements as shown below:

	Governmental Activities	Business-Type Activities	Total	Component Unit
Reported bank balances	$ 7,312,376	$ 1,049,288	$ 8,361,664	$ 18,340
Plus petty cash	1,025	-	1,025	-
Less uncleared transactions	(416,501)	(2,266)	(418,767)	-
Financial statement balance	$ 6,896,900	$ 1,047,022	$ 7,943,922	$ 18,340

Collateralization of Deposits (continued)

Custodial credit risk for deposits - custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy as it relates to custodial credit risk is to comply with state law and secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 100 percent of the uninsured deposits and accrued interest thereon. Acceptable collateral is defined in state statutes and includes U.S. Treasury securities and direct debt obligations of municipalities, counties and school districts in the state, surety bonds and letters of credit.

As required by federal law, all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee. At June 30, 2015, the City had deposits of $8,361,664. The carrying amount for these deposits was $7,943,922. The City's deposits were insured or collateralized with securities held by the City, an agent in the name of the City, or securities pledged by the financial institution in the name of the City.

Investments

The City is authorized to make direct investments in securities of the U.S. City, federal agencies and instrumentalities of the State of Georgia. The City may also invest in obligations of any corporation of the U.S. City, prime bankers' acceptances, the local City investment pool established by Georgia state law, repurchase agreements, and obligations of other political subdivisions of the State of Georgia.

The City had no investments to be reported on the statement of net position for the year ended June 30, 2015.

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NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

Pension Fund Investments

As of June 30, 2015, the City had $7,237,852 invested on behalf of a defined benefit pension fund which included cash and cash equivalents of $1,195,590. The balance of pension investments of $6,042,262 is invested based on a separate policy for pension assets adopted by the City in compliance with state law. The City's pension fund assets are invested in domestic common stocks, international stocks, U.S. government obligations, and domestic bonds and notes as follows:

Investment	Fair Value	Duration in Years	Credit Rating	Amount
Corporate Bonds	$ 1,026,367	3.50	AA+	$ 90,135
		6.00	A	138,295
		3.50	A-	54,660
		8.80	BBB+	164,849
		4.22	BBB	486,882
		4.00	BBB-	91,546
Corporate Senior Notes	62,680	49.50		62,680
U.S. Treasury Note, due December 15, 2015	900,563	0.50	-	900,563
Corporate Equities	4,052,653	-	-	-
Total	$ 6,042,262			

Credit Risk: The City has no formal policy regarding credit risk. The City does follow its policy of being authorized to make direct investments in securities of the U. S. City, federal agencies and instrumentalities of the State of Georgia.

Interest Rate Risk: The City has no formal policy regarding interest rate risk.

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NOTE 3 – RECEIVABLES

Receivables as of June 30, 2015 consisted of the following balances for the City's individual major funds, and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts:

	General	Community Development	SPLOST V	Sanitation	Nonmajor and Other Funds	Total
Receivables:						
Taxes:						
Fiscal Year 2014	$ 212,778	$ -	$ -	$ -	$ -	$ 212,778
Current fiscal year	-	-	-	-	1,485	1,485
Prior Years	823,963	-	-	-	-	823,963
Accounts	382,521	143,919	-	217,459	102,761	846,660
Interest and dividends	-	-	-	-	22,162	22,162
Intergovernmental	1,083,099	62,153	66,217	9,809	40,690	1,261,968
Gross receivables	2,502,361	206,072	66,217	227,268	167,098	3,169,016
Less: allowance for uncollectibles	(20,735)	-	-	(7,799)	-	(28,534)
Net total receivables	$ 2,481,626	$ 206,072	$ 66,217	$ 219,469	$ 167,098	$ 3,140,482

The component unit, the Downtown Development Authority, had a zero balance in accounts receivable at June 30, 2015.

Property taxes, based on assessed values at January 1, 2015, became due and payable on November 15, 2015. Property taxes are administered on a calendar-year basis subject to the following dates:

Levy date	September 15, 2015
Collection period	September 16, 2015 - November 15, 2015
Due date	November 15, 2015
Delinquent date	November 16, 2015
Lien date	December 16, 2015

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NOTE 4 - INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of June 30, 2015, is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Sanitation Fund	$ 212,660
General Fund	Community Development Fund	312,727
General Fund	Nonmajor Governmental Fund	152,482
Sanitation Fund	General Fund	9,809
Community Development Fund	Nonmajor Governmental Fund	69,696
Nonmajor Governmental Fund	General Fund	121,574
Group Health Fund	Community Development Fund	3,711
Group Health Fund	Nonmajor Governmental Fund	6,622
Group Health Fund	General Fund	381,390
Group Health Fund	Sanitation Fund	34,351
Workers Compensation Fund	Nonmajor Governmental Fund	13,142
Workers Compensation Fund	Community Development Fund	7,933
Workers Compensation Fund	General Fund	638,654
Fiduciary Fund	General Fund	920,286
Fiduciary Fund	Community Development Fund	14,450
Fiduciary Fund	Nonmajor Governmental Fund	18,288

In prior years, cash was transferred to the Internal Service Funds to cover claims expense. The Internal Service Funds have recorded a receivable of $1,085,803 to cover this shortfall, repayment of which is unscheduled. The amount is due from the following funds: General Fund - $1,020,044, Community Development Fund - $11,644, Sanitation Fund - $34,351 and Roosevelt Harris Center Fund - $19,764. All other interfund balances result from short-term borrowings between funds. It is the City's intent to repay these interfund balances during the next fiscal year.

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NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 is as follows:

	Balance June 30, 2014	Additions and Transfers	Retirements and Transfers	Balance June 30, 2015
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 3,036,022	$ -	$ -	$ 3,036,022
Construction-in-Progress	-	9,059	-	9,059
Total capital assets, not being depreciated	3,036,022	9,059	-	3,045,081
Capital assets, being depreciated:				
Buildings	15,762,913	10,591	-	15,773,504
Equipment	11,702,728	557,655	-	12,260,383
Land improvements	4,948,412	233,005	-	5,181,417
Infrastructure	42,712,736	1,556,170	-	44,268,906
Total capital assets being depreciated	75,126,789	2,357,421	-	77,484,210
Less accumulated depreciation for:				
Buildings	(3,841,873)	(327,227)	-	(4,169,100)
Equipment	(9,806,653)	(484,567)	-	(10,291,220)
Land improvements	(1,027,867)	(243,415)	-	(1,271,282)
Infrastructure	(23,624,466)	(642,550)	-	(24,267,016)
Total accumulated depreciation	(38,300,859)	(1,697,759)	-	(39,998,618)
Total capital assets, being depreciated, net	36,825,930	659,662	-	37,485,592
Governmental activities capital assets, net	$ 39,861,952	$ 668,721	$ -	$ 40,530,673
Business-Type Activities:				
Capital assets, not being depreciated:				
Equipment	$ 1,395,085	$ -	$ -	$ 1,395,085
Total capital assets, being depreciated	1,395,085	-	-	1,395,085
Less accumulated depreciation for:				
Equipment	(1,311,791)	(16,042)	-	(1,327,833)
Total accumulated depreciation	(1,311,791)	(16,042)	-	(1,327,833)
Total capital assets, being depreciated, net	83,294	(16,042)	-	67,252
Business-type activities capital assets, net	$ 83,294	$ (16,042)	$ -	$ 67,252

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NOTE 5 - CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Governmental Depreciation:	
General Government	$ 247,076
Community Development	38,197
Public Safety	324,815
Public Works	729,292
Public Works - retroactive infrastructure assets	87,389
Cemetery	14,888
Culture & Recreation	256,102
Total governmental depreciation	1,697,759
Business-Type Depreciation:	
Sanitation	16,042
Total business-type depreciation	16,042
Total depreciation expense	$ 1,713,801

NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST

The City sponsors a single-employer pension plan covering substantially all City employees. The Plan does not provide for other postemployment benefits (OPEB). The pension plan is further described below.

Summary of Significant Accounting Policies

Basis of Accounting – The City accounts for the Defined Benefit Pension Plan on the accrual basis. Contributions from the City are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Investment income is recognized by the Plan when earned.

Investment Valuation Method - Investments are recorded at fair value based on quoted market prices. Securities traded on exchanges are valued at last reported sales price. No investments represented more than 5% of Plan net position at June 30, 2015 (other than those issued or explicitly guaranteed by the U.S. government). Title 47 of the Official Code of the State of Georgia requires that Plan investments in equities not exceed more than 55% of the retirement plan assets. As of June 30, 2015 investments in equities comprised 49% of total plan assets. The method used to determine the actuarial value of plan assets was a 5 year smoothed market value. The actuarial cost for the plan is determined using the entry age normal cost, level percentage of pay method.

Plan Description

The City of Brunswick Defined Benefit Pension Plan (the Plan) is a single-employer defined benefit pension plan administered by the City through an appointed Pension Committee. The Brunswick City Commission has the authority to establish and amend benefit provisions of the plan. Trustees for the plan are the City Manager, the Finance Director, and the Human Resources Director. The original effective date of the plan established by the Brunswick City Commission following guidelines issued by the State of Georgia was January 1, 1977. The Plan had two major amendments effective April 1, 2012. The Plan provides retirement and death benefits to plan members and beneficiaries. The Plan's audited financial statements are included on pages 25 and 26 in the City's Comprehensive Annual Financial Report as a Pension Trust Fund. The Plan does not issue a stand-alone financial report. Every two years, the Plan's actuary must complete an actuarial investigation of the Plan and file it with the Georgia state auditor. At the same time of the actuarial investigation's filing, a financial report of the plan also must be filed with the Georgia state auditor. There were no major plan amendments during the current year.

NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST (continued)

Plan Membership

There is one class of employees covered by the plan. Membership of the plan consisted of the following at December 31, 2014, the Plan year end, and the measurement date under GASB No. 67.

Active members	163
Inactive members not in receipt of benefits	103
Inactive members in receipt of benefits	33
Total	299

Benefits

A summary of the key benefits for the Defined Benefit Pension Plan is as follows:

- All regular full time common-law employees of the City with one year of service and working at least 30 hours per week, excluding nonresident aliens, independent contractors, and employees whose employment is governed by a collective bargaining agreement are eligible to participate in the plan.

- Active member contributions of 3% of a member's compensation are required beginning on April 1, 2012. Members who terminate after March 31, 2012 and are not vested will be entitled to a refund of their contributions to the plan with interest at 7.5% per annum.

- Members with five years or more of service are 100% vested in the Plan.

- Upon total and permanent disability for six months, the member becomes 100% vested in his accrued benefit. The member is entitled to an immediate retirement benefit calculated as though the member retired upon termination of employment.

- For members first hired before January 1, 2011, upon death prior to termination of employment, the member's beneficiary is entitled to a death benefit equal to the present value of the member's accrued benefit. For members first hired after December 31, 2010, upon death prior to termination of employment, the member's beneficiary is entitled to a death benefit equal to 50% of the present value of the member's accrued benefit.

- Upon termination of employment prior to normal or early retirement, the member is entitled to the vested interest of the accrued benefit. If the member is non-vested they are entitled to a refund of cash contributions to the plan with interest at 7.5% per annum.

- The normal retirement age is 65. The monthly accrued benefit is 1.8% of average monthly compensation multiplied by years of benefit service. The minimum monthly accrued benefit for a member is $150.

Contributions

The City's funding policy requires employer contributions to be determined actuarially under the entry age normal cost, level percentage of pay method and to be expressed as percentages of annual covered payroll and that accumulate sufficient assets to pay timely benefits. For the year ended June 30, 2015, the average active employee contribution rate was 2.95 percent of covered payroll, and the City's average contribution rate was 17.28 percent of covered payroll. The minimum required contribution for the current fiscal year ended June 30, 2015 was $960,041 as determined on the actuarial valuation date of January 1, 2015. The total contributions made by the City were $960,041. The employer contribution represents approximately 17.6% of current year covered payroll. The total contributions to the plan were made in four installments as follows: $1,500 on December 24, 2014, $500,000 on October 26, 2015, and $458,541 on November 12, 2015.

NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST (continued)

Investments

The Plan has no formal investment policy for the allocation of plan assets. See Note 2 for a summary of Plan investments.

Concentrations

The Plan had no concentrations of investments in any one organization greater than 5 percent of the Plan's fiduciary net position (other than those issued or explicitly guaranteed by the U.S. government).

Rate of return

For the year ended June 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.10 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The City's net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The components of the net pension liability of the City at June 30, 2015, were as follows:

Total Pension Liability	$ 15,084,231
Less Plan fiduciary net position	7,419,138
City's net pension liability	$ 7,665,093
Plan fiduciary net position as a percentage of the total pension liability	49.18%

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NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST (continued)

Actuarial Assumptions

The annual required contribution and actuarial accrued liability were determined as part of an actuarial valuation at January 1, 2015. The actuarial methods and significant actuarial assumptions are summarized as follows:

- Valuation date - January 1, 2015
- Actuarial cost method - Entry Age Normal,
- Amortization Period - Actuarial Gains and Losses: 15 years; Change in Plan Provisions: 20 years; Change in Plan Provisions: 20 years; Change in Actuarial Assumptions 30 years.
- Asset valuation method - Smoothed Market Value (5-year smoothing)
- Investment rate of return - 8.00%
- Projected Salary increases - 3.00% through 2016 and 4.25% thereafter
- Inflation rate - 3.50%
- Administration expenses - none

Mortality rates were based on the RP-2000 Combined Mortality Fully Generational Table. The table used reflects an assumption about mortality improvement after the valuation date.

For the Plan year ending December 31, 2014, the actual return on the market value of assets was approximately 8.5%. To reduce the volatility in costs due to year-to-year fluctuations in market value, an actuarial value of assets is determined by spreading investment gains and losses over a five-year period. For the Plan year ending December 31, 2014, the return on actuarial value of assets was approximately 10.3%.

The net actuarial loss for 2014 from all sources was $29,585. The primary drivers of this loss were from fewer members electing lump sums compared to what was expected and salary increases greater than assumed.

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 continued revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective.

Discount Rate

The discount rate used to measure the total pension liability was 8.00 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST (continued)

Changes in Net Pension Liability

Total Pension Liability		
Service cost	$	348,103
Interest		1,197,774
Changes of benefit terms		-
Differences between expected and actual experience		-
Changes of assumptions		-
Benefit payments, including refunds of employee contributions		(2,130,443)
Net change in total pension liability		(584,566)
Total pension liability-beginning		15,668,797
Total pension liability-ending (a)	$	15,084,231
Plan Fiduciary Net Pension		
Employer Contributions	$	1,023,467
Employee Contributions		174,833
Net investment income		621,934
Benefit payments, including refunds of employee contributions		(2,130,443)
Administrative expense		(48,348)
Other		-
Net change in plan fiduciary net position		(358,557)
Plan fiduciary net position-beginning		7,777,695
Plan fiduciary net position-ending (b)		7,419,138
City's net pension liability-ending (a)-(b)	$	7,665,093
Plan fiduciary net position as a percentage of the total pension liability		49.18%
Covered-employee payroll		$5,922,265
Net pension liability as a percentage of covered-employee payroll		129.43%

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 8.00 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate:

Sensitivity of the Net Pension Liability to Changes in the Discount Rate	1% Decrease 7.00%	Current Discount Rate 8.00%	1% Increase 9.00%
Net pension Liability	$ 8,821,251	$ 7,665,093	$ 6,672,893

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NOTE 6 – DEFINED BENEFIT PENSION PLAN TRUST (continued)

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

For the year ended June 30, 2015, the City recognized pension expense of $801,796. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred Outflows/Inflows of Resources		
Deferred Outflows of Resources		
Difference between expected and actual experience	$	-
Changes in assumptions		-
Difference between projected and actual investment earnings		-
Change in proportion		-
Contributions after measurement date		-
Total Deferred Outflows as of December 31, 2014	$	-
Deferred Inflows of Resources		
Difference between expected and actual experience	$	-
Changes in assumptions		-
Difference between projected and actual investment earnings		(4,338)
Change in proportion		-
Total Deferred Inflows as of December 31, 2014	$	(4,338)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Future Years' Recognition of Deferred Outflows/Inflows		
FY 2015	$	(1,085)
FY 2016	$	(1,085)
FY 2017	$	(1,085)
FY 2018	$	(1,083)
FY 2019		-
FY 2020		-
FY 2021		-
FY 2022		-
Thereafter		-

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NOTE 7 - LONG-TERM DEBT and CAPITAL LEASES

A summary of activity in long-term debt, including capital leases payable is shown below followed by a narrative of the details of such liabilities:

	(Restated) Balance June 30, 2014	Additions	Retirements	Balance June 30, 2015	Due Within One Year
Governmental Activities					
GMA capital leases payable	$ 1,129,045	$ 33,582	$ (131,463)	$ 1,031,164	$ 134,685
Accrued compensated absences	704,783	47,201	(116,596)	635,388	260,509
Total - governmental activities	$ 1,833,828	$ 80,783	$ (248,059)	$ 1,666,552	$ 395,194

	Balance June 30, 2014	Additions	Retirements	Balance June 30, 2015	Due Within One Year
Business-Type Activities					
Customer deposits payable	6,350	1,650	(1,350)	6,650	6,650
Total - business-type activities	$ 6,350	$ 1,650	$ (1,350)	$ 6,650	$ 6,650

The GMA capital leases payable and the accrued compensated absences payable are liquidated by the General Fund.

The City has entered into lease agreements financing the acquisition of capital assets. The terms of the lease agreements classify the contracts as capital leases for accounting purposes and, therefore, the liability for repayment of the principal has been recorded as debt with a corresponding capitalization of the asset cost.

As payments are made, the principal portion reduces the debt balance and the payment representing interest is charged to expense.

Certain lease transactions were facilitated with the Georgia Municipal Association's 1998A Lease Pool Series. The City's share of the 1998A Lease Pool Series is $1,166,000. The balance as of June 30, 2015 is $213,497.

The current portion of accrued compensated absences is computed using days earned at the end of the year times the pay rates in effect at the end of the year.

Under the terms of the program**,** the City is required to make lease payments in sufficient amounts to pay, when due, the principal and interest on its pro rata share of outstanding certificates in each year, as well as its portion of administrative expenses of the trust and costs of issuance of the certificates. The City's obligation to pay such lease payments is conditioned on the annual appropriation of funds to make those payments by the City Commission.

The assets acquired through capital leases are as follows:

	Governmental Activities	Proprietary Activities
Asset:		
Land	$ 1,530,000	$ -
Equipment and other tangible assets	4,541,930	589,814
Less: Accumulated depreciation	(2,811,460)	(535,698)
Total	$ 3,260,470	$ 54,116

Amortization expense was approximately $17,176.

NOTE 7 - LONG-TERM DEBT and CAPITAL LEASES (continued)

The following is a schedule of future minimum lease payments under these capital leases and the present value of the net minimum lease payments as of June 30, 2015. For purposes of this schedule, an assumed interest rate of 0% was used on all GMA leases, which was the effective rate as of June 30, 2015.

Fiscal Year Ending June 30,	Minimum Lease Payment Governmental Activities	Minimum Lease Payment Business-Type Activities
2016	$ 173,400	$ -
2017	173,759	-
2018	161,789	-
2019	154,130	-
2020	105,588	-
2021-2025	474,789	-
2026-2030	-	-
Total Minimum Lease Payments	1,243,455	-
Less amount representing interest	(212,291)	-
Present value of future minimum lease payments	$ 1,031,164	$ -

Debt Service Requirements

Debt service requirements on capital leases at June 30, 2015 were as follows:

Capital Leases:

	Governmental Activities		Business-Type Activities	
Year Ended	Capital Leases		Sanitation	
June 30	Principal	Interest	Principal	Interest
2016	$ 134,685	$ 38,715	$ -	$ -
2017	138,431	35,328	-	-
2018	130,017	31,772	-	-
2019	126,095	28,035	-	-
2020	81,480	24,108	-	-
2021-2025	420,456	54,333	-	-
2026-2030	-	-	-	-
	$ 1,031,164	$ 212,291	$ -	$ -

Other:

The compensated absence liability is liquidated from the General Fund.

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NOTE 8 – DEFERRED INFLOW/OUTFLOW OF RESOURCES

The only item that affects the City's governmental funds is the reclassification of unavailable tax revenues of $940,598 as a deferred inflow of resources on the governmental funds balance sheet in the General Fund. There were no items of deferred outflow. The government-wide statement of position reflects a deferred inflow related to pensions of $4,338.

NOTE 9 - INTERFUND TRANSFERS

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources to provide services. The Internal Service Funds record charges for services to all City departments and funds as operating revenue. Both governmental and proprietary funds record these payments and accruals to the internal service funds as operating expenses/expenditures.

	Transfer in:					
	General Fund	Community Development Fund	SPLOST V Capital Projects Fund	Nonmajor Governmental Funds	Enterprise Fund Sanitation Fund	Total
Transfer out:						
General Fund	$ -	$ 49,800	$ -	$ 634,455	$ -	$ 684,255
Community Development Fund	-	-	-	-	-	-
SPLOST V Capital Projects Fund	-	-	-	-	-	-
Nonmajor Government Fund	-	-	142,536	-	-	142,536
Sanitation Fund	41,824	-	-	-	-	41,824
	$ 41,824	$ 49,800	$ 142,536	$ 634,455	$ -	$ 868,615

The remaining transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers, and are reported as other financial sources in the governmental funds and transfers section in the proprietary funds. These transfers occur principally to move revenues from the General Fund to Special Revenue Funds. These transfers should be normal and recurring, except for those generated by the special purpose local option sales tax funds. These will naturally discontinue when the collections cease and funds are expended.

NOTE 10 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; injury to participants at City facilities; and natural disasters. Protection from all of these risks is provided by contracts with commercial insurance carriers, except for employees' health and workers' compensation risks.

The City is self-insured for group health and workers' compensation. These liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The liabilities include an estimate for claims that have been incurred but not reported (IBNR).

The City of Brunswick has established a self-insurance program for the provision of medical benefits to the City's employees and their dependents, if elected. The City pays the specific stop loss fee, and the administrative fee monthly for each employee. Employees have the option of covering their dependents under the plan, at an additional cost to the employee. The City has specific caps under the plan which limits its exposure as follows. For any one employee, claims paid by the City which exceed $80,000 are reimbursed by an insurance company. There are no longer any annual or lifetime dollar limits as stipulated under the Affordable Care Act.

On November 1, 1991, the City of Brunswick established a self-insurance program for workers' compensation. All costs (premiums, administrative costs, etc.) are funded by the City through a charge to its various funds. Similar to the program noted above, it also provides for specific caps to limit the City's liability for claims. For any one occurrence the maximum payout liability for the City is $450,000. The aggregate cap is determined by state law. All funds of the City participate in the above programs and make payments to the risk management funds based on the individual funds' experience.

There were no settlements during the past three years that exceeded the City's insurance coverage.

NOTE 10 - RISK MANAGEMENT (continued)

The claims liability as of June 30, 2015 is $225,512 and $918,449 for the Group Health Fund and the Workers' Compensation Fund, respectively. Unpaid claims in the Group Health Plan are calculated by annualizing the claims processed for the six most recent months. Unpaid claims in the Workers' Compensation Fund are calculated by the third-party administrator of the plan based on the known claims payable normally settled within a twelve month period. Changes in the respective funds' claims liability amount were:

	Unpaid Claims Beginning of Fiscal Year	Claims (including IBNR)	Claim Payments	Unpaid Claims End of Fiscal Year
Group Health Fund				
June 30, 2014	$ 179,955	1,353,742	$ 1,319,697	$ 214,000
June 30, 2015	214,000	1,043,545	1,032,033	$ 225,512
Workers Compensation Fund				
June 30, 2014	$ 563,600	552,520	479,907	$ 636,213
June 30, 2015	636,213	620,875	338,639	$ 918,449

NOTE 11 - GRANTS FROM OTHER GOVERNMENTAL UNITS

Federal and state governmental units represent an important source of supplementary funding used to finance housing, employment and construction programs and other activities beneficial to the City. This funding, primarily in the form of grants, is recorded in each appropriate fund.

Under the terms of the grants, the programs are subject to program compliance audits by the grantors or their representatives. Such audits could question certain costs as not being appropriate expenditures under the terms of the grants and, therefore, require reimbursement to the grantor agencies. Grantor audits of the programs are conducted by the City or its representative on an on-going basis.

NOTE 12 - COMMITMENTS AND CONTINGENCIES

Construction Commitments

The City had the following construction commitments as of June 30, 2015.

Project	Contract Amount	Completed-to-Date	Balance Committed
Mansfield Street Infrastructure Improvements	$ 1,173,536	$ -	$ 1,173,536
Liberty Ship Bicycle Trail	45,914	-	45,914
Total	$ 1,219,450	$ -	$ 1,219,450

Contingencies

The City of Brunswick is a defendant in various lawsuits that expectedly result from its varying involvement in business and employment issues. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City Attorney that final settlement will not pose significant financial responsibility above insurance coverage other than two lawsuits and one unasserted claim that could pose a serious and adverse financial impact on the City.

NOTE 13 - SPLOST V CAPITAL PROJECTS FUND

On November 8, 2005, the voters of Glynn County voted to continue the 1% Special Purpose Local Option Sales Tax (SPLOST V) to pay for various capital projects within the City of Brunswick and surrounding areas of Glynn County. The City of Brunswick entered into a contract with the Glynn County Government assigning Glynn County the authority to collect the tax and disburse 23.09% of the proceeds up to a maximum of $25,964,616 to the City of Brunswick. The tax is scheduled to be collected until December 31, 2011, or until the City's pro-rata share is fully collected. The following revenues have been reported by the Capital Projects Fund as of June 30, 2015:

2009	$ 1,408,631
2010	4,243,993
2011	8,620,682
2012	2,020,304
2013	39,303
2014	14,757
2015	17,026
	$ 16,364,696

NOTE 14 – HOTEL AND MOTEL TAX

The City is required to disburse 70% of the funds received from the collection of hotel/motel taxes pursuant to O.C.G.A. 48-1351 (a)(1). The City received $9,110 from the collection of the hotel/motel tax during fiscal year ended June 30, 2015 and remitted $5,776 to the Golden Isles Convention and Visitors Bureau, which is a non-profit organization whose purpose is to create and coordinate the promotion of tourism in Brunswick and the Golden Isles.

NOTE 15 - COMPONENT UNIT DISCLOSURES

A. Summary of Significant Accounting Policies

The Downtown Development Authority is presented as a component unit on the government-wide financial statements. Its financial operations are accounted for under the accrual basis of accounting.

B. Cash and Cash Equivalents

The Downtown Development Authority's unrestricted cash and cash equivalents are held in an insured deposit account with a financial institution.

NOTE 16 – RELATED ORGANIZATIONS

City of Brunswick Housing Authority

The City's Board of Commissioners is responsible for appointing all five, (thus a voting majority) of the members of the City of Brunswick Housing Authority, but the City's accountability for this organization does not extend beyond making the appointments. The City has no control over the Housing Authority's budgets, fee structure, management or other powers of its governing authority. Complete financial statements can be obtained from its administrative offices at 1126 Albany Street, Brunswick, Georgia.

Brunswick-Glynn County Joint Water & Sewerage Commission

The City's Board of Commissioners appoints one of its board members to the Board of Commissioners of the Brunswick-Glynn County Joint Water & Sewerage Commission, but the City's accountability for this organization does not extend beyond making the appointments. The City has no control over the budgets, fee structure, management or other powers of its governing authority. Complete financial statements can be obtained from its administrative offices at 700 Gloucester Street, Suite 300, Brunswick, Georgia.

NOTE 17 – JOINT VENTURES

The Glynn-Brunswick Memorial Hospital Authority

The City is a participant with Glynn County, Georgia, in a joint venture to provide hospital-related health care to its citizens and the citizens of nearby counties. The Glynn-Brunswick Memorial Hospital Authority was created pursuant to the provisions of the Hospital Authority Law of the State of Georgia and a joint resolution of the respective Boards of Commissioners of the City and County. The Authority appoints its governing board from lists provided equally by the City and County. The City has no ongoing financial interest in or responsibility for the Authority. Complete financial statements can be obtained from its administrative offices at 2415 Parkwood Drive, Brunswick, Georgia.

Brunswick and Glynn County Development Authority

The City is also a participant with Glynn County, Georgia for the purpose of developing, promoting and expanding economic development through the Brunswick and Glynn County Development Authority. The Authority was created by an act of the General Assembly of the State of Georgia. Authority board members are appointed by joint resolution of the Boards of Commissioners of the City and County. The City has no ongoing financial interest in or responsibility for the Authority. Complete financial statements can be obtained from its administrative offices at 4 Glynn Avenue, Brunswick, Georgia.

Coastal Georgia Regional Commission

The City, in conjunction with 35 cities and 10 counties in the Coastal Georgia area are members of the Coastal Georgia Regional Commission (RC), formerly the Coastal Georgia Regional Development Center (RDC). Membership in an RC is automatic for each municipality and county in the state. The official Code of Georgia, Section 50-8-34 (Georgia Planning Act of 1989, amended in July 2009) provides for the organizational structure of an RC. Each county and municipality in the state is required by law to pay minimum annual dues to the RC. The City paid annual dues in the amount of $16,537 to the RC for the year ended June 30, 2015. The RC Board membership consists of members from the respective cities and counties that comprise the RC, including at least one elected city official from each county and at least one elected county official from each county. An RC is defined as a multi-county planning and development organization that partners with local governments on their planning and development efforts and can also serve as a service delivery organization. Georgia laws also provide 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 for Coastal Georgia RC can be obtained from the RC office at 118 Coastal Drive SW, Darien, Georgia 31305. The City of Brunswick has a cost-reimbursement contract with Coastal Georgia RC to administer Special Programs for the Aging (Title III). The City received $164,520 under this cost-reimbursement contract during the year ended June 30, 2015.

NOTE 18 – JOINTLY-GOVERNED ORGANIZATIONS

The City, in conjunction with Glynn County, Georgia, the Glynn County Board of Education and other counties and municipalities in the Coastal Georgia Region jointly govern the Glynn-Brunswick Regional Library. The City appoints five of the eighteen Board members. The State of Georgia provides 60% of the library's funding. The City did not provide funding to the library for the year ended June 30, 2015.

NOTE 19 - RELATED PARTY TRANSACTIONS

The City received $151,929 from the City of Brunswick Housing Authority for reimbursements of salaries and benefits for police officers assigned specifically to the authority.

NOTE 20 - SUBSEQUENT EVENTS

The City made $966,355 in contributions to the Defined Benefit Pension Plan for the current fiscal year ended June 30, 2015. The City made payments of $1,500 on December 24, 2014, $500,000 on October 26, 2015, $458,541 on November 12, 2015 and $6,314 for employee catch-up contributions on December 30, 2015.

Subsequent events were evaluated through May 13, 2016, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A

City of Brunswick, Georgia
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property taxes	$ 4,911,650	$ 4,969,883	$ 4,969,883	$ -
Franchise taxes	1,340,000	1,390,492	1,390,492	-
Local option sales tax	5,405,000	5,614,749	5,614,749	-
Selective sales and use taxes	1,299,000	1,391,815	1,391,815	-
Licenses and permits	337,000	349,719	349,719	-
Fines, forfeitures and penalties	333,500	451,071	451,071	-
Investment earnings	-	6,465	6,465	-
Intergovernmental revenues and grants	162,534	262,676	262,676	-
Charges for services and assessments	423,218	373,357	373,357	-
Rental income	21,500	23,429	23,429	-
Contributions and donations from private sources	2,500	17,712	17,712	-
Miscellaneous income	5,000	2,670	2,670	-
Sale of municipal property	16,000	78,790	78,790	-
Total revenues	14,256,902	14,932,828	14,932,828	-
EXPENDITURES				
General government				
City commission and clerk - operating and capital outlay	55,575	53,945	53,945	-
City commission and clerk - compensation, payroll taxes and benefits	208,008	200,074	200,074	-
City manager - operating and capital outlay	33,079	26,400	26,400	-
City manager - compensation, payroll taxes and benefits	213,979	173,272	173,272	-
Finance administration - operating and capital outlay	109,028	94,607	94,607	-
Finance administration - compensation, payroll taxes and benefits	224,003	219,337	219,337	-
Information technology - operating and capital outlay	177,319	114,599	114,599	-
Information technology - compensation, payroll taxes and benefits	128,368	54,365	54,365	-
Human resources - operating and capital outlay	27,961	57,360	57,360	-
Human resources - compensation, payroll taxes and benefits	139,891	148,661	148,661	-
General government buildings and plant - operating and capital outlay	224,750	304,514	304,514	-
City engineer - operating and capital outlay	25,758	38,718	38,718	-
City engineer - compensation, payroll taxes and benefits	190,144	187,790	187,790	-
Customer service - operating and capital outlay	6,751	8,093	8,093	-
Customer service - compensation and payroll taxes	39,388	38,724	38,724	-
General administration - compensation, payroll taxes and benefits	-	6,126	6,126	
General administration - operating and capital outlay	844,245	888,859	888,859	-
Total general government	2,648,247	2,615,444	2,615,444	-
Judicial				
Legal - operating and capital outlay	80,300	81,358	81,358	-
Municipal court - operating and capital outlay	98,154	97,780	97,780	-
Municipal court - compensation, payroll taxes and benefits	98,505	99,000	99,000	-
Total judicial	276,959	278,138	278,138	-
Public safety				
Police services - operating and capital outlay	857,649	942,347	942,347	-
Police services - compensation, payroll taxes and benefits	4,218,769	4,225,633	4,225,633	-
Fire services - operating and capital outlay	244,667	389,733	389,733	-
Fire services - compensation, payroll taxes and benefits	2,077,327	1,865,364	1,865,364	-
Total public safety	7,398,412	7,423,077	7,423,077	-
Public works				
Administration - operating and capital outlay	72,636	96,413	96,413	-
Administration - compensation, payroll taxes and benefits	143,738	53,808	53,808	-
Infrastructure - operating and capital outlay	258,118	411,250	411,250	-
Infrastructure - compensation, payroll taxes and benefits	580,153	505,095	505,095	-
Maintenance and shop - operating and capital outlay	350,249	385,753	385,753	-
Maintenance and shop - compensation, payroll taxes and benefits	635,510	580,437	580,437	-
Total public works	2,040,404	2,032,756	2,032,756	-

(continued)

City of Brunswick, Georgia
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
Cemetery				
Cemetery - operating and capital outlay	94,841	83,818	83,818	-
Cemetery - compensation, payroll taxes and benefits payroll taxes	180,096	153,379	153,379	-
Total cemetery	274,937	237,197	237,197	-
Building inspection				
Building inspection - operating and capital outlay	16,285	17,489	17,489	-
Building inspection - compensation, payroll taxes and benefits	51,798	51,829	51,829	-
Total building inspection	68,083	69,318	69,318	-
Planning and zoning				
Planning and zoning - operating and capital outlay	15,250	50,047	50,047	-
Planning and zoning - compensation, payroll taxes and benefits	238,448	193,774	193,774	-
Total planning and zoning	253,698	243,821	243,821	-
Culture and recreation				
Administration - operating and capital outlay	25,192	19,426	19,426	-
Leisure services - operating and capital outlay	17,000	49,833	49,833	-
Leisure services - compensation, payroll taxes and benefits	-	5,399	5,399	-
Neighborhood and community service - operating and capital outlay	48,288	65,355	65,355	-
Neighborhood and community service - compensation and payroll taxes	143,814	129,493	129,493	-
Parks - operating and capital outlay	87,749	87,401	87,401	-
Parks - compensation, payroll taxes and benefits	265,479	246,697	246,697	-
Total culture and recreation	587,522	603,604	603,604	-
Economic development				
Economic development - compensation, payroll taxes and benefits	82,914	-	-	-
Economic development - operating and capital outlay	129,800	107,075	107,075	-
Total economic development	212,714	107,075	107,075	-
Debt service				
Principal	134,824	131,463	131,463	-
Interest	41,937	45,702	45,702	-
Total debt service	176,761	177,165	177,165	-
Total expenditures	13,937,737	13,787,595	13,787,595	-
Excess (deficiency) of revenues over expenditures	319,165	1,145,233	1,145,233	-
OTHER FINANCING SOURCES (USES)				
Issuance of capital lease	278,500	33,582	33,582	-
Transfers in	170,000	41,824	41,824	-
Transfers (out)	(767,665)	(684,255)	(684,255)	-
Total Other Financing Sources (Uses)	(319,165)	(608,849)	(608,849)	-
Net Change in Fund Balance	-	536,384	536,384	-
Fund Balance (deficit), Beginning of Year	(1,164,046)	(275,190)	1,529,603	1,804,793
Fund Balance (deficit), End of Year	$ (1,164,046)	$ 261,194	$ 2,065,987	$ 1,804,793

See independent auditor's report.

(concluded)

City of Brunswick, Georgia
Community Development Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Program fees /revenues	$ -	$ 9,274	$ 9,274	$ -
Grant revenues	449,312	278,143	278,143	-
Investment earnings and interest	-	1,906	1,906	-
Total Revenues	449,312	289,323	289,323	-
EXPENDITURES				
Community development				
CDGB Entitlement - operating	449,312	201,928	201,928	-
Economic Development - operating	-	36,563	36,563	-
Capital Outlay	-	88,190	88,190	-
Program administration - compensation and payroll taxes	131,967	131,108	131,108	-
Program administration - operating	25,277	96,322	96,322	-
Total community development expenditures	606,556	554,111	554,111	-
Total Expenditures	606,556	554,111	554,111	-
Excess (Deficiency) of Revenues Over Expenditures	(157,244)	(264,788)	(264,788)	-
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	(174,310)	49,800	49,800	-
	(174,310)	49,800	49,800	-
Prior year resources	331,554	214,988	-	(214,988)
Net Change in Fund Balance	-	-	(214,988)	(214,988)
Fund Balance (deficit), Beginning of Year	(271,082)	574,712	626,673	51,961
Fund Balance (deficit), End of Year	$ (271,082)	$ 574,712	$ 411,685	$ (163,027)

See independent auditor's report.

City of Brunswick, Georgia
Required Supplementary Information
The City of Brunswick, Georgia Defined Benefit Plan
Schedule of Changes in the City's Net Pension Liability and Related Ratios
For the Fiscal Year Ended June 30, 2015

	2015
Total pension liability	
Service cost	$ 348,103
Interest	1,197,774
Changes in benefit terms and plan amendments	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of member contributions	(2,130,443)
Net change in total pension liability	(584,566)
Total pension liability - beginning	15,668,797
Total pension liability - ending (a)	15,084,231
Plan fiduciary net position	
Contributions - employer	1,023,467
Contributions - member	174,833
Net investment income	621,934
Benefit payments, including refunds of member contributions	(2,130,443)
Administrative expense	(48,348)
Other	-
Net change in fiduciary net position	(358,557)
Plan fiduciary net position - beginning	7,777,695
Plan fiduciary net position - ending (b)	$ 7,419,138
City's net pension liability - ending (a) - (b)	$ 7,665,093
Plan fiduciary net position as a percentage of the total pension liability	49.18%
Covered-employee payroll	$ 5,922,265
City's net pension liability as a percentage of covered-employee payroll	129.43%

Notes to Schedule

A. Complete comparable historical information for previous years is not available.

B. There were no changes in Plan Benefit Provisions during the current year.

C. There were no changes in Actuarial Methods and Assumptions during the current year.

See independent auditor's report.

City of Brunswick, Georgia
Required Supplementary Information
The City of Brunswick, Georgia Defined Benefit Plan
Schedule of City Contributions
Last 10 Fiscal Years

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Actuarially determined minimum contribution	$ 960,041	$ 1,021,967	$ 1,068,542	$ 1,029,095	$ 1,242,458	$ 1,441,219	$ 1,205,200	$ 1,345,000	$ 1,290,791	$ 1,208,697
Contributions in relation to the actuarially determined minimum contribution	960,041	1,021,967	1,068,542	1,029,095	1,242,458	1,441,219	1,205,200	1,345,000	1,290,791	1,208,697
Contribution Deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered-employee payroll	$ 5,907,249	$ 5,922,265	$ 6,089,059	$ 6,351,487	$ 7,078,841	$ 8,371,467	$ 7,939,460	$ 6,672,357	$ 8,223,426	$ 8,152,334
Contributions as a percentage of covered-employee payroll	16.25%	17.26%	17.55%	16.20%	17.55%	17.22%	15.18%	20.16%	15.70%	14.83%

Notes to Schedule

Valuation date:

Actuarially determined contribution rates are calculated as of Januay 1st, six months prior to the end. of the fiscal year in which the contributions are reported.

Actuarial cost method - Entry Age Normal, level percentage of pay.

Amortization Period - Actuarial Gains and Losses: 15 years; Change in Plan Provisions: 20 years; Change in Actuarial Assumptions 30 years.

Asset valuation method - Smoothed Market Value (5-year smoothing).

Investment rate of return - 8.00%.

Projected Salary increases - 3.00% through 2016 and 4.25% thereafter.

Inflation rate - 3.50%.

Administration expenses - none.

Mortality rates were based on the RP-2000 Combined Mortality Fully Generational Table using Scal AA.

See the notes to the basic financial statements for the assumptions used for this schedule.

See independent auditor's report.

City of Brunswick, Georgia
Required Supplementary Information
The City of Brunswick, Georgia Defined Benefit Plan
Schedule of Investment Returns
Last Ten Fiscal Years

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Annual money-weighted rate of return, net of investment expense	8.50%	15.10%	7.70%	4.80%	9.10%	13.00%	-14.00%	N/A	11.34%	2.10%

Notes:

The actuarial report for 2008 did not include a precise percentage on investment return.

See independent auditor's report.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Budgets and Budgetary Accounting

State law requires that the City adopt by ordinance or resolution, an annual balanced budget for its upcoming fiscal year (June 30). A budget is balanced when the sum of estimated net revenues and unreserved/unappropriated fund balance is equal to appropriations. Budgetary control over expenditures is exercised by the City at the departmental level for all governmental funds. Appropriations lapse at year-end. The Board of Commissioners has the authority to amend its budget as follows:

1. Any increase in appropriation in any fund for a department, whether accomplished through a change in anticipated revenues in any fund or through a transfer of appropriations among departments, shall require the approval of the Board of Commissioners.

2. Transfers of appropriations in any fund among the various accounts within a department shall require only the approval of the budget officer, except that transfers of appropriations within a department which increases the salary appropriation shall require the approval of the Board of Commissioners.

Budgets are adopted for all governmental funds and proprietary funds of the City. Budgets for non-major governmental funds and capital project funds are not required by generally accepted accounting principles. However, Georgia Budget Statutes do require budgets to be presented for non-governmental funds and capital project funds. The budgets for these funds are presented as Supplementary Information.

The City was not in violation of State budget statutes for the year ended June 30, 2015 because certain departmental expenditures did not exceed their budget at the legal level of control. The Georgia statutes define legal level of control at a minimum to be the departmental level.

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the budget basis are as follows for the *major funds*:

	Modified Accrual Basis- net change in fund balances	Net accrual adjustments	Budget Basis - net change in fund balances
General Fund	$ 536,384	$ -	$ 536,384
Community Development Fund	(214,988)	-	(214,988)

The final amendment to the budget customarily adjusts the budgetary basis balances to the actual modified accrual basis amounts as reflected in the fund financial statements.

SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds

Special Revenue Funds

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

Roosevelt Harris Center Fund - to account for money received under a Title III grant, a community development block grant, and program fees that are expended to meet the nutritional and respite care needs of senior citizens in a congregate setting.

Police Seizure Fund - to account for funds confiscated and collected by the City of Brunswick Police Department, Glynn County Police and from federal seizure funds.

E-911 Fund - to account for the City's portion of shared expenditures for the "911" Emergency Telephone System operated by Glynn County, Georgia.

DOT TE-21 Fund - to account for the 2013 LMIG (Local Maintenance and Improvement Grant) money received for patching, leveling, and resurfacing various roads within the City.

City Pier Fund - to account for the collection of funds received for docking fees received from cruise lines and individual berth rentals.

Hotel - Motel Tax Fund - established to account for the collection of the 3% excise tax collected on hotel/motel accommodations in the City of Brunswick and the disbursement of 70% of the tax collected to the Golden Isles Convention and Visitors Bureau.

City of Brunswick, Georgia
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue Funds						
	Roosevelt Harris Center Fund	Police Seizure Fund	E 911 Fund	DOT TE-21 Fund	City Pier Fund	Hotel-Motel Tax	Total Nonmajor Governmental Funds
ASSETS							
Cash and cash equivalents	$ 25,348	$ 65,962	$ -	$ -	$ 90,182	$ 8,922	$ 190,414
Accounts Receivable, net of allowances for uncollectibles							
Taxes	-	-	-	-	-	1,485	1,485
Accounts	1,594	3,188	-	-	1,800	-	6,582
Intergovernmental	35,993	-	-	-	-	-	35,993
Due from other funds	-	-	121,574	-	-	-	121,574
Total Assets	$ 62,935	$ 69,150	$ 121,574	$ -	$ 91,982	$ 10,407	$ 356,048
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	$ 29,741	$ 774	$ -	$ -	$ -	$ -	$ 30,515
Accrued expenditures	4,500	-	-	-	-	-	4,500
Due to other funds	172,246	-	-	-	69,696	-	241,942
Due to other governments	-	-	121,574	-	-	-	121,574
Due to fiduciary fund	18,288	-	-	-	-	-	18,288
Total Liabilities	224,775	774	121,574	-	69,696	-	416,819
Fund Balances (Deficit):							
Restricted for public safety	-	68,376	-	-	-	-	68,376
Restricted for community development	-	-	-	-	22,286	10,407	32,693
Unassigned, reported in nonmajor special revenue funds	(161,840)	-	-	-	-	-	(161,840)
Total Fund Balances (Deficit)	(161,840)	68,376	-	-	22,286	10,407	(60,771)
Total Liabilities and Fund Balances	$ 62,935	$ 69,150	$ 121,574	$ -	$ 91,982	$ 10,407	$ 356,048

See independent auditor's report.

City of Brunswick, Georgia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2015

	Special Revenue Funds						
	Roosevelt Harris Center Fund	Police Seizure Fund	E 911 Fund	DOT TE-21 Fund	City Pier Fund	Hotel-Motel Tax	Total Non-Major Governmental Funds
REVENUES							
Program fees/revenues	$ 19,009	$ -	$ -	$ -	$ 32,385	$ -	$ 51,394
Hotel/Motel Taxes	-	-	-	-	-	9,110	9,110
Grant revenues	184,520	39,080	-	142,536	-	-	366,136
Unrestricted investment earnings	-	6	-	-	9	1	16
Contributions and donations	6,000	-	-	-	-	-	6,000
Total Revenues	209,529	39,086	-	142,536	32,394	9,111	432,656
EXPENDITURES							
Current							
Community development	342,278	-	-	-	-	5,776	348,054
Public safety	-	6,992	504,455	-	-	-	511,447
Capital outlay							
Community Development	11,226	-	-	-	-	-	11,226
Public safety	-	13,257	-	-	-	-	13,257
Total Expenditures	353,504	20,249	504,455	-	-	5,776	883,984
Excess (Deficiency) of Revenues Over Expenditures	(143,975)	18,837	(504,455)	142,536	32,394	3,335	(451,328)
OTHER FINANCING SOURCES (USES)							
Transfers in	130,000	-	504,455	-	-	-	634,455
Transfers (out)	-	-	-	(142,536)	-	-	(142,536)
Total Other Financing Sources (Uses)	130,000	-	504,455	(142,536)	-	-	491,919
Net Change in Fund Balances	(13,975)	18,837	-	-	32,394	3,335	40,591
Fund Balances (Deficit), Beginning of Year	(147,865)	49,539	-	-	(10,108)	7,072	(101,362)
Fund Balances (Deficit), End of Year	$ (161,840)	$ 68,376	$ -	$ -	$ 22,286	$ 10,407	$ (60,771)

See independent auditor's report.

Internal Service Funds

Group Health Fund - Established to account for employer and employee contributions for self-funded health insurance coverage, and the payment of claims from the fund. The liabilities in this fund are based on known claims, probable and reasonably determinable.

Workers' Compensation Fund - Established to provide self-insurance for worker's compensation benefits and coverage. The Government operates its insured general liability program in this fund. The liabilities in this fund are based on known claims, probable and reasonably determinable.

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City of Brunswick, Georgia
Combining Statement of Net Position
Internal Service Funds
June 30, 2015

	Group Health Fund	Workers' Compensation Fund	Total
ASSETS			
Current Assets			
Cash and cash equivalents	$ 589,379	$ 162,074	$ 751,453
Due from other funds	426,074	659,729	1,085,803
Claim reimbursement receivable	35,399	60,780	96,179
Total Assets	$ 1,050,852	$ 882,583	$ 1,933,435
LIABILITIES			
Current Liabilities			
Claims payable	$ 225,512	$ 918,449	$ 1,143,961
Total Liabilities	225,512	918,449	1,143,961
NET POSITION			
Unrestricted	825,340	(35,866)	789,474
Total Net Position	$ 825,340	$ (35,866)	$ 789,474

See independent auditor's report.

City of Brunswick, Georgia
Combining Statement of Revenues, Expenses
and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

	Group Health Fund	Workers' Compensation Fund	Total
OPERATING REVENUES			
Contributions			
Employer	$ 1,004,900	$ 111,000	$ 1,115,900
Employee	283,003	-	283,003
Reimbursements	14,410	145,362	159,772
Total Operating Revenues	1,302,313	256,362	1,558,675
OPERATING EXPENSES			
Contractual and administrative expenses			
Contractual	315,091	-	315,091
Claims	1,043,546	620,875	1,664,421
Total Operating Expenses	1,358,688	620,875	1,979,563
Operating Income (Loss)	(56,375)	(364,513)	(420,888)
NON-OPERATING REVENUES			
Investment return	67	22	89
Total Non-Operating Revenues	67	22	89
Change In Net Position	(56,308)	(364,491)	(420,799)
Net Position, Beginning of Year	881,648	328,625	1,210,273
Net Position, End of Year	$ 825,340	$ (35,866)	$ 789,474

See independent auditor's report.

City of Brunswick, Georgia
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

	Group Health Fund	Workers' Compensation Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts for services and reimbursements	$ 1,290,286	500,128	$ 1,790,414
Payments for claims	(1,032,033)	(338,639)	(1,370,672)
Payments for other expenses	(315,143)	-	(315,143)
Net Cash Provided (Used) By Operating Activities	(56,890)	161,489	104,599
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received on investments	67	22	89
Net Cash Provided (Used) By Investing Activities	67	22	89
Net Increase (Decrease) In Cash and Cash Equivalents	(56,823)	161,511	104,688
Cash and Cash Equivalents, Beginning of Year	646,202	563	646,765
Cash and Cash Equivalents, End of Year	$ 589,379	$ 162,074	$ 751,453
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	$ (56,375)	$ (364,513)	$ (420,888)
Adjustments to reconcile operating by operating activities			
(Increase) decrease in assets			
Claims Reimbursement Receivable	(12,027)	243,766	231,739
Increase (decrease) in liabilities			
Claims Payable	11,512	282,236	293,748
Net Cash Provided (Used) By Operating Activities	$ (56,890)	$ 161,489	$ 104,599

See independent auditor's report.

City of Brunswick, Georgia
SPLOST V Capital Projects Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Local option sales tax - intergovernmental	$ 17,026	$ 17,026	$ 17,026	$ -
Grant revenues	65,000	65,000	65,000	-
Investment earnings and interest	462	462	462	-
Total Revenues	82,488	82,488	82,488	-
EXPENDITURES				
Public works				
Infrastructure - streets and sidewalks	233,731	233,731	233,731	-
Infrastructure - ditches and drains	1,305,591	1,305,591	1,305,591	-
Total public works	1,539,322	1,539,322	1,539,322	-
Culture and recreation				
Neighborhood and parks	60,100	60,100	60,100	-
Total culture and recreation	60,100	60,100	60,100	-
Total expenditures	1,599,422	1,599,422	1,599,422	-
Excess (Deficiency) of Revenues Over Expenditures	(1,516,934)	(1,516,934)	(1,516,934)	-
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	142,536	142,536	142,536	-
Prior year resources	1,374,398	1,374,398	-	(1,374,398)
Net Change in Fund Balance	-	-	(1,374,398)	(1,374,398)
Fund Balance (Deficit), Beginning of Year	3,280,419	3,441,019	3,888,534	447,515
Fund Balance (Deficit), End of Year	$ 3,280,419	$ 3,441,019	$ 2,514,136	$ (926,883)

See independent auditor's report.

City of Brunswick, Georgia
Roosevelt Harris Center Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Program fees/revenues	$ 47,300	$ 19,009	$ 19,009	$ -
Grant revenues	78,000	184,520	184,520	-
Contributions and donations	-	6,000	6,000	-
Total Revenues	125,300	209,529	209,529	-
EXPENDITURES				
Community development				
Program administration - compensation, payroll taxes and benefits	201,867	183,070	183,070	-
Program administration - operating	129,578	159,208	159,208	-
Capital outlay	-	11,226	11,226	-
Total community development expenditures	331,445	353,504	353,504	-
Total Expenditures	331,445	353,504	353,504	-
Excess (Deficiency) of Revenues Over Expenditures	(206,145)	(143,975)	(143,975)	-
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	206,145	130,000	130,000	-
Prior year resources	-	13,975	-	(13,975)
Net Change in Fund Balance	-	-	(13,975)	(13,975)
Fund Balance (deficit), Beginning of Year	(336,857)	(364,716)	(147,865)	216,851
Fund Balance (deficit), End of Year	$ (336,857)	$ (364,716)	$ (161,840)	$ 202,876

See independent auditor's report.

City of Brunswick, Georgia
Police Seizure Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Grant revenues/seizure funds	$ 39,080	$ 39,080	$ 39,080	$ -
Investment earnings and interest	6	6	6	-
Total Revenues	39,086	39,086	39,086	-
EXPENDITURES				
Public safety				
Police - operating	20,249	20,249	20,249	-
Total public safety	20,249	20,249	20,249	-
Total Expenditures	20,249	20,249	20,249	-
Excess (Deficiency) of Revenues Over Expenditures	18,837	18,837	18,837	-
Prior year resources	(18,837)	(18,837)	-	18,837
Net Change in Fund Balance	-	-	18,837	18,837
Fund Balance, Beginning of Year	-	-	49,539	49,539
Fund Balance, End of Year	$ -	$ -	$ 68,376	$ 68,376

See independent auditor's report.

City of Brunswick, Georgia
E911 Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Public safety				
E911 expenditures - intergovernmental	$ 512,920	$ 504,455	$ 504,455	$ -
Total public safety expenditures	512,920	504,455	504,455	-
Total Expenditures	512,920	504,455	504,455	-
Excess (Deficiency) of Revenues Over Expenditures	(512,920)	(504,455)	(504,455)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	512,920	504,455	504,455	-
Net Change in Fund Balance	-	-	-	-
Fund Balance (deficit), Beginning of Year	1,100	29,854	-	(29,854)
Fund Balance (deficit), End of Year	$ 1,100	$ 29,854	$ -	$ (29,854)

See independent auditor's report.

City of Brunswick, Georgia
DOT TE-21
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Grant revenues	$ 142,536	$ 142,536	$ 142,536	$ -
Total Revenues	142,536	142,536	142,536	-
Excess (Deficiency) of Revenues Over Expenditures	142,536	142,536	142,536	-
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	(142,536)	(142,536)	(142,536)	-
Net Change in Fund Balance	-	-	-	-
Fund Balance (Deficit), Beginning of Year	-	(126,412)	-	126,412
Fund Balance (Deficit), End of Year	$ -	$ (126,412)	$ -	$ 126,412

See independent auditor's report.

City of Brunswick, Georgia
City Pier Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Program fees/revenues	$ 32,385	$ 32,385	$ 32,385	$ -
Investment earnings and interest	9	9	9	-
Total Revenues	32,394	32,394	32,394	-
EXPENDITURES				
Community development				
Community development - operating	-	-	-	-
Total community development expenditures	-	-	-	-
Total expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	32,394	32,394	32,394	-
Prior year resources	(32,394)	(32,394)	-	32,394
Net Change in Fund Balance	-	-	32,394	32,394
Fund Balance (deficit), Beginning of Year	2,645	2,645	(10,108)	(7,463)
Fund Balance (deficit), End of Year	$ 2,645	$ 2,645	$ 22,286	$ 24,931

See independent auditor's report.

City of Brunswick, Georgia
Hotel - Motel Tax Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Hotel/Motel Tax	$ 9,110	$ 9,110	$ 9,110	$ -
Investment earnings and interest	1	1	1	-
Total Revenues	9,111	9,111	9,111	-
EXPENDITURES				
Community development				
Community development - tax disbursements	5,776	5,776	5,776	-
Total community development	5,776	5,776	5,776	-
Total Expenditures	5,776	5,776	5,776	-
Excess (Deficiency) of Revenues Over Expenditures	3,335	3,335	3,335	-
Prior year resources	(3,335)	(3,335)	-	3,335
Net Change in Fund Balance	-	-	3,335	3,335
Fund Balance, Beginning of Year	-	-	7,072	7,072
Fund Balance, End of Year	$ -	$ -	$ 10,407	$ 10,407

See independent auditor's report.

ADDITIONAL SCHEDULES

City of Brunswick, Georgia
Schedule of Projects Constructed
With Special Purpose Local Option Sales Tax Proceeds
For the Fiscal Year Ended June 30, 2015

Project Number	Project Description	Original Estimated Cost	Current Estimated Cost	Expenditures		
				Prior Years	Current Year	Total
	SPLOST III					
501	College Park	$ 400,000	$ 400,000	$ 339,501	$ -	$ 339,501
502	Kaiser Street	370,000	370,000	7,651	-	7,651
503	L Street	340,000	340,000	544,380	-	544,380
504	Lanier Blvd. at 5th Ave.	240,000	240,000	393,563	-	393,563
505	Magnolia Park	350,000	350,000	388,806	-	388,806
506	Riverside Drive	250,000	250,000	1,064,801	-	1,064,801
507	Wildwood Drive	350,000	350,000	588	-	588
508	Union Street, F to G Street	350,000	350,000	216,457	-	216,457
509	Albany Street	200,000	200,000	97,408	-	97,408
510	Miscellaneous Small Road Drainage	950,000	950,000	1,138,995	-	1,138,995
601	Multipurpose Community Center	1,000,000	1,000,000	1,297,825	-	1,297,825
602	Three Athletic Fields	400,000	400,000	423,343	-	423,343
603	New Playground Equipment	150,000	150,000	158,149	-	158,149
604	Renovation of Howard Coffin Park	150,000	150,000	396,152	-	396,152
701	Upgrade Academy Creek Wastewater Plant	1,800,000	1,800,000	2,333,587	-	2,333,587
702	South end Sanitary Sewer Improvements	600,000	600,000	1,039,308	-	1,039,308
703	Newcastle Street Sewer Improvement	440,000	440,000	620,367	-	620,367
704	K Street Sewer Improvement	400,000	400,000	84,045	-	84,045
705	Replace Pump Station #13	100,000	100,000	106,227	-	106,227
706	Replace Pump Station #10	35,000	35,000	-	-	-
707	Repair Pump Station #6	100,000	100,000	293,878	-	293,878
708	Replace Pump Station #19	465,000	465,000	375	-	375
709	Sewer Line Rehabilitation	1,000,000	1,000,000	60,832	-	60,832
710	Repair Pump Station #28	80,000	80,000	125,609	-	125,609
711	Repair Pump Station #48	80,000	80,000	105,253	-	105,253
712	Extension of Water Lines	500,000	500,000	1,030,303	-	1,030,303
713	Overhead Storage Tank I-95/US-341	500,000	500,000	786,633	-	786,633
801	MLK Blvd Utility Relocation/Right of Way	360,000	360,000	93,644	-	93,644
802	I-95 / U.S. 341 Utility Relocation	390,000	390,000	29,225	-	29,225
803	U.S. 17 Utility Relocation	500,000	500,000	1,808,221	-	1,808,221
901	Repair/Replace/Construct Sidewalks	750,000	750,000	569,056	-	569,056
902	Miscellaneous Paving	-	-	90,009	-	90,009
1001	Osborne Street	200,000	200,000	67,676	-	67,676
1201	Construct/Equip Fire Station	560,000	560,000	623,389	-	623,389
1401	Restore Old City Hall	2,500,000	2,500,000	2,831,595	-	2,831,595
1402	Renovate New City Hall	1,700,000	1,700,000	2,346,202	-	2,346,202
1403	Repair Police Station	640,000	640,000	684,930	-	684,930
	SPLOST IV - Tier I					
601	Sanitary Sewer - K Street	4,650,000	7,650,000	7,115,389	-	7,115,389
602	15" Gravity Sewer - Dixville	2,425,000	2,425,000	1,339,263	-	1,339,263
603	Sludge Dryer	1,750,000	1,750,000	925,955	-	925,955
604	30" Gravity Sewer	535,000	535,000	322,322	-	322,322
605	Gravity Sewer - FLETC	2,000,000	2,000,000	496,944	-	496,944
606	ARCO 12" Water Main	400,000	400,000	155,186	-	155,186
607	Storm Drain - Albany/Howe Street	1,500,000	1,500,000	1,851,138	-	1,851,138
608	City Halls	800,000	800,000	1,032,635	-	1,032,635
608	City Halls	-		13,384	-	13,384

(continued)

City of Brunswick, Georgia
Schedule of Projects Constructed
With Special Purpose Local Option Sales Tax Proceeds
For the Fiscal Year Ended June 30, 2015

Project Number	Project Description	Original Estimated Cost	Current Estimated Cost	Expenditures		
				Prior Years	Current Year	Total
	SPLOST IV - Tier II/III					
609	Roosevelt Harris Center Upgrade	175,000	175,000	199,195	-	199,195
706	Ritz Theater	1,700,000	1,700,000	134,470	-	134,470
701	Oglethorpe Study	-	78,000	23,471	-	23,471
	Sanitary Sewer - K Street	3,000,000	-	-	-	-
704	Water Reclamation Project	1,410,000	1,410,000	1,026,171	-	1,026,171
705	Storm Drain - N Street	1,750,000	1,920,859	1,725,110	-	1,725,110
703	Public Safety Complex	750,000	750,000	641,414	-	641,414
702	Public Works Complex	3,750,000	3,671,145	2,007,138	-	2,007,138
	Water/Wastewater Complex	1,500,000	-	-	-	-
	Sidewalks	85,000	85,000	-	-	-
	Street Paving	190,000	190,000	-	-	-
	SPLOST V					
N/A	Public Safety Complex	1,750,000	1,748,459	721,730	-	721,730
N/A	Public Works Complex	400,000	48,516	-	-	-
N/A	Fire Truck and vehicles	610,000	654,337	654,337	-	654,337
N/A	Police Cars	596,918	273,688	273,688	-	273,688
N/A	Contengencies	4,162	-	-	-	-
N/A	Roosevelt Harris Center	100,000	100,000	2,538	-	2,538
N/A	Cemeteries	100,000	100,000	87,600	-	87,600
N/A	Aquatics - Site Improvements	1,322,087	1,322,087	892,125	-	892,125
N/A	City Hall Improvements	150,000	150,000	-	-	-
N/A	Howard Coffin Park Site Development I	375,000	375,000	-	24,842	24,842
N/A	Neighborhoods & Community Service	-	117,963	117,963	35,258	153,221
N/A	Mary Ross Site Improvements	225,000	523,282	523,282	-	523,282
N/A	Oglethorpe Convention Center	1,500,000	1,500,000	-	-	-
N/A	Ritz Theater	180,000	180,000	-	-	-
N/A	Water/wastewater	250,000	250,000	76,292	-	76,292
N/A	Sidewalks and Streets	800,000	1,174,657	1,505,063	233,731	1,738,794
N/A	Storm Drainage and Infrastructure	7,925,000	7,774,759	6,940,472	1,305,591	8,246,063
		$ 63,858,167	$ 62,532,752	$ 53,002,258	$ 1,599,422	$ 54,601,680

See independent auditor's report.

(concluded)

STATISTICAL SECTION

Statistical Section
(Unaudited)

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

Index

	Page
Financial Trends (Schedules 1-4)	78
These schedules contain trend information to help the reader understand how the City's financial performance and wellbeing have changed over time.	
Revenue Capacity (Schedules 5-12)	84
These schedules contain information to help the reader assess the City's most significant local revenue sources: the property tax and sales tax.	
Debt Capacity (Schedules 13-17)	92
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information (Schedules 18-19)	97
These schedules offer demographic and economic indicators that help the reader understand the environment within which the City's financial activities take place.	
Operating Information (Schedules 20-22)	99
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the Government provides and the activities it performs.	

For some schedules included in this section, a full ten years of data may not be available.

Sources: Unless otherwise noted, the information in these schedules is derived from the Audit Reports for the relevant year.

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Schedule 1
City of Brunswick, Georgia
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	$ 13,861,722	$ 19,437,322	$ 21,725,262	$ 26,845,769	$ 27,016,563	$ 27,318,226	$ 33,105,685	$ 36,800,082	$ 38,732,907	$ 39,499,509
Restricted	15,663,082	5,558,654	4,032,407	1,845,220	4,445,427	4,400,038	11,406,938	7,848,893	4,571,818	3,026,890
Unrestricted	7,192,269	9,373,120	4,635,498	2,684,827	2,093,399	9,917,800	1,875,040	5,008,535	(5,010,099)	(4,670,605)
Total governmental activities net position	$ 36,717,073	$ 34,369,096	$ 30,393,167	$ 31,375,816	$ 33,555,389	$ 41,636,064	$ 46,387,663	$ 49,657,510	$ 38,294,626	$ 37,855,794
Business-type activities										
Investment in capital assets	$ 22,182,483	$ 31,709,237	$ 36,353,623	$ 151,658	$ 38,895	$ 60,136	$ 49,126	$ 99,336	$ 83,294	$ 67,252
Restricted	3,917,571	5,854,538	-	-	-	-	-	-	-	-
Unrestricted	12,689,886	7,874,860	5,890,528	5,978,068	(286,087)	(431,700)	(474,177)	(373,338)	13,488	550,998
Total business-type activities net position	38,789,940	45,438,635	42,244,151	6,129,726	(247,192)	(371,564)	(425,051)	(274,002)	96,782	618,250
Primary government										
Net investment in capital assets	36,044,205	51,146,559	58,078,885	26,997,427	27,055,458	27,378,362	33,154,811	36,899,418	38,816,201	39,566,761
Restricted	19,580,653	11,413,192	4,032,407	1,845,220	4,445,427	4,400,038	11,406,938	7,848,893	4,571,818	3,026,890
Unrestricted	19,882,155	17,247,980	10,526,026	8,662,895	1,807,312	9,486,100	1,400,863	4,635,197	(4,996,611)	(4,119,607)
Total primary government net position	$ 75,507,013	$ 79,807,731	$ 72,637,318	$ 37,505,542	$ 33,308,197	$ 41,264,500	$ 45,962,612	$ 49,383,508	$ 38,391,408	$ 38,474,044

See independent auditor's report.

Schedule 2
City of Brunswick, Georgia
Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental Activities										
General government	$ 4,302,707	$ 5,172,782	$ 7,312,099	$ 3,816,719	$ 3,081,465	$ 2,537,928	$ 3,123,919	$ 3,086,826	$ 3,184,920	$ 2,915,378
Judicial	323,919	380,557	490,180	852,473	535,515	474,169	420,800	301,340	285,832	276,251
Public safety	6,167,935	6,623,487	7,065,253	8,676,124	8,092,528	7,758,165	7,467,780	7,720,009	8,091,480	7,938,713
Public works	1,038,353	620,740	1,646,292	3,207,038	2,749,412	2,945,394	2,737,629	2,915,374	2,701,352	2,610,716
Culture and recreation	953,079	1,009,864	1,079,520	1,418,458	1,318,444	1,126,943	1,093,144	881,828	785,803	849,247
Cemetery	346,524	310,824	285,453	325,185	332,905	403,142	178,401	206,992	221,183	241,942
Community Development	1,225,399	1,108,376	1,640,286	1,460,778	1,776,366	1,468,904	1,335,525	1,074,371	1,063,830	748,840
Economic Development - Component Unit	85,000	85,000	120,000	114,089	103,676	80,000	80,000	70,021	70,326	107,075
Interest on long-term debt	36,599	94,423	157,878	128,513	117,503	115,244	119,018	101,334	69,569	45,702
Total governmental activities expenses	14,479,515	15,406,053	19,796,961	19,999,377	18,107,814	16,909,889	16,556,216	16,358,095	16,474,295	15,733,864
Business-type activities										
Water and sewer	12,787,840	13,002,097	8,401,834	969,100	876,356	-	-	-	-	-
Sanitation	1,437,609	1,537,819	1,664,208	1,815,126	1,945,859	1,462,792	1,444,944	1,191,566	967,565	1,074,225
Total business-type activities expenses	14,225,449	14,539,916	10,066,042	2,784,226	2,822,215	1,462,792	1,444,944	1,191,566	967,565	1,074,225
Total primary government expenses	$ 28,704,964	$ 29,945,969	$ 29,863,003	$ 22,783,603	$ 20,930,029	$ 18,372,681	$ 18,001,160	$ 17,549,661	$ 17,441,860	$ 16,808,089
Program Revenues										
Governmental Activities										
Charges for services										
General government	$ 194,334	$ 872,632	$ (331,530)	$ 207,280	$ (343,860)	$ 742,194	$ 929,819	$ 709,044	$ 833,165	$ 107,902
Judicial	415,087	636,380	603,119	602,800	342,442	332,979	416,833	347,518	374,167	451,071
Public safety	-	-	-	-	21,289	21,052	17,401	26,597	32,151	40,525
Public works	-	-	-	-	25,849	25,676	25,646	27,783	25,653	26,529
Culture and recreation	26,112	56,911	50,374	53,710	90,784	108,079	97,697	39,279	12,499	15,910
Cemetery	-	-	-	-	92,730	95,340	119,320	150,785	153,840	134,750
Community Development	339,467	718,299	(543,015)	483,558	348,104	65,051	65,505	28,289	50,211	51,394
Operating grants and contributions	1,529,437	1,506,595	1,509,190	1,445,948	1,343,277	1,660,246	1,767,998	1,083,701	1,313,974	930,667
Capital grants and contributions	-	-	-	-	-	8,620,682	2,036,678	50,795	16,186	82,488
Total governmental activities program revenues	2,504,437	3,790,817	1,288,138	2,793,296	1,920,615	11,671,299	5,476,897	2,463,791	2,811,846	1,841,236
Business-type activities										
Charges for services										
Water and sewer	13,093,654	14,341,243	7,644,792	21,431	11	-	-	-	-	-
Sanitation	1,184,332	1,549,611	1,333,121	1,568,157	1,389,445	1,142,596	1,114,851	1,130,475	1,337,697	1,434,849
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	4,311,577	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	18,589,563	15,890,854	8,977,913	1,589,588	1,389,456	1,142,596	1,114,851	1,130,475	1,337,697	1,434,849
Total primary government program revenues	$ 21,094,000	$ 19,681,671	$ 10,266,051	$ 4,382,884	$ 3,310,071	$ 12,813,895	$ 6,591,748	$ 3,594,266	$ 4,149,543	$ 3,276,085

(continued)

Schedule 2
City of Brunswick, Georgia
Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Net (Expense)/Revenue	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities	$ (11,975,078)	$ (11,615,236)	$ (18,508,823)	$ (17,206,081)	$ (16,187,199)	$ (5,238,590)	$ (11,079,319)	$ (13,894,304)	$ (13,662,449)	$ (13,892,629)
Business-type activities	4,364,114	1,350,938	(1,088,129)	(1,194,638)	(1,432,759)	(320,196)	(330,093)	(61,091)	370,132	360,624
Total primary government net expense	(7,610,964)	(10,264,298)	(19,596,952)	(18,400,719)	(17,619,958)	(5,558,786)	(11,409,412)	(13,955,395)	(13,292,317)	(13,532,005)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Property taxes levied for general purposes	3,779,254	3,822,582	4,381,256	4,809,870	5,077,795	4,417,789	4,246,279	4,449,903	4,750,513	4,906,597
Franchise taxes	1,021,283	1,040,067	1,462,055	1,451,384	1,360,043	1,390,541	1,438,127	1,344,975	1,340,636	1,390,492
Local option sales tax	12,993,904	11,081,676	7,827,430	8,249,984	10,677,987	3,809,103	6,462,660	6,247,444	5,771,626	5,614,749
Selective sales and use tax	1,372,151	1,432,291	1,437,852	1,428,702	1,370,142	1,380,501	1,248,388	1,350,546	1,348,392	1,391,815
Hotel/Motel Tax	-	-	-	-	-	-	7,499	8,416	8,328	9,110
Restricted investment earnings	-	-	-	-	909	258	-	-	-	-
Unrestricted investment earnings	496,077	764,887	458,040	48,618	3,881	18,001	13,608	17,046	15,830	8,477
Miscellaneous	1,441,842	105,926	452,083	49,470	130,781	106,774	7,713	57,696	51,149	11,943
Gain on sale of capital assets	-	-	-	500,000	-	-	-	13,553	120,620	78,790
Special items	-	-	-	-	(253,434)	2,467,895	-	-	-	-
Payment from component unit	-	-	-	-	-	-	-	540,500	-	-
Transfers	(128,754)	(4,668,593)	(1,485,822)	(244,172)	(1,332)	(271,597)	(241,500)	(143,000)	-	41,824
Total governmental activities	20,975,757	13,578,836	14,532,894	16,293,856	18,366,772	13,319,265	13,182,774	13,887,079	13,407,094	13,453,797
Business-type activities										
Restricted investment earnings	410,382	629,164	608,706	237,930	282,991	-	-	-	-	-
Unrestricted investment earnings	-	-	-	830,408	55	24	-	-	-	109
Elimination of Water Fund net position balance	-	-	-	-	-	(84,447)	-	-	-	-
Miscellaneous	-	-	-	-	-	-	16,122	-	-	215
Gain on sale of capital assets	-	-	-	-	-	8,650	18,984	69,140	652	202,344
Special items	-	-	-	-	(5,228,537)	-	-	-	-	-
Transfer of water fund assets to Brunswick - Glynn County Joint Water & Sewer Commission	-	-	(4,200,883)	(45,229)	-	-	-	-	-	-
Transfers	128,754	4,668,593	1,485,822	244,172	1,332	271,597	241,500	143,000	-	(41,824)
Total business-type activities	539,136	5,297,757	(2,106,355)	1,267,281	(4,944,159)	195,824	276,606	212,140	652	160,844
Total primary government	$ 21,514,893	$ 18,876,593	$ 12,426,539	$ 17,561,137	$ 13,422,613	$ 13,515,089	$ 13,459,380	$ 14,099,219	$ 13,407,746	$ 13,614,641
Change in Net Position										
Governmental Activities	$ 9,000,679	$ 1,963,600	$ (3,975,929)	$ (912,225)	$ 2,179,573	$ 8,080,675	$ 2,103,455	$ (7,225)	$ (255,355)	$ (438,832)
Business-type activities	4,903,250	6,648,695	(3,194,484)	72,643	(6,376,918)	(124,372)	(53,487)	151,049	370,784	521,468
Total primary government	$ 13,903,929	$ 8,612,295	$ (7,170,413)	$ (839,582)	$ (4,197,345)	$ 7,956,303	$ 2,049,968	$ 143,824	$ 115,429	$ 82,636

Note: The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008. There was some insignificant activity recorded on the City's books in 2009.

See independent auditor's report.

(concluded)

Schedule 3
City of Brunswick, Georgia
Fund Balances. Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	$ -	$ -	$ -	$ 55,204	$ 51,113					
Unreserved	3,143,781	2,915,104	1,264,855	20,569	278,743					
Total general fund	$ 3,143,781	$ 2,915,104	$ 1,264,855	$ 75,773	$ 329,856					
All Other Governmental Funds										
Reserved - completion of projects	$ 8,198,728	$ 7,484,076	$ 3,996,637	$ 1,635,120	$ 4,343,609					
Reserved - public safety	142,132	163,710	35,770	154,896	50,727					
Reserved - perpetual care	300,083	341,161	-	-	-					
Unreserved, reported in:										
Special revenue funds	459,386	846,882	1,948,228	1,611,126	851,602					
Nonmajor special revenue funds	998,895	(140,025)	(32,753)	(18,230)	17,056					
Capital projects funds	-	-	-	-	-					
Total all other governmental funds	$ 10,099,224	$ 8,695,804	$ 5,947,882	$ 3,382,912	$ 5,262,994					
General Fund										
Nonspendable						$ -	$ -	$ -	$ -	$ -
Restricted						5,724	-	-	-	-
Assigned						-	-	-	-	-
Unassigned						6,897	239,903	980,238	1,529,603	2,065,987
Total general fund						12,621	239,903	980,238	1,529,603	2,065,987
Community Development Fund										
Nonspendable						-	-	-	-	-
Restricted						1,697,396	960,681	981,459	626,673	411,685
Committed						-	-	-	-	-
Assigned						-	-	-	-	-
						1,697,396	960,681	981,459	626,673	411,685
Capital Project Funds										
Restricted						11,610,922	11,358,019	6,819,904	3,888,534	2,514,136
Committed						-	-	-	-	-
Assigned						-	-	-	-	-
						11,610,922	11,358,019	6,819,904	3,888,534	2,514,136
Other Nonmajor Governmental Funds										
Restricted						63,569	139,801	47,530	56,611	101,069
Committed						-	-	-	-	-
Assigned						-	-	-	-	-
Unassigned						(229,014)	(105,436)	(182,026)	(157,973)	(161,840)
						(165,445)	34,365	(134,496)	(101,362)	(60,771)
						$ 13,155,494	$ 12,592,968	$ 8,647,105	$ 5,943,448	$ 4,931,037

Fund balance classifications were changed in 2011 as a result of the implementation of GASB 54.

See independent auditor's report.

Schedule 4
City of Brunswick, Georgia
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
REVENUES										
Property taxes	$ 3,779,254	$ 3,822,582	$ 4,356,558	$ 4,870,321	$ 4,802,245	$ 4,379,301	$ 4,206,413	$ 4,449,903	$ 4,633,705	$ 4,969,883
Franchise taxes	1,021,283	1,040,067	1,462,055	1,451,384	1,360,043	1,390,541	1,438,127	1,344,975	1,340,636	1,390,492
Local option sales tax	7,247,186	7,554,229	7,827,430	6,841,353	6,433,994	6,221,815	6,462,660	6,247,444	5,771,626	5,614,749
Selective sales and use taxes	1,342,097	1,411,094	1,437,852	1,411,131	1,378,334	1,373,224	1,248,388	1,350,546	1,348,392	1,391,815
Hotel/Motel Taxes	30,054	21,197	24,698	17,571	8,192	7,277	7,499	8,416	8,328	9,110
Licenses and permits	262,294	358,572	357,655	342,183	322,692	374,628	318,993	337,115	335,870	349,719
Fines, forfeitures and penalties	415,087	636,380	603,119	602,800	342,442	332,979	416,833	347,518	374,167	451,071
Intergovernmental revenues	6,684,901	4,132,411	712,574	1,864,132	4,704,740	8,981,997	2,303,089	236,159	370,031	279,702
Collections on loans	339,467	718,299	1,383,951	243,112	131,622	22,201	43,810	-	-	-
Grant revenues	591,254	901,631	796,616	902,168	904,799	1,313,728	1,458,423	737,129	927,958	644,279
Charges for services and assessments	243,895	297,473	287,447	337,002	441,577	459,758	484,759	539,937	436,177	424,751
Unrestricted investment earnings	482,493	744,864	449,821	47,046	3,710	57,333	29,982	28,537	17,259	8,833
Restricted investment earnings	-	-	-	-	909	258	-	-	-	-
Rental income	20,137	19,892	24,577	31,054	30,694	42,227	19,609	25,586	23,554	23,429
Contributions and donations from private sources	-	-	-	-	-	-	-	149,716	30,742	17,712
Miscellaneous and sale of property	831,175	105,926	452,083	646,500	130,511	137,785	34,486	71,274	171,770	90,734
Total Revenues	23,290,577	21,764,617	20,176,436	19,607,757	20,996,504	25,095,052	18,473,071	15,874,255	15,790,215	15,666,279
EXPENDITURES										
General government	2,974,212	3,286,462	4,127,572	3,947,204	2,981,666	2,847,904	1,930,277	2,709,762	2,680,557	2,551,779
Judicial	323,919	380,557	490,180	858,031	533,324	474,169	420,800	301,340	285,832	278,138
Public safety	6,523,249	6,899,945	7,735,049	8,330,174	7,922,940	7,395,846	7,207,413	7,330,732	7,780,553	7,785,677
Public works	1,330,200	1,270,396	2,632,052	2,821,400	2,563,397	2,211,647	2,155,264	2,192,159	1,991,747	1,844,784
Culture and recreation	1,050,045	1,065,941	1,178,175	1,227,760	1,181,342	955,295	910,201	705,733	566,711	574,084
Cemetery	342,062	319,604	365,219	362,266	313,050	390,645	179,721	196,483	233,001	224,192
Building inspection and planning	-	-	-	-	-	149,886	153,330	248,119	281,852	308,239
Community development	2,161,889	2,748,271	1,658,300	1,427,714	1,602,642	1,883,203	2,135,516	1,037,548	892,993	813,977
Economic development	85,000	85,000	120,000	114,089	103,676	80,000	80,000	70,021	70,326	107,075
Debt service:										
Principal	124,680	339,352	429,067	2,101,744	1,077,525	564,216	449,259	381,777	702,801	131,463
Interest	36,599	94,423	157,878	128,513	117,503	115,244	119,018	101,334	69,569	45,702
Capital outlay	7,422,278	4,083,460	4,649,921	1,798,742	1,032,371	1,392,756	3,072,298	4,981,671	3,185,344	2,135,526
Total Expenditures	22,374,133	20,573,411	23,543,413	23,117,637	19,429,436	18,460,811	18,813,097	20,256,679	18,741,286	16,800,636
Excess (Deficiency) of Revenues	916,444	1,191,206	(3,366,977)	(3,509,880)	1,567,068	6,634,241	(340,026)	(4,382,424)	(2,951,071)	(1,134,357)

(continued)

Schedule 4
City of Brunswick, Georgia
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Excess (Deficiency) of Revenues from previous page	$ 916,444	$ 1,191,206	$ (3,366,977)	$ (3,509,880)	$ 1,567,068	$ 6,634,241	$ (340,026)	$ (4,382,424)	$ (4,382,424)	$ (4,382,424)
Other Financing Sources (Uses)										
Issuance of capital lease	1,887,726	1,944,099	1,564,628	-	1,369,412	-	19,000	39,061	247,414	33,582
Transfers in	419,861	1,310,263	2,262,683	2,881,174	1,499,833	343,116	774,646	686,929	777,663	868,615
Transfers (out)	(548,614)	(5,978,856)	(4,858,505)	(3,125,346)	(2,285,765)	(614,713)	(1,016,146)	(829,929)	(777,663)	(826,791)
Total other financing uses	1,758,973	(2,724,494)	(1,031,194)	(244,172)	583,480	(271,597)	(222,500)	436,561	247,414	75,406
Net change in fund balance	$ 2,675,417	$ (1,533,288)	$ (4,398,171)	$ (3,754,052)	$ 2,150,548	$ 7,562,644	$ (562,526)	$ (3,945,863)	$ (2,703,657)	$ (1,058,951)
Debt service as a percentage of noncapital expenditures	1.1%	2.6%	3.1%	10.5%	6.5%	4.0%	3.6%	3.2%	5.0%	1.2%

See independent auditor's report.

(concluded)

Schedule 5
City of Brunswick, Georgia
Program Revenues by Function/Program
Last Ten Fiscal Years
(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Function/Program										
General government	$ 1,132,517	$ 1,477,596	$ 381,044	$ 396,395	$ (128,945)	$ 742,194	$ 3,023,448	$ 858,600	$ 1,199,446	$ 470,778
Judicial	413,087	636,380	603,119	602,800	342,442	332,979	416,833	347,518	374,167	451,071
Public safety	35,947	91,343	45,942	408,188	437,582	430,850	234,838	188,335	121,782	79,605
Public works	-	-	-	104,568	35,961	25,676	90,646	148,181	25,646	26,529
Culture and recreation	583,419	867,199	801,048	53,710	90,784	124,173	97,697	54,279	97,697	15,910
Cemetery	-	-	-	-	92,730	95,340	119,320	150,785	119,320	134,750
Community development	339,467	718,299	(543,015)	1,227,635	1,050,061	1,299,405	1,494,115	716,093	873,788	662,593
Subtotal governmental activities	2,504,437	3,790,817	1,288,138	2,793,296	1,920,615	3,050,617	5,476,897	2,463,791	2,811,846	1,841,236
Business-type activities										
Water and sewer	13,093,654	14,341,243	7,644,792	21,431	11	-	-	-	-	-
Sanitation	1,184,332	1,549,611	1,333,121	1,568,157	1,389,445	1,142,596	1,114,851	1,130,475	1,337,697	1,434,849
Subtotal business-type activities	14,277,986	15,890,854	8,977,913	1,589,588	1,389,456	1,142,596	1,114,851	1,130,475	1,337,697	1,434,849
Total primary government	$ 16,782,423	$ 19,681,671	$ 10,266,051	$ 4,382,884	$ 3,310,071	$ 4,193,213	$ 6,591,748	$ 3,594,266	$ 4,149,543	$ 3,276,085

Notes: The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008.
There was some insignificant activity recorded on the City's books in 2009.

See independent auditor's report.

Schedule 6
City of Brunswick, Georgia
Governmental Activities Tax Revenue by Source
(accrual basis of accounting)
Last Ten Fiscal Years

Fiscal Year	Property Tax	Franchise Taxes	General Sales Tax	Special Purpose Local Option Sales Tax (SPLOST)	Other Taxes	Total
2006	3,779,254	1,021,283	7,247,186	5,746,718	1,372,151	19,166,592
2007	3,822,582	1,040,067	7,554,229	3,527,447	1,432,291	17,376,616
2008	4,381,256	1,462,055	7,827,430	-	1,437,852	15,108,593
2009	4,809,870	1,451,384	6,841,353	1,408,631	1,428,702	15,939,940
2010	5,077,795	1,360,043	6,433,994	4,243,993	1,370,142	18,485,967
2011	4,417,789	1,390,541	3,769,716	8,620,682	1,380,501	19,579,229
2012	4,246,279	1,438,127	6,462,660	2,020,304	1,255,887	15,423,257
2013	4,449,903	1,344,975	6,247,444	39,303	1,358,962	13,440,587
2014	4,750,513	1,340,636	5,771,626	14,757	1,356,720	13,234,252
2015	4,906,597	1,390,492	5,614,749	82,026	1,400,925	13,394,789

See independent auditor's report.

Schedule 7
City of Brunswick, Georgia
Assessed Value and Actual Value of Taxable Property
Last Ten Calendar Years

Calendar Year Ended December 31	Real and Personal Property	Motor Vehicles	Mobile Homes	Public Utilities	Timber	Heavy Equipment	(enter as negative number) Less Exempt Property	Total Assessed Value	Total Net Taxable Assessed Value	Total Direct Tax Rate (2)	Assessed Value as a Percentage of Actual Value
2005	760,832,205	51,969,225	96,970	31,360,988	25,838	-	(95,841,943)	748,443,283	299,377,313	12.250	40%
2006	817,874,628	62,275,350	98,010	33,031,148	-	-	(121,798,253)	791,480,883	316,592,353	12.250	40%
2007	1,053,530,440	70,257,050	126,575	35,881,945	-	-	(159,845,198)	999,950,812	399,980,325	12.250	40%
2008	1,114,209,645	57,678,425	172,300	33,660,160	-	19,835	(154,282,395)	1,051,457,970	420,583,188	12.250	40%
2009	1,094,881,965	60,136,000	170,600	35,460,165	-	34,470	(151,375,143)	1,039,308,057	415,723,223	12.250	40%
2010	977,528,655	51,619,000	140,500	30,156,813	-	-	(164,828,625)	894,616,343	357,846,537	12.250	40%
2011	936,471,835	53,070,775	342,500	30,669,180	-	-	(165,825,740)	854,728,550	341,891,420	12.719	40%
2012	910,062,360	51,085,550	136,200	34,744,883	-	-	(182,407,078)	813,621,915	325,448,766	12.719	40%
2013	900,495,060	54,545,675	135,700	36,588,903	-	-	(177,298,335)	814,467,003	325,786,801	12.719	40%
2014	880,590,568	49,830,650	135,400	37,418,578	-	-	(166,310,015)	801,665,181	320,666,072	13.219	40%

Source: City of Brunswick Tax Digest/Georgia Department of Revenue

Note (1) Property assessed at 40% of FMV under Georgia law.
(2) The direct tax rate is applied against the total net taxable assessed value to levy property taxes

See independent auditor's report.

Schedule 8
City of Brunswick, Georgia
Water and Wastewater Rates
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Water Rates										
Customers inside Corporate Limits										
Charge per Bill-Admin	2.15	2.15	2.15	2.15	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	3.85	3.85	3.85	3.85	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	2.03	2.03	2.03	2.03	N/A	N/A	N/A	N/A	N/A	N/A
Customers in unincorporated areas:										
Charge per Bill-Admin	3.23	2.15	2.15	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	5.78	3.85	3.85	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	3.05	2.03	2.03	N/A	-	N/A	N/A	N/A	N/A	N/A
Commercial customers in unincorporated areas:										
Charge per Bill-Admin	3.23	2.15	2.15	2.15	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	6.16	6.15	6.15	6.15	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	3.25	3.25	3.25	3.25	N/A	N/A	N/A	N/A	N/A	N/A
Wastewater Rates										
Customers inside Corporate Limits:										
Charge per Bill-Admin	2.41	2.41	2.41	2.41	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	4.93	4.93	4.93	4.93	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	3.56	3.56	3.56	3.56	N/A	N/A	N/A	N/A	N/A	N/A
Customers in unincorporated areas:										
Charge per Bill-Admin	3.62	2.41	2.41	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	7.40	7.89	4.93	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	5.34	3.56	3.56	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Commercial customers in unincorporated areas:										
Charge per Bill-Admin	3.62	2.41	2.41	2.41	N/A	N/A	N/A	N/A	N/A	N/A
Charge per REU-Debt	7.89	7.89	7.89	7.89	N/A	N/A	N/A	N/A	N/A	N/A
Charge per thousand-O&M	5.70	3.56	3.56	3.56	N/A	N/A	N/A	N/A	N/A	N/A
BOD: charge per pound in excess of 200 mg/L:	0.59	0.59	0.59	0.39	N/A	N/A	N/A	N/A	N/A	N/A
TSS: charge per pound in excess of 200 mg/L:	0.38	0.38	0.38	0.26	N/A	N/A	N/A	N/A	N/A	N/A

N/A = Not Available or required to be presented.

Note: The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008. There was some insignificant activity recorded on the City's books in 2009.

See independent auditor's report.

Schedule 9
City of Brunswick, Georgia
Principal Water/Wastewater Customers
Last Ten Fiscal Years

	2006			2007			2008			2009			2010	2011	2012	2013	2014	2015
Customer	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	N/A	N/A	N/A	N/A	N/A	N/A
Water Customers																		
Federal Law Enforcement Training Center	$ 211,595	1	4.79%	$ 206,302	1	4.79%	$ 37,648	1	1.63%	$ 91,815	1	8.15%	N/A	N/A	N/A	N/A	N/A	N/A
Southeast Georgia Regional Medical Cente	94,104	2	2.13%	51,048	3	1.19%	20,126	2	0.87%	42,362	2	3.76%	N/A	N/A	N/A	N/A	N/A	N/A
City of Brunswick	-	-	-	-	-	-	-	-	-	19,755	3	1.75%	N/A	N/A	N/A	N/A	N/A	N/A
Southeast Georgia Regional Medical Cente	-	-	-	41,425	6	0.96%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Federal Law Enforcement Training Center	45,979	3	1.04%	73,150	2	1.70%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Glynn County Maintenance Department	40,279	4	0.91%	42,881	5	1.00%	12,338	3	0.53%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Ramada Inn	35,836	5	0.81%	-	-	-	3,844	8	0.16%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Sea Island Company	28,851	6	0.65%	35,483	8	0.82%	6,769	4	0.29%	4,485	6	0.40%	N/A	N/A	N/A	N/A	N/A	N/A
Days Inn	28,796	7	0.65%	-	-	-	3,940	7	0.17%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Lodgian , Inc. Site 1206	28,680	8	0.65%	38,769	7	0.90%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
			479%			12.70%			0.00%			8.15%	N/A	N/A	N/A	N/A	N/A	N/A
MTC=BWK Job Corps Center	28,307	9	0.64%	50,019	4	1.16%	5,768	5	-	8,182	4	0.73%	N/A	N/A	N/A	N/A	N/A	N/A
Westminster Club Apartments	16,763	10	0.38%	26,168	9	0.61%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Marine Port Terminal	-	-	-	23,855	10	-	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
LaQuinta Inns	-	-	-	-	-	-	5,611	6	0.24%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Whispering Pines	-	-	-	-	-	-	3,659	9	0.16%	6,721	5	0.60%	N/A	N/A	N/A	N/A	N/A	N/A
Davita Inc.	-	-	-	-	-	-	3,185	10	0.13%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Golden Isles Laundry	-	-	-	-	-	-	-	-	-	4,104	7	0.36%	N/A	N/A	N/A	N/A	N/A	N/A
College of Coastal Georgia	-	-	-	-	-	-	-	-	-	3,880	8	0.34%	N/A	N/A	N/A	N/A	N/A	N/A
Cracker Barrel #54	-	-	-	-	-	-	-	-	-	3,149	9	0.28%	N/A	N/A	N/A	N/A	N/A	N/A
Travel Lodge	-	-	-	-	-	-	-	-	-	3,033	10	0.27%	N/A	N/A	N/A	N/A	N/A	N/A
													N/A	N/A	N/A	N/A	N/A	N/A
Wastewater Customers													N/A	N/A	N/A	N/A	N/A	N/A
													N/A	N/A	N/A	N/A	N/A	N/A
Glynn County Utility Manager	298,446	1	3.91%	767,118	1	12.70%	107,433	1	2.86%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Pinova, Inc./Hercules, Inc.	-	-	-	-	-	-	34,247	2	0.91%	171,276	1	12.81%	N/A	N/A	N/A	N/A	N/A	N/A
Federal Law Enforcement Training Center	222,994	2	2.92%	225,774	2	3.74%	29,893	3	0.79%	85,417	2	6.39%	N/A	N/A	N/A	N/A	N/A	N/A
Southeast Georgia Regional Medical Cente	158,770	3	2.08%	78,564	4	1.30%	20,126	4	0.53%	41,113	3	3.07%	N/A	N/A	N/A	N/A	N/A	N/A
Rich Products Corp.	-	-	-	-	-	-	7,364	5	0.20%	38,760	4	2.90%	N/A	N/A	N/A	N/A	N/A	N/A
Glynn County Maintenance Department	67,954	4	0.89%	69,608	5	1.15%	-	-	0.00%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Sea Island Company	48,679	5	0.64%	58,689	7	0.97%	6,769	6	0.18%	4,485	9	0.34%	N/A	N/A	N/A	N/A	N/A	N/A
King & Prince Seafood	-	-	-	-	-	-	5,860	7	0.15%	28,776	5	2.15%	N/A	N/A	N/A	N/A	N/A	N/A
City of Brunswick	-	-	-	-	-	-	-	-	0.00%	17,725	6	1.33%	N/A	N/A	N/A	N/A	N/A	N/A
Federal Law Enforcement Training Center	47,311	6	0.62%	80,873	3	1.34%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Ramada Inn	37,771	7	0.49%	-	0	-	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Days Inn	30,359	8	0.40%	-	-	-	3,940	10	0.10%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Lodgian , Inc. Site 1206	30,230	9	0.40%	42,156	9	0.70%	-	-	0.00%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
MTC=BWK Job Corps Center	29,820	10	0.39%	55,124	8	0.91%	5,768	8	0.15%	8,182	7	0.61%	N/A	N/A	N/A	N/A	N/A	N/A
Whispering Pines	-	-	-	-	-	0.00%	-	0	0.00%	6,721	8	0.50%	N/A	N/A	N/A	N/A	N/A	N/A
LaQuinta Inns	-	-	-	-	-	-	5,611	9	0.15%	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Southeast Georgia Regional Medical Cente	-	-	-	67,959	6	1.13%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Westminster Club Apartments	-	-	-	41,191	10	0.68%	-	-	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Golden Isles Laundry	-	-	-	-	-	-	-	-	-	4,104	10	0.0031	N/A	N/A	N/A	N/A	N/A	N/A

Source: The City of Brunswick

N/A - The Water Fund was inactive during these years.

Note: The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008. There was some insignificant activity recorded on the City's books in 2009.

See independent auditor's report.

Schedule 10
City of Brunswick, Georgia
Direct and Overlapping Property Tax Rates (1)
Last Ten Calendar Years

		Overlapping Rates (2)						
Calendar Year	City of Brunswick	State	Glynn County M & O	Glynn County Bond	Glynn County School District M & O	Glynn County School District Bond	Total Direct & Overlapping Rates
2005	12.250	0.250	5.897	-	16.349	0.631	35.377
2006	12.250	0.250	5.860	-	15.656	0.574	34.590
2007	12.250	0.250	5.860	-	15.230	-	33.590
2008	12.250	0.250	5.673	-	15.230	-	33.403
2009	12.250	0.250	5.673	-	15.230	-	33.403
2010	12.250	0.250	5.673	-	15.230	-	33.403
2011	12.719	0.250	5.673	-	15.230	-	33.872
2012	12.719	0.200	5.673	-	16.230	-	34.822
2013	12.719	0.150	5.673	-	16.230	-	34.772
2014	13.219	0.100	5.673	-	16.157	-	35.149

Source: Glynn County Tax Commissioner's Office and Georgia Department of Revenue

(1) Tax rates are per thousand dollars of assessed value.
(2) Overlapping rates are the rates of the local and county governments that apply to property owners within the City of Brunswick.

See independent auditor's report.

Schedule 11
City of Brunswick, Georgia
Principal Property Taxpayers
Current Year and Nine Years Ago

	2015			2006		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Pinova, Inc.	$ 48,151,796	1	5.91%	$ 51,111,487	1	7.06%
King & Prince Seafood Corporation	33,063,140	2	4.06%	19,717,395	2	2.72%
Industrial Insulation Group	5,144,575	3	0.63%	5,990,204	3	0.83%
777 Gloucester LLC	3,215,904	4	0.39%	3,956,331	4	0.55%
Hercules, Inc.	2,738,515	5	0.34%	-		-
Glynn Iron & Metal, Inc.	2,406,427	6	0.30%	-		-
First Chatham Bank	2,112,465	7	0.26%	-		-
Lang Planning Mill, Inc.	1,824,556	8	0.22%	2,048,918	5	0.28%
Brunswick News Publishing Company, Inc.	1,612,620	9	0.20%	1,588,914	8	0.22%
Marshland Federal Credit Union	1,548,744	10	0.19%	1,723,225	7	0.24%
Atlantic National Bank	-		-	2,038,740	6	0.28%
Sears Manor, Inc.	-		-	1,282,785	9	0.18%
Sweat's Furniture, Inc.	-		-	1,229,145	10	0.17%

Source: Glynn County Board of Assessors

See independent auditor's report.

Schedule 12
City of Brunswick, Georgia
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	3,667,372	3,021,613	82%	98,304	3,119,917	85%
2007	3,878,256	3,148,474	81%	161,727	3,310,201	85%
2008	4,899,759	3,797,808	78%	345,423	4,143,231	85%
2009	5,152,144	4,258,470	83%	192,380	4,450,850	86%
2010	5,092,609	4,371,756	86%	263,986	4,635,742	91%
2011	4,383,620	3,813,236	87%	232,248	4,045,484	92%
2012	4,348,517	3,705,933	85%	187,019	3,892,952	90%
2013	4,139,383	3,502,292	85%	181,650	3,683,942	89%
2014	3,810,530	3,516,175	92%	154,086	3,670,261	96%
2015	3,942,430	3,697,591	94%		3,697,591	94%

See independent auditor's report.

Schedule 13
City of Brunswick, Georgia
Ratios of Outstanding Debt by Type
Last Ten Calendar Years
(accrual basis of accounting)

	Governmental Activities			Business-Type Activities				
Fiscal Year Ended June 30,	Capital Leases	Housing Development Grant Settlement Agreement Payable	Notes Payable	Water/Sewer Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2005	151,082	99,000	-	18,395,000	-	18,832,491	3.82%	1,202
2006	1,913,371	99,000	-	17,525,000	-	19,537,371	3.72%	1,228
2007	3,492,233	99,000	-	16,615,000	-	20,206,233	3.77%	1,269
2008	4,627,794	99,000	-	15,660,000	400,435	20,787,229	3.79%	1,283
2009	2,526,050	99,000	-	14,660,000	301,299	17,586,349	3.40%	1,077
2010	2,921,621	-	100,000	-	202,164	3,223,785	0.67%	210
2011	2,357,405	-	50,000	-	103,029	2,510,434	0.48%	162
2012	1,927,148	-	1,500,000	-	22,500	3,449,648	0.64%	221
2013	1,584,432	-	1,500,000	-	-	3,084,432	0.56%	195
2014	1,129,045	-	-	-	-	1,129,045	0.21%	71

Note: Details of the City's outstanding debt can be obtained from the notes to the basic financial statements.

(1) See Schedule 18, Demographics and Economic Statistics, for personal income and population statistics. Amounts are calculated from Sched

See independent auditor's report.

Schedule 14
City of Brunswick, Georgia
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Redevelopment Bonds	Total	Percentage of Actual Taxable Value of Property	Per Capita
2006	$ -	$ -	$ -	$ -	$ -
2007	-	-	-	-	-
2008	-	-	-	-	-
2009	-	-	-	-	-
2010	-	-	-	-	-
2011	-	-	-	-	-
2012	-	-	-	-	-
2013	-	-	-	-	-
2014	-	-	-	-	-
2015					

Note: The City has no general bonded debt outstanding.

See independent auditor's report.

Schedule 15
City of Brunswick, Georgia
Direct and Overlapping Governmental Activities Debt

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes	N/A	N/A	N/A

See independent auditor's report.

Schedule 16
City of Brunswick, Georgia
Legal Debt Margin Information
Last Ten Calendar Years
(accrual basis of accounting)

	Calendar Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt Limit	$ 74,844,328	$ 79,148,088	$ 99,995,081	$ 105,145,797	$ 103,930,806	$ 89,461,634	$ 85,472,855	$ 81,362,192	$ 81,446,700	$ 80,166,518
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 74,844,328	$ 79,148,088	$ 99,995,081	$ 105,145,797	$ 103,930,806	$ 89,461,634	$ 85,472,855	$ 81,362,192	$ 81,446,700	$ 80,166,518
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: Under state law, the City's outstanding general obligation debt should not exceed 10 percent of total assessed property value.

Legal Debt Margin Calculation for Calendar Year 2014

Assessed value	$ 801,665,181
Debt Limit (10% of net assessed value)	80,166,518
Total Net Debt Applicable to Limit	-
Legal Debt Margin	$ 80,166,518

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See independent auditor's report.

Schedule 17
City of Brunswick, Georgia
Pledged - Revenue Coverage
Last Ten Fiscal Years
(accrual basis of accounting)

Water/Wastewater Revenue Bonds

Fiscal Year	Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2006	$ 13,093,645	$ 11,728,891	$ 1,364,754	$ 870,000	$ 999,490	0.73
2007	14,341,243	12,016,744	2,324,499	910,000	959,230	1.24
2008	7,644,792	7,473,917	170,875	955,000	915,545	0.09
2009	21,431	91,339	(69,908)	1,000,000	868,145	(0.04)
2010	11	21,569	(21,558)	1,055,000	586,155	(0.01)
2011	-	-	-	-	-	-
2012	-	-	-	-	-	-
2013	-	-	-	-	-	-
2014	-	-	-	-	-	-
2015	-	-	-	-	-	-

Note: The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008. There was some insignificant activity recorded on the City's books in 2009 and 2010. The City paid the obligations of the revenue bonds until the bonds, related investment accounts and obligations were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission during the 2010 fiscal year.

Details regarding the Government's outstanding debt can be found in the Notes to the Basic Financial Statements. Operating revenues include all charges for services and other revenue. Operating expenses do not include interest, amortization or depreciation.

See independent auditor's report.

Schedule 18
City of Brunswick, Georgia
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	(1) & (2) Population	(1) Personal Income	(1) Per Capita Income	(3) Unemployment Rate		
2005	15,670	492,774,490	31,447	4.6%		
2006	15,913	525,208,565	33,005	4.1%		
2007	15,924	536,336,244	33,681	3.9%		
2008	16,208	547,797,984	33,798	5.4%	(S)	S: Reflects adjustment to new state control totals.
2009	16,326	516,930,138	31,663	8.8%	(S)	S: Reflects adjustment to new state control totals.
2010	15,383	483,764,584	31,448	10.3%	(S)	S: Reflects adjustment to new state control totals.
2011	15,525	518,969,700	33,428	10.7%	(E)	E: Reflects revised inputs, re-estimation, and adjustment to new state control totals
2012	15,640	539,235,920	34,478	10.0%	(E)	E: Reflects revised inputs, re-estimation, and adjustment to new state control totals
2013	15,813	553,929,390	35,030	8.3%	(E)	E: Reflects revised inputs, re-estimation, and adjustment to new state control totals
2014	15,903	543,787,182	34,194	6.7%	(E)	E: Reflects revised inputs, re-estimation, and adjustment to new state control totals

(1) Source: U.S. Bureau of Economic Analysis: Regional Economic Accounts
(2) Source: U. S. Bureau of the Census; American Community Survey
(3) Bureau of Labor Statistics

See independent auditor's report.

Schedule 19
City of Brunswick, Georgia
Principal Employers (Includes City of Brunswick and Glynn County)
For the Fiscal Years Ended June 30, 2015 and 2006

	2015			2006		
Employer	Number of Employees (1)	Rank	Percentage of Total City Employment (2)	Number of Employees (1)	Rank	Percentage of Total City Employment (2)
Federal Law Enforcement Training Center	2,430	1	6.48%	3,047	1	7.82%
Southeast GA Health System	2,175	2	5.80%	1,682	4	4.32%
Glynn County Board of Education	1,806	3	4.81%	1,900	3	4.88%
Sea Island Acquisition (formerly Sea Island Co.)	1,760	4	4.69%	2,100	2	5.39%
Glynn County Board of Commissioners	885	5	2.36%	850	5	2.18%
Brunswick Cellulose, LLC (formerly GA Pacific)	600	6	1.60%	790	6	2.03%
eBay Enterprise	450	7	1.20%	-	-	
Rich Products Corporation	400	8	1.07%	600	7	1.54%
Wal Mart Superstore	395	9	1.05%	570	9	1.46%
Jekyll Island Authority	350	10	0.93%	-	-	
King & Prince Seafood	-	-		570	8	1.46%
Hercules-Pinova	-	-		356	10	0.91%
Total of Top Ten Employers	11,251		29.99%	12,465		31.99%
Total Employees	37,516			38,953		

(1) Source: Brunswick Golden Isles Chamber of Commerce
(2) Source: U.S. Bureau of Labor Statistics

See independent auditor's report.

Schedule 20
City of Brunswick, Georgia
Full-Time Equivalent City Government Employees By Function
Last Ten Fiscal Years

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Culture and Recreation	Cemetery	Community Development	Economic Development - Component Unit	Sanitation Department	Total
2006	18.50	2.00	113.00	118.00	23.50	9.00	5.00	-	12.00	301.00
2007	33.50	2.00	133.00	130.00	37.50	10.00	10.00	-	26.00	382.00
2008	26.90	2.00	116.00	53.00	39.64	9.00	10.00	1.00	20.00	277.54
2009	24.40	2.00	122.00	51.00	34.68	8.00	9.00	1.00	20.00	272.08
2010	27.30	2.00	120.00	45.00	31.00	7.00	1.00	1.00	20.00	254.30
2011	16.90	2.00	110.00	38.00	18.30	2.00	2.00	1.00	17.00	207.20
2012	15.90	2.00	119.50	36.00	21.00	2.00	2.00	1.00	14.00	213.40
2013	16.90	2.00	110.50	33.00	15.20	4.00	2.00	4.00	-	187.60
2014	16.90	2.00	111.50	33.00	15.20	4.00	2.00	4.00	-	188.60
2015	15.50	2.00	108.50	32.00	14.20	4.00	3.00	1.50	1.00	181.70

Sources : City Human Resources Department and Other Departments

See independent auditor's report.

Schedule 21
City of Brunswick, Georgia
Operating Indicators by Function/Program
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GENERAL GOVERNMENT										
Occupancy Permits Issued	N/A	N/A	N/A	105	123	140	139	99	123	128
Building Permits Issued	214	229	172	82	98	86	108	83	67	92
Plumbing Permits Issued	N/A	N/A	N/A	20	22	85	64	36	46	85
Electrical Permits Issued	N/A	N/A	N/A	126	225	140	115	103	204	242
Mechanical Permits Issued	N/A	N/A	N/A	14	17	28	19	17	25	45
Other Permits Issued	N/A	N/A	N/A	2	4	6	20	20	-	127
Inspections - Percentage of Plans Completed Within 10 Days										
Inspections - Percentage of Plans Completed in 24 Hours										
JUDICIAL										
Dockets Processed	6,512	6,127	5,455	5,222	4,020	3,971	4,203	3,577	3,970	2,257
PUBLIC SAFETY										
Police - Number of Arrests	1,863	2,007	1,994	1,430	1,105	1,006	1,121	950	1,237	734
Police - Jail Bookings	N/A	N/A	N/A	1,482	1,124	990	1,212	1,089	1,192	1,123
Police - Calls Received	37,682	37,435	41,790	61,940	55,790	42,904	42,700	53,081	55,264	42,077
Police - Narcotics Arrests	N/A	N/A	175	118	106	141	153	116	173	113
Police - Traffic Citations Total	3,198	2,780	2,693	2,764	2,555	5,194	4,142	3,769	3,961	4,002
Police - Traffic Citations - Moving	3,098	2,670	2,600	2,488	2,219	4,677	3,609	3,105	2,926	3,686
Police - Traffic Citations Non-moving	100	110	93	276	336	517	533	664	1,095	316
Fire - Calls Received	2,254	2,238	2,313	2,358	2,451	2,680	2,594	2,445	2,682	3,050
Fire - Inspection and Plan Reviews	6	234	345	208	691	971	402	159	80	200
E911 - Calls Received	N/A	N/A	N/A	N/A	44,534	47,536	47,658	56,432	58,665	75,474
PUBLIC WORKS										
Street Sweeping Frequency Per Year (miles per work day)	N/A	N/A	51.66	65.18	55.44	55.63	36.9	31.2	28	36
Ditches Maintained (Miles)	N/A	N/A	50.15	22.49	3.68	4.81	12.95	20.96	18.5	11
Feet of Storm Drains Cleaned and Maintained	17,423	20,366	10,876	12,724	11,299	14,097	11,616	22,263	19,500	30,197
SANITATION (note 1)										
Residential customers	N/A	N/A	N/A	N/A	4,028	3,722	3,482	3,626	4,395	4,936
Commercial customers	N/A	N/A	N/A	N/A	969	626	551	520	342	530
CULTURE & RECREATION										
Number of Days Various Facilities Rented	58	52	56	58	43	48	45	18	5	12
Number of Participants in Athletics	146	280	327	125	229	367	266	78	225	136
CEMETERY										
Number of New Grave Openings	141	156	188	179	189	150	113	129	149	152
COMMUNITY DEVELOPMENT										
Net Gain of New Downtown Businesses	35	35	25	9	14	17	17	18	27	36

Note (1) Residential and commercial sanitation service was outsourced in December 2012.
Prior to January 1, 2009 the City of Brunswick also provided water service to city residents. Billing for both services was combined on the same bill. Therefore, statistically comparable number are not available for the years 2004 - 2009

N/A = Information not Available
Sources: Various City Departments

See independent auditor's report.

Schedule 22
City of Brunswick, Georgia
Capital Assets Statistics by Function
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
PUBLIC SAFETY										
Police - Vehicles	65	64	64	62	61	58	55	60	80	62
Police - Stations/Substations	4	4	4	4	4	4	4	4	4	4
Police - Jails	-	-	-	-	-	-	-	-	-	-
Fire - Stations	2	2	2	2	2	2	2	2	2	2
Fire - Trucks and Other Vehicles	4	4	4	4	4	4	5	5	5	12
Traffic Signals	27	28	28	28	28	28	28	26	26	25
PUBLIC WORKS										
Miles of Paved Roads Maintained	99.5	99.5	99.5	99.5	99.5	99.5	99.5	99.5	99.5	99.8
Miles of Unimproved Roads Maintained	76.7	76.7	76.7	76.7	76.7	76.7	76.7	76.7	76.7	76.7
SANITATION										
Collection Vehicles	11	11	12	12	11	11	12	9	9	9
CULTURE & RECREATION										
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Parks	28	28	28	28	28	28	28	28	28	28
Tennis Courts	11	11	11	11	11	11	11	11	11	10
Community Centers	2	2	2	2	2	2	2	2	2	2
Ball Fields	4	4	4	4	4	4	4	4	4	4
Camping Sites										
Golf Courses										
CEMETERY										
Cemeteries	3	3	3	3	3	3	3	3	3	3
Water (1)										
Water mains (miles)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fire hydrants	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Storage capacity (gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Wastewater (1)										
Sanitary sewers (miles)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Treatment capacity (gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Sources: Various City Departments

N/A = Information not Available

(1) Statistical information is no longer available for the Water/Wastewater Fund. The operations of the Water/Wastewater Fund were transferred to the Brunswick - Glynn County Joint Water & Sewer Commission on January 1, 2008. The historical data was also transferred. There was some insignificant activity recorded on the City's books in 2009.

See independent auditor's report.

COMPLIANCE SECTION

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City of Brunswick
601 Gloucester Street
Brunswick, GA 31520

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended June 30, 2015

Line No.		O.C.G.A. Reference:		
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):			
	__X___ Special Revenue Fund _____ Enterprise Fund			
2	Monthly 9-1-1 charge billed to each exchange access facility subscriber:	46-5-134(a)(1)	$ 1.50	
3	Total revenue from exchange access facility subscribers:			$ -
4	Does 9-1-1 system provide automatic number identification of a wireless telecommunications connection? (choose one)			
	_X____ Yes _____ No			
5	If the answer to Line 4 is "yes", indicate below which of the following apply (choose one)			
	_____ System provides location of base station or cell site	46-5-134(a)(2)(A)		
	__X___ System provides automatic location identification	46-5-134(a)(2)(B)		
6	If the answer to Line 4 is "yes", identify the monthly 9-1-1 charge billed to each wireless telecommunications connection subscriber:	46-5-134(a)(2)	$ 1.50	
7	Total revenue from wireless telecommunications connection subscribers:			$ -
8	Total Line 3 plus Line 7 (should equal UCOA Revenue Source 34.2500)			$ -
9	Additional revenue sources:			
9a	Federal (UCOA Revenue Source 33.1000) Identify each funding agency individually. Attach list, if necessary.	46-5-134(j)		
	_____			$ -
	_____			$ -
9b	State (UCOA Revenue Source 33.4000) Identify each funding agency individually. Attach list, if necessary.	46-5-134(j)		
	_____			$ -
	_____			$ -
9c	Local (UCOA Revenue Source 33.6000) Identify each unit of local government individually. Attach list, if necessary.	46-5-134(j)		
	_____			$ -
	_____			$ -
9d	Private (UCOA Revenue Source 37.1000) Identify each private source individually. Attach list, if necessary.	46-5-134(j)		
	_____			$ -
	_____			$ -

City of Brunswick
601 Gloucester Street
Brunswick, GA 31520

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended June 30, 2015

Line No.		O.C.G.A. Reference:	
10	Investment Income (UCOA Revenue Source 36.1000 through 36.3000)		$ -
11	Other revenue sources not included above. Identify each source individually. Transfers from other funds of the local government should be reported on Line 25 and not included here.		
	_____		$ -
	_____		$ -
	_____		$ -
	_____		$ -
	_____		$ -
	_____		$ -
	_____		$ -
	_____		$ -
12	Total Revenues (total of all amounts reported on Lines 8 through 11)		$ -
	Expenditures (UCOA Activity 3800)		
13	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)	46-5-134(e)	
	_____		$ -
	_____		$ -
	_____		$ -
14	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
14a	Lease costs	46-5-134(f)(1)	$ -
14b	Purchase costs	46-5-134(f)(1)	$ -
14c	Maintenance costs	46-5-134(f)(1)	$ -
15	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges	46-5-134(f)(2)	$ -
16	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system: Number of employees classified as: Full time _____ Part time _____		
16a	Salaries and wages	46-5-134(f)(3)	$ -
16b	Employee benefits	46-5-134(f)(3)	$ -

City of Brunswick
601 Gloucester Street
Brunswick, GA 31520

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended June 30, 2015

Line No.		O.C.G.A. Reference:	
17	Cost of training of employees who work as dispatchers	46-5-134(f)(3)	$ -
18	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services	46-5-134(f)(4)	$ -
19a	Building used as a public safety answering point:		
19a1	Lease costs	46-5-134(f)(5)	$ -
19a2	Purchase costs	46-5-134(f)(5)	$ -
19b	Has the local government completed its street addressing plan? (choose one)	46-5-134(f)(5)	$ -
	__X___ Yes _____ No		
20	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems:		
20a	Lease costs	46-5-134(f)(6)	$ -
20b	Purchase costs	46-5-134(f)(6)	$ -
20c	Maintenance costs	46-5-134(f)(6)	$ -
21	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	46-5-134(f)(7)	$ -
22	Logging recorders used at a public safety answering point to record telephone and radio traffic:		
22a	Lease costs	46-5-134(f)(8)	$ -
22b	Purchase costs	46-5-134(f)(8)	$ -
22c	Maintenance costs	46-5-134(f)(8)	$ -
23	Other expenditures not included in Lines 13 through 22 above. Identify by object and purpose. Transfers to other funds of the local government should be reported on Line 26 and not included here.		
	Glynn County Government - Shared Expenditures		$ 504,455
			$ -
			$ -
			$ -
			$ -
			$ -
			$ -
			$ -
24	Total Expenditures (total of all amounts reported on Lines 13 through 23 above)		$ 504,455

City of Brunswick
601 Gloucester Street
Brunswick, GA 31520

Annual Report of 9-1-1 Collections and Expenditures

For the Year Ended June 30, 2015

Line No.		O.C.G.A. Reference:	
25	Transfers From Other Funds (identify by fund)		
	General Fund		$ 504,455
			$
26	Transfers To Other Funds (identify by fund)		
			$ -
			$ -
27	Proceeds from Capital Lease (identify by asset class and, if equipment, purpose)		
			$ -
			$ -
28	Net Change in Fund Balance (Line 12 - Line 24 + Line 25 - Line 26 + Line 27)		$ -
29	Fund Balance - Beginning of Year		$ -
30	Fund Balance - End of Year		$ -

31a Do amounts on Lines 12, 24, 28, 29, and 30 agree to amounts reported in the government's audited financial statements submitted to the Georgia Department of Audits and Accounts?

_X____ Yes _____ No

31b If the answer to Line 31a is "no", provide explanation (including amounts) to reconcile each line item specified in Line 31a above to government's audited financial statements. Reconciliation should be attached to this report.

Certification of Local Government Officials

I have reviewed the information presented in this report and certify that it is accurate and correct. I further certify that the 9-1-1 funds were expended in compliance with the expenditure requirements specified in the Official Code of Georgia Annotated (OCGA), Section 46-5-134. I understand that, in accordance with OCGA Section 46-5-134(m)(2), any local government which makes expenditures not in compliance with this Code section may be held liable for pro rata reimbursement to telephone and wireless telecommunications subscribers of amounts improperly expended. Further, the noncompliant local government shall be solely financially responsible for the reimbursement and for any costs associated with the reimbursement. Such reimbursement shall be accomplished by service providers abating the imposition of the 9-1-1 charges and 9-1-1 wireless enhanced charges until such abatement equals the total amount of the rebate.

Signature of Chief Elected Official _____ Date October 26, 2015

Print Name of Chief Elected Official Cornell Harvey

Title of Chief Elected Official Mayor

Signature of Chief Financial Officer _____ Date October 26, 2015

Print Name of Chief Financial Officer Kathy D. Mills, CPA

SINGLE AUDIT

Fowler, Holley, Rambo & Stalvey, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Curtis G. Fowler, CPA, PFS, CFP® • Carlton W. Holley, CPA • C. Wayne Rambo, CPA, CVA • Richard A. Stalvey, CPA

3208 Wildwood Plantation Drive • Post Office Box 1887 • Valdosta, GA 31603-1887 • (229) 244-1559 • (800) 360-3123 • Fax (229) 245-7369

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

To the Honorable Mayor and Members of the City Commission
City of Brunswick, 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 City of Brunswick, Georgia, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Brunswick, Georgia's basic financial statements and have issued our report thereon dated May 13, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Brunswick, 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 City of Brunswick, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Brunswick, 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified.

Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency as Item 15-01.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Brunswick, 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 non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

City of Brunswick, Georgia's Response to Findings

City of Brunswick, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Brunswick, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Fowler, Holley, Rambo & Stalvey, P.C.

Fowler, Holley, Rambo & Stalvey, P.C.

Valdosta, Georgia
May 13, 2016

Fowler, Holley, Rambo & Stalvey, P.C.
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Honorable Mayor and Commissioners
City of Brunswick, Georgia

Report on Compliance for Each Major Federal Program

We have audited City of Brunswick, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Brunswick, Georgia's major federal programs for the year ended June 30, 2015. City of Brunswick, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Brunswick, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Brunswick, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of City of Brunswick, Georgia's compliance.

To the Honorable Mayor and Commissioners
City of Brunswick, Georgia
Page Two

Opinion on Each Major Federal Program

In our opinion, City of Brunswick, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control over Compliance

Management of City of Brunswick, Georgia, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered City of Brunswick, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Brunswick, Georgia's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Fowler, Holley, Rambo & Stalvey, P.C.

Fowler, Holley, Rambo & Stalvey, P.C.
Valdosta, Georgia

May 13, 2016

CITY OF BRUNSWICK, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2015

A. SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

1. The auditor's opinion on the City of Brunswick, Georgia's financial statement expresses an unmodified opinion.

2. A significant deficiency in internal control over financial reporting was disclosed during the audit of the financial statements.

3. The audit of the City of Brunswick, Georgia disclosed no instances of noncompliance which would be required to be reported in accordance with *Government Auditing Standards.*

4. No material weaknesses were identified.

FEDERAL AWARDS

5. No significant deficiencies in internal control over major programs were reported.

6. No material weaknesses in internal control over major programs were identified.

7. The auditor's report on compliance for the major federal award programs for the City of Brunswick, Georgia expresses an unmodified opinion. The audit disclosed no findings relating to major programs that are required to be reported under Section 510(a) of OMB Circular A-133.

8. The following programs were tested as major programs:

	CFDA Number	Amount
Community Dev Block Grants/Entitlement Grants	14.218	$ 278,143

9. The threshold for distinguishing between Types A and B programs was $300,000.

10. The City of Brunswick, Georgia qualified as a low-risk auditee as defined by Section .530 of OMB Circular A-133.

CITY OF BRUNSWICK, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2015

A. FINDINGS - FINANCIAL STATEMENTS AUDIT

15-01 Segregation of Duties (Repeat violation No. 14-01 from June 30, 2014)

Criteria – Internal control systems are typically more effective when the number of employees is sufficient to create a proper separation of duties.

Condition - Due to the limited number of employees in some of the City's offices, including the Finance Department, there is not a proper separation of duties to create an effective system of internal control.

Effect – Transactions might not be processed in conformity with the internal control system of the City and, if material, the financial statements might not conform with generally accepted accounting principles and-or lack of compliance with applicable laws and regulations could occur. Further, failure to properly segregate duties between recording, distribution and reconciliation of accounts can lead to misappropriation of funds that is not detected during the normal course of business.

Cause – Overlapping of duties is occurring in the recording, distribution, and reconciliation of accounts internal control function.

Recommendation – While it may not be practical or economical to hire sufficient personnel in each department, we do recommend that the heads of each department be made aware of this condition, and that it is their responsibility to monitor the activities of their respective department and to properly account for all transactions of said department.

Views of Responsible Officials and Planned Corrective Action – Concur. The City does not have the resources to hire more personnel to totally eliminate this finding; however, over the past several years, the Finance Department has reassigned duties where possible so that the reconciliation of bank accounts is segregated from the function of receipting and depositing funds. In circumstances where that is not possible, the Finance Director reviews the reconciliations tracing figures to original source documents. All Department Heads are aware of the need to segregate duties to the fullest extent possible. The Finance Department has set up the outlying departments into the City's data processing system so that all receipt of funds are immediately entered into the main system to eliminate the need for manual receipting of transactions. As proposed corrective action, City management is working on segregating duties as much as possible with limited personnel and resources. In cases where segregation of duties is not an option, primarily due to budget restraints, we are emphasizing to department managers the need for additional oversight on their part.

CITY OF BRUNSWICK, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2015

C. NON-COMPLIANCE WITH LAWS AND REGULATIONS

The audit of the City of Brunswick, Georgia disclosed no instances of noncompliance.

D. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

The audit of the City of Brunswick, Georgia disclosed no findings or questioned costs relating to major federal award programs.

CITY OF BRUNSWICK, GEORGIA
SUMMARY SCHEDULE OF PRIOR YEAR
FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARDS
Year Ended June 30, 2015

No matters were reported.

City of Brunswick, Georgia
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Agency or Pass-Through Number	Federal Expenditures
U.S. Department of Health and Human Services Pass-Through Programs From:			
Coastal Georgia Regional Commission			
Aging Cluster:			
Special Programs for the Aging - Title III, Part B	93.044	2015-17	$ 17,177
Special Programs for the Aging - Title III, Part C 1	93.045	2015-17	79,645
Nutrition Services Incentive Program	93.053	2015-17	17,091
Subtotal Aging Cluster			113,913
Total-U.S. Department of Health and Human Services			113,913
U.S. Department of Justice Direct Programs			
COPS Grant - 2011	16.710	2011-UM-WX-0048	83,617
Subtotal U.S. Department of Justice Direct Programs			83,617
U.S. Department of Justice Pass Through Programs From:			
Justice Assistance Cluster:			
JAG Grant - 2014	16.738	2014-DJ-BX-0836	21,816
Subtotal Justice Assistance Cluster			21,816
Total-U.S. Department of Justice			105,433
U.S. Department of Homeland Security Direct Programs			
Assistance to Firefighters - SAFER Grant - 2011	97.044	EMW-2011-FH-00158	229
Fire Safety-FEMA Grant-2013	97.044	2013-FO-03602	58,520
Total-U.S. Department of Homeland Security			58,749
U.S. Department of Housing and Urban Development Direct Programs			
Community Development Block Grants/Entitlement Grants	14.218	B-15-MC-130010	278,143
Total U.S. Department of Housing and Urban Development			278,143
Total			$ 556,238

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Brunswick, Georgia and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

See independent auditor's report.