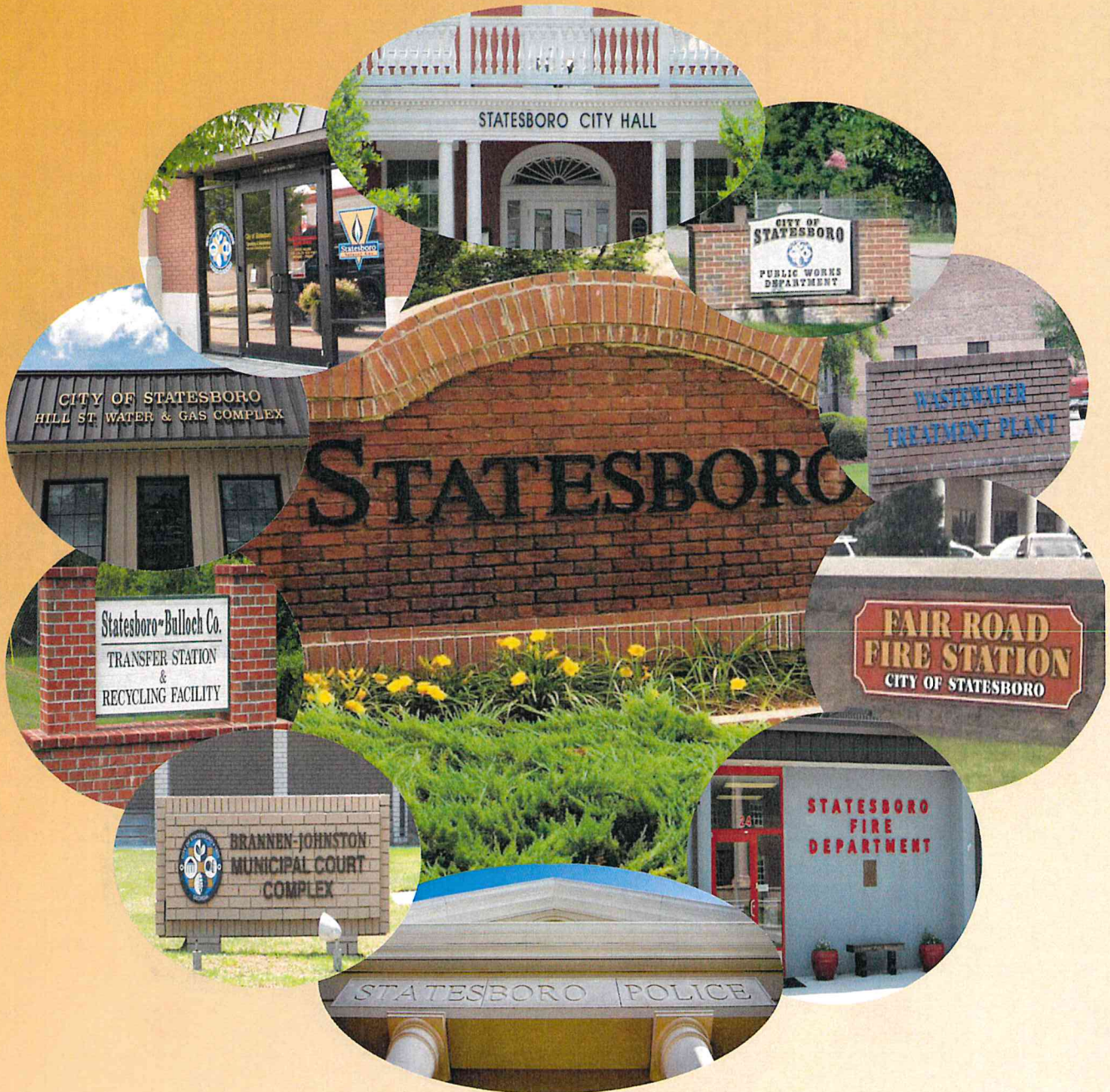


# CITY OF STATESBORO, GEORGIA



**Comprehensive Annual Financial Report  
For the Fiscal Year Ending June 30, 2018**



# CITY OF STATESBORO, GEORGIA



## Comprehensive Annual Financial Report FY 2018



**City of Statesboro, Georgia**  
**Comprehensive Annual Financial Report**  
**For The Year Ended June 30, 2018**

**TABLE OF CONTENTS**

**Introductory Section**  
(Unaudited)

Letter of Transmittal.....	vi
List of Elected Officials (In office as of June 30, 2018).....	xii
List of Appointed Officials.....	xiii
Organizational Chart .....	xiv

**Financial Section**

<b>Independent Auditors' Report .....</b>	<b>1</b>
---	----------

<b>Management's Discussion and Analysis (Unaudited).....</b>	<b>3</b>
--	----------

**Basic Financial Statements:**

**Government-wide Financial Statements:**

Statement of Net Position .....	13
Statement of Activities .....	14

**Fund Financial Statements:**

**Governmental Funds:**

Balance Sheet .....	15
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position .....	16
Statement of Revenues, Expenditures and Changes in Fund Balances .....	17
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities .....	18
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual - <i>General Fund</i> .....	19
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – <i>Statesboro Fire Service Fund</i> .....	21

**Proprietary Funds:**

Statement of Net Position .....	22
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	23
Statement of Cash Flows .....	24

<b>Notes to the Basic Financial Statements .....</b>	<b>26</b>
--	-----------

**Required Supplementary Information:**

Schedule of Changes in Net Position Liability (Asset) and Related Ratios.....	51
Schedule of Contributions.....	52
Schedule of Changes in the Total OPEB Liability and Related Ratios.....	53



**City of Statesboro, Georgia**  
**Comprehensive Annual Financial Report**  
**For The Year Ended June 30, 2018**

**Supplementary Information**

**Individual Fund Statements and Schedules:**

**Governmental Funds**

**Nonmajor Governmental Funds – By Fund Type:**

Combining Balance Sheet.....	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	55

**General Fund:**

Comparative Balance Sheet .....	56
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	57

**Major Capital Projects Funds:**

*2013 SPLOST Fund*

Comparative Balance Sheet .....	59
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	60

**Nonmajor Capital Projects Funds:**

Combining Balance Sheet .....	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	62

*Capital Improvements Program Fund*

Comparative Balance Sheet .....	63
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	64

*2016 CDBG Fund*

Balance Sheet .....	65
Statement of Revenues, Expenditures and Changes in Fund Balances.....	66

*2007 SPLOST Fund*

Comparative Balance Sheet .....	67
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	68

**Major Special Revenue Funds:**

*Statesboro Fire Service Fund*

Comparative Balance Sheet .....	69
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances.....	70

**Nonmajor Special Revenue Funds:**

Combining Balance Sheet .....	71
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	72

*Confiscated Asset Fund*

Comparative Balance Sheet .....	73
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	74

*Community Development Block Grant Fund*

Comparative Balance Sheet .....	75
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	76

*Department of Justice Fund*

Comparative Balance Sheet .....	77
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	78



**City of Statesboro, Georgia**  
**Comprehensive Annual Financial Report**  
**For The Year Ended June 30, 2018**

<i>Hotel/Motel Tax Fund</i>	
Comparative Balance Sheet .....	79
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	80
<i>Multiple Grant Fund</i>	
Comparative Balance Sheet .....	81
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	82
<i>Technology Fee Fund</i>	
Comparative Balance Sheet .....	83
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	84
<i>America's Best Communities Fund</i>	
Comparative Balance Sheet .....	85
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	86
<i>Tax Allocation District Fund</i>	
Comparative Balance Sheet .....	87
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	88
<i>Alcohol Beverage Control Fund</i>	
Comparative Balance Sheet .....	89
Schedule of Revenues, Expenditures and Changes in Fund Balances	
- Budget and Actual .....	90

**Proprietary Funds:**

**Enterprise Funds:**

**Major Enterprise Funds:**

<i>Water and Sewer Operating Fund</i>	
Comparative Statement of Net Position .....	91
Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	92
<i>Gas Operating Fund</i>	
Comparative Statement of Net Position .....	93
Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	94
<i>Solid Waste Collection Fund</i>	
Comparative Statement of Net Position .....	95
Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	96
<i>Solid Waste Disposal Fund</i>	
Comparative Statement of Net Position .....	97
Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	98

**Nonmajor Enterprise Funds:**

Combining Statement of Net Position .....	99
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position .....	100
Combining Statement of Cash Flows .....	101
<i>Reclaimed Water System Fund</i>	
Comparative Statement of Net Position .....	103



**City of Statesboro, Georgia**  
**Comprehensive Annual Financial Report**  
**For The Year Ended June 30, 2018**

Comparative Statement of Revenues, Expenses and Changes in Fund Net Position .....	104
<i>Stormwater Operating Fund</i>	
Statement of Net Position .....	105
Statement of Revenues, Expenses and Changes in Fund Net Position.....	106
<b>Internal Service Funds:</b>	
Combining Statement of Net Position.....	107
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position.....	108
Combining Statement of Cash Flows.....	109
<i>Health Insurance Fund</i>	
Comparative Statement of Net Position .....	111
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	112
<i>Fleet Management Fund</i>	
Comparative Statement of Net Position .....	113
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	114
<i>Workers Compensation Fund</i>	
Comparative Statement of Net Position .....	115
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	116
<i>Wellness Program Fund</i>	
Comparative Statement of Net Position .....	117
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	118
<i>Central Services Fund</i>	
Comparative Statement of Net Position .....	119
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	120
<b>Component Unit-Downtown Statesboro Development Authority</b>	
Comparative Statement of Net Position.....	121
Comparative Statement of Revenues, Expenses and Changes in Fund Net Position.....	122
Statement of Cash Flows.....	123
<b>Schedule of SPLOST Expenditures.....</b>	<b>125</b>
<b>Statistical Section</b>	
(Unaudited)	
<b>Index to Statistical Section:.....</b>	<b>127</b>
<b>Financial Trends:</b>	
Government-wide Expenses, Program Revenues and Net (Expense)/Revenue By Function/Program.....	S-1
Government-wide Program Revenues by Category .....	S-2
Government-wide General Revenues and Other Changes in Net Position.....	S-3
Government-wide Net Position by Category.....	S-4
General Governmental Revenues by Source.....	S-5
General Fund Tax Revenues by Source .....	S-6



**City of Statesboro, Georgia**  
***Comprehensive Annual Financial Report***  
***For The Year Ended June 30, 2018***

General Governmental Expenditures by Function .....	S-7
Changes in Fund Balances of Governmental Funds.....	S-8
Governmental Fund – Fund Balances.....	S-9

**Revenue Capacity:**

Taxable Assessed Value and Estimated Actual Value of Property.....	S-10
Direct and Overlapping Property Tax Rates .....	S-11
Property Tax Levies and Collections.....	S-12
Principal Property Taxpayers.....	S-13
Sales Tax Rates – Overlapping Governments.....	S-14
Water and Sewer Rates – Fiscal Years 2004 - 2013 .....	S-15
Water Sold by Type of Customer.....	S-17

**Debt Capacity:**

Ratio of Total Debt Outstanding by Type.....	S-18
Legal Debt Margin .....	S-19
Direct and Overlapping Debt.....	S-20
Pledged Revenue Bond Coverage.....	S-21

**Economic and Demographic Information:**

Principal Employers .....	S-22
Demographic and Economic Statistics.....	S-23

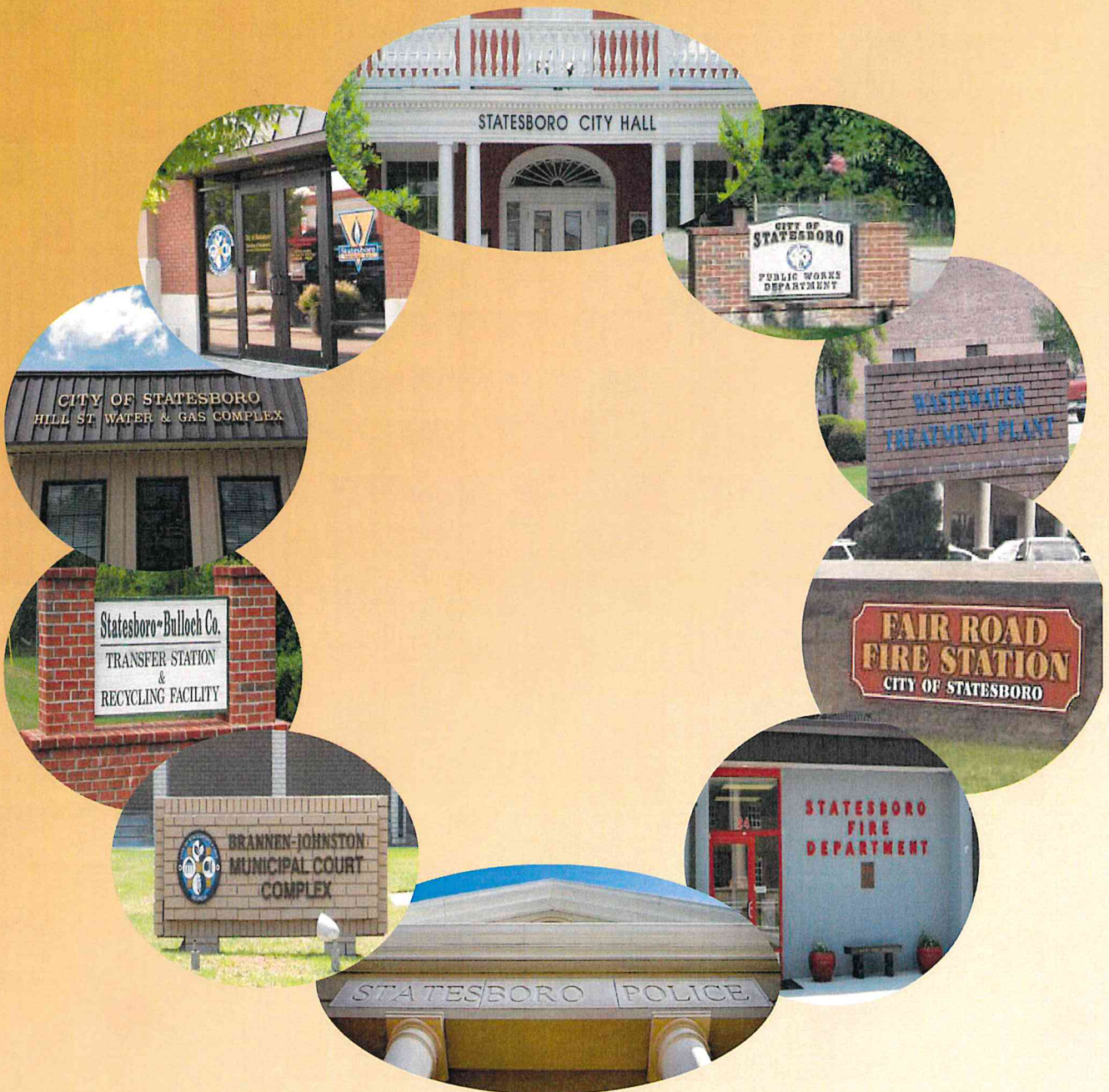
**Operating Information:**

Full Time City Employees by Function.....	S-24
Capital Asset and Infrastructure Statistics .....	S-25
Operating Statistics by Function/Program .....	S-26

**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 *Governmental Auditing Standards***







# Introduction





# CITY OF STATESBORO

## COUNCIL

Phil Boyum  
Sam Lee Jones  
Jeff Yawn  
Derek Duke  
John Riggs



Jonathan McCollar, Mayor  
Randy Wetmore, City Manager  
Sue Starling, City Clerk

50 EAST MAIN STREET • P.O. BOX 348  
STATESBORO, GEORGIA 30459-0348

December 20, 2018

To The Honorable Mayor, City Council,  
and Citizens of the City of Statesboro:

The **Comprehensive Annual Financial Report (CAFR)** of the City of Statesboro, Georgia for the fiscal year ended June 30, 2018 is submitted herewith. This report was prepared by the City's Finance Department. Responsibility for the completeness and accuracy of the report rests with the City's management. We believe the data presented is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position, results of operations and cash flows of the City as measured by the financial activity of its various funds; that the statements and underlying financial data have been prepared in conformity with generally accepted accounting principles (GAAP) and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

City management's narrative on the financial activities of the City for the fiscal year ended June 30, 2018, is included in the Management's Discussion and Analysis (MD&A) section of this report, immediately following the independent auditor's report. The letter of transmittal is written to compliment the MD&A and the financial statements, and should be read from that perspective and in conjunction with all other CAFR sections.

## PROFILE OF THE CITY

The City of Statesboro was created by an act of the General Assembly of the State of Georgia on December 19, 1803. The City operates under the Council/Manager form of government, providing the following services as authorized by its charter: public safety (police and fire), streets and drainage, community development, community services and general administrative services. The City also operates four public utilities (a water and sewer system, a stormwater system and a natural gas distribution system) and provides sanitation collection and disposal services. The City and Bulloch County jointly operate a transfer station for transport of solid waste and an inert landfill.

The City reports a 2018 estimated population of 32,101, which is based upon the July 1, 2018 Statesboro, Georgia Population Data and Demographics. This is less than 1% of the total State of Georgia population. Statesboro ranks high with a 51.5% poverty level while Bulloch County poverty rate is 31.5% and National poverty rate is 13.9%. However, this number is impacted by the fact that

university students, when filling out census forms, do not have significant earned income. Georgia Southern University's Bureau of Business Research and Economic Development in a recent study confirmed that the non-student population has a much higher per capita income than the census for this reason; and, the university student population has a considerable amount of disposable income, though little earned income, as they are predominantly supported financially by parents. In January 2017, the University System of Georgia Board of Regents voted to consolidate Armstrong State University and Georgia Southern University. The new, 26,408 student university formed in January 2018 and is named Georgia Southern University with the first entering class in Fall 2018. The university now consists of 3 campuses with the Armstrong campus located in Savannah enrolling 5610 students, the Liberty campus located in the Hinesville enrolling 501 students and Statesboro campus enrolling 18,499 students, not including on-line enrollment.

The City of Statesboro is the county seat of Bulloch County, Georgia, located in the southeastern corner of the state. It is included on the southern leg of the Savannah River Parkway, a four-lane connector between Savannah and Augusta. It is located 53 miles west of Savannah, 76 miles south of Augusta, 121 miles east of Macon, 144 miles southwest of Charleston, SC, 168 miles north of Jacksonville, FL, and 199 miles southeast of Atlanta. Statesboro is 10 miles from Interstate 16, and is located on US Highways 301, 80, and 25, and State Routes 73, 46, 67, and 24.

The City is approximately 15.22 square miles with an average elevation of 240 feet above sea level, the terrain being mostly flat. The climate is seasonal, but moderate, with mild winters and warm, humid summers. The average high is 58 degrees in January and 91 degrees in July. The average annual rainfall is 47.0" and the relative humidity is 53% in January and 75% in July.

Statesboro is served by the Heart of Georgia Railway Company and numerous common freight carriers. The City and Bulloch County jointly own the Statesboro Municipal Airport that is located approximately 30 minutes from Interstate 16. It is 45 minutes from the Savannah/Hilton Head International Airport, which is serviced by 5 major airlines. The City of Statesboro also is located approximately fifty miles from the Georgia Ports Authority's Savannah terminal, and is within a reasonable distance of the ports of Charleston, Beaufort, Brunswick, and Jacksonville.

There are three institutions of higher learning located in the greater Statesboro area: Georgia Southern University (GSU) within the city limits, and Ogeechee Technical College, and East Georgia State College located just outside the city on US Highway 301 South. Accredited by the Southern Association of Colleges and Schools and Georgia's largest and most comprehensive center of higher education south of Atlanta, Georgia Southern offers 148 courses for undergraduate and graduate degree programs through the doctoral level in its current nine Colleges. The University's 26,408 students come from 50 states, the District of Columbia, Puerto Rico and 102 countries.

East Georgia State College-Statesboro (EGSC-S) provides students an opportunity to complete college level course work and transfer to another university-level institution or state college to complete their chosen degrees. EGSC-S students are able to take advantage of many of the benefits of Georgia Southern University, including library use, cultural events, campus meal plans, intramural sports, fitness extension facilities, athletic tickets, marching band, and more. Students attending EGSC-S are also eligible to enroll in health and physical education classes through Georgia Southern University.

Ogeechee Technical College is accredited by the Commission of the Council on Occupational Education and adheres to statewide curriculum standards established by the Georgia Department of Technical and Adult Education. OTC offers 127 programs of study including 26 diploma programs, 82 certificate programs, and 21 Associate degrees in conjunction with Georgia Southern University and East Georgia State College. Ogeechee Technical College gave over 1600 program awards to 941 graduating students in 2018 with 47% of students enrolled at Ogeechee Technical College in 2018 being from Bulloch County. There are 15 public schools, 3 private and parochial schools, 1 home school association, and 1 charter school in Bulloch County educating the county's 10,533 students.

Statesboro is a leader in health care in southeast Georgia with East Georgia Regional Medical Center, equipped with 149 patient rooms, employing approximately 600 staff and over 95 physicians representing a wide range of specialties. The hospital is accredited by the Joint Commission on Accreditation of Healthcare Organizations, a distinction that is awarded only to those healthcare facilities that maintain the highest standards of quality.

The City is served by 6 local radio stations, WHKN, WMCD, WPMX, WPTB, WWNS and WVGS, and one daily newspaper, the *Statesboro Herald*. In addition, the *Savannah Morning News* reports on the news in Statesboro. Statesboro is covered locally by Northland Cable TV, which is located in the city. Three television stations in Savannah also cover Statesboro regularly: WTOG (CBS), WJCL (ABC), and WSAV (NBC).

The City has 122 miles of roads of which 121.71 are paved. Natural gas is sold to 3,821 customers while water and sewer service is provided by the City to over 13,857 customers with an average daily water consumption of 3.121 million gallons. Statesboro has 199.48 miles of sanitary sewer and 245.98 miles of water mains with 1,647 fire hydrants. The City maintains a Class 2/2Y ISO rating with 2 fire stations.

Utilities are provided by the following within the City:

City of Statesboro	Water and Sewer, Sanitation, Natural Gas and Stormwater
Excelsior EMC	Electricity
Georgia Power Company	Electricity
Frontier Communications	Telecommunications
Bulloch Rural Telephone	Telecommunications
Northland Cable TV	Telecommunications

## **ECONOMIC CONDITION AND OUTLOOK**

Statesboro has an economy comprised of an industrial base, a growing university, expanding retail activity, and a regional medical center. The City has a highly diversified economy with several major industries located in the area and is a regional shopping center and health care provider for eight surrounding Georgia counties (Effingham, Screven, Jenkins, Emanuel, Candler, Evans, Tattnall, and Toombs).

The 2017 Statesboro per capita income was \$25,573 or 59% of the State of Georgia per capita income. Per capita income is total personal income (including wages, dividends, interest, rent, and government payments) divided by the total population. It is commonly used as an indicator of the



quality of consumer markets and the economic wellbeing of a community. As noted above, this figure is actually skewed lower by the high number of university students who do not report earned income, but have considerable disposable income.

The area offers many educational and vocational opportunities that provide a competitive advantage for a strong workforce. The June 2018 unemployment rate was 4.9%, equal to the State of Georgia at 4.9% and above the national rate of 4.0%. Approximately 19.5% of the Bulloch County civilian labor force is employed by the government sector including one of the City's largest employers, Georgia Southern University. Other government employers include Bulloch County, Bulloch County Board of Education, Ogeechee Technical College, and the City of Statesboro. The major private sector employers in the City include East Georgia Regional Medical Center and Wal-Mart Supercenter.

The City and County are experiencing moderate growth with the City approving 36 new building permits in 2017, and 56 in 2018. The cost of housing in Bulloch County is among the lowest in the nation. The average residential listing price is \$159,000. The median value of owner occupied units was \$138,000.

## **MAJOR INITIATIVES**

***For The Year.*** In FY 2018, The Public Works and Engineering Departments expended \$1,216,789 in SPLOST funds to finance street repaving, street striping, installation and repairs of sidewalks, roadway improvements and traffic calming measures.

SPLOST dollars totaling \$400,999 were expended to purchase police vehicles and safety clothing for police.

The City expended \$75,485 in SPLOST funds for building renovations and the rehabilitation of mechanical systems.

The City expended \$429,583 in SPLOST funds for water and sewer line replacements and upgrades throughout the City.

The City expended \$854,555 in SPLOST funds to replace a gas line at the Ogeechee River Crossing on Hwy 301 North.

***For The Future.*** Public Safety has budgeted \$873,000 for police vehicles and conversions, fire vehicles, generators and personal protection equipment.

The Natural Gas Department has budgeted \$928,000 for gas system expansions.

The Solid Waste Disposal fund has \$185,000 budgeted for equipment replacement.

The engineering department has budgeted \$8,478,400 of SPLOST and TSPLOST funds for street resurfacing, sidewalks, traffic calming measures, intersection improvements and parking improvements.

The waste water department has budgeted \$1,070,000 of SPLOST funds for water and sewer upgrades and a sewer main extension.

In FY 2019, landfill closure/post-closure expenses, equipment and air rights in the Wayne County Landfill will continue to be funded by 2013 SPLOST in the amount of \$1,374,600.

## **FINANCIAL INFORMATION**

In developing and evaluating the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, the reliability of financial statements, and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived; and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe that the City's internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

The City's accounting records for general governmental operations are maintained on a modified accrual basis and reported on the same basis at the fund financial reporting level. However, at the government-wide financial reporting level, these activities are presented on the accrual basis.

The City's enterprise funds account for the cost of services using an "economic resources" measurement focus. This means that all assets and liabilities (whether current or non-current) associated with the funds are included on their balance sheets. Their operating statements present increases (revenues) and decreases (expenses) in net total assets. The accrual basis of accounting is used for the proprietary funds.

***Budgeting Controls.*** Budgets have been adopted and appropriated at the fund level for each City governmental fund. Budgetary control is maintained at the line-item level by the rendering of monthly reports of revenues and expenditures. Major variances between budget and actual are reviewed monthly with the City Council on an exceptions basis. Unexpended appropriations lapse at year-end for budgetary purposes and are subject to re-appropriation in the following year.

***Long-term Financial Planning.*** The City of Statesboro maintains a flexible, yet thorough six year capital improvement plan whereby capital needs are identified several years before funding and implementation, to allow adequate time for planning. This plan also provides for the orderly replacement of facilities and equipment. The City's current six year plan has identified \$66,003,333 in projected expenditures through FY 2024. In FY 2019, the City has budgeted \$9,571,083 in projected expenditures, with \$3,194,000 being funded from the 2013 Special Purpose Local Option Sales Tax. The projects funded from the 2013 SPLOST include \$1,859,000 in street and \$1,070,000 for water and sewer projects, \$150,000 for natural gas projects, and \$90,000 for solid waste disposal projects.

## **OTHER INFORMATION**

***Independent Audit.*** State law requires annual audits of the accounting records by independent certified public accountants selected by the City Council. This requirement has been met, and the auditor's opinion is included in this report. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial presentation. The auditor's examination encompassed the basic

financial statements for the fiscal year ended June 30, 2018.

***Awards.***

In 2018, the City received the Distinguished Budget Presentation Award for the fiscal year beginning July 1, 2017 from the Government Finance Officers Association of the United States and Canada (GFOA). This award is the highest form of recognition in governmental budgeting. It is presented to governments whose budgets adhere to program standards and its attainment represents significant achievement by the organization in providing a budget document that clearly presents financial, accounting, and policy information. In order to receive this award a government must publish a budget document which meets program criteria as a policy document, financial plan, operations guide, and as a communications device. This is the fourteenth consecutive year the City has received this award. The Distinguished Budget award is valid for a period of one year.

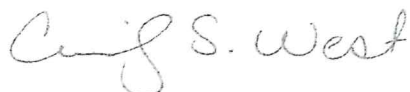
In 2018, the City received the Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2017. A Certificate of Achievement for Excellence in Financial Reporting is a prestigious national award presented by the Government Finance Officers Association of the United States and Canada to government units whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting. A government must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. This is the thirteenth year the City has received this award.

***Acknowledgments.*** We wish to express our gratitude and appreciation to the members of the staff of the City of Statesboro Finance Department for their assistance and support in the preparation of this report. We wish to acknowledge the guidance and technical support provided by our independent auditors, Lanier, Deal & Proctor, CPAs.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Randy Wetmore".

Randy Wetmore  
City Manager

A handwritten signature in blue ink, appearing to read "Cindy S. West".

Cindy S. West  
Director of Finance





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Statesboro  
Georgia**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morill*

Executive Director/CEO



## **CITY OF STATESBORO, GEORGIA MAYOR AND COUNCIL**

**Jonathan M. McCollar**  
Mayor



*In office since January 2018  
Current term expires December 2021*

**Phil Boyum**  
District 1



*In office since January 2013  
Current term expires December 2021*

**Sam Lee Jones**  
District 2



*In office since January 2016  
Current term expires December 2019*

**Jeff Yawn**  
District 3



*In office since January 2016  
Current term expires December 2019*

**John Riggs**  
District 4



*In office since January 2010  
Current term expires December 2021*

**Derek Duke**  
District 5



*In office since June 2018  
Current term expires December 2019*

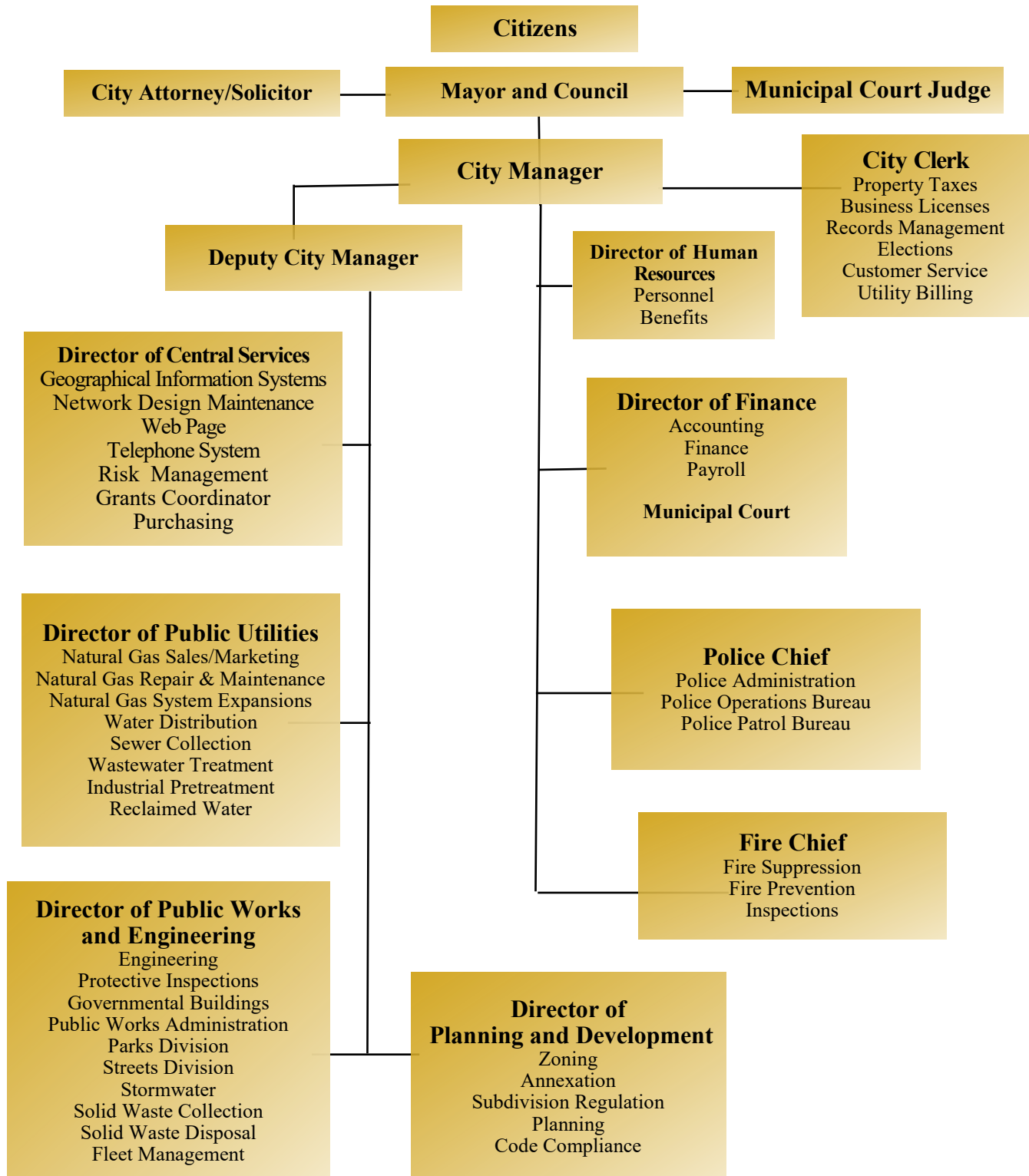
# **CITY OF STATESBORO, GEORGIA**

## **APPOINTED PRINCIPAL OFFICIALS**

*As of June 30, 2018*

<b>NAME</b>	<b>POSITION</b>	<b>LENGTH OF TIME WITH CITY</b>
Randy Wetmore	City Manager	18 months
Robert Cheshire	Deputy City Manager	22 years
Cindy West	Finance Director	21 years
Sue Starling	City Clerk	28 years
Cain Smith	City Attorney	18 months
Jason Boyles	Director of Public Works & Engineering	17 years
Mike Broadhead	Police Chief	14 months
Tim Grams	Fire Chief	21 years
Steve Hotchkiss	Director of Public Utilities	27 years
Frank Neal	Director of Planning & Development	2 year
Darren Prather	Director of Central Services	9 years
Flavia Starling	Director of Human Resources	15 years

# ORGANIZATIONAL CHART FOR THE CITY OF STATESBORO







**Financial**





## LANIER, DEAL & PROCTOR

WILLIAM RUSSELL LANIER, CPA  
RICHARD N. DEAL, CPA, CGMA  
KAY S. PROCTOR, CPA, CFE, CGMA  
WILLIAM BLAKE BLOSER, CPA  
TIFFANY D. JENKINS, CPA, CGMA  
RICHARD N. DEAL II, CPA

CERTIFIED PUBLIC ACCOUNTANTS  
201 SOUTH ZETTEROWER AVENUE  
P.O. BOX 505  
STATESBORO, GEORGIA 30459  
PHONE (912) 489-8756  
FAX (912) 489-1243

MEMBERS  
AMERICAN INSTITUTE OF CERTIFIED  
PUBLIC ACCOUNTANTS  
  
GEORGIA SOCIETY OF CERTIFIED  
PUBLIC ACCOUNTANTS

### INDEPENDENT AUDITOR'S REPORT

To the City Council  
City of Statesboro, 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 the City of Statesboro, Georgia, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### Management's Responsibility for the Financial Statements

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

#### Auditor's Responsibility

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

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

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

#### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Statesboro, Georgia, as of June 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and the Statesboro Fire Service Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.



## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12 and other required supplementary information, as listed in the table of contents, 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 City of Statesboro, Georgia's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, schedule of SPLOST expenditures, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2018, on our consideration of the City of Statesboro, 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 Statesboro, Georgia's internal control over financial reporting and compliance.

*Lanier, Dahl & Proctor*

Statesboro, GA  
December 19, 2018





# Management's Discussion and Analysis





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## MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City of Statesboro, Georgia's (the City's) annual financial report, the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the fiscal year ended June 30, 2018. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

### Financial Highlights

- The City had total net position (assets exceeded liabilities) of \$98,355,112 at 2018 fiscal year-end. That is \$5,803,689 or 6.3%, higher than the total net position of \$92,551,423 at 2017 fiscal year-end. Fiscal year 2017 had seen a \$3,074,971 or 3.4%, increase in total net position.
- Total net position is comprised of the following:
  - (1) Net investment in capital assets, of \$75,631,832 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets. The figure for fiscal year 2017 was \$76,250,099. That is a decrease of \$618,267 or .8%. There was a decrease of \$492,762 or .6% for fiscal year 2017.
  - (2) Net position of \$7,790,355 is restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations. That is \$1,487,734 or 23.6%, more than the fiscal year 2017 amount of \$6,302,621. That was \$442,442 (or 7.6%) more than fiscal year 2016's \$5,860,179.
  - (3) Unrestricted net position of \$14,932,925 represents the portion available to maintain the City's continuing obligations to citizens and creditors. This is a \$4,934,222 (or 49.3%) increase over the fiscal year 2017 total of \$9,998,703. That amount was a \$3,125,291 (or 45.5%) increase over fiscal year 2016's figure of \$6,873,412. FY 2016 had seen a \$1,853,404 (or 36.9%) increase over FY 2015's amount. In fiscal year 2018, unrestricted net position for business-type activities increased by \$3,408,541 or 35.6%. The unrestricted net position for the governmental activities in fiscal year 2018 increased by \$1,525,681 or 368.7%.
- The City's governmental funds reported total ending fund balance of \$12,187,418, compared to \$9,527,788 in fiscal year 2017. This is a \$2,659,630 (or 27.9%) increase. The fiscal year 2017 ending fund balance for governmental funds showed an increase of \$2,041,978 (or 27.3%).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$5,196,777. That compares to \$4,089,876 for fiscal year 2017 and \$2,501,862 for fiscal year 2016.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

### Overview of the Financial Statements

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements.

### Government-wide Financial Statements

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of net position presenting information that includes all of the City's assets and liabilities, with the difference between them reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole

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is improving or deteriorating. Evaluation of the overall health of the City would extend to other non-financial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City that are principally supported by sales and property taxes from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, and public works. Business-type activities include the natural gas distribution system, the water and wastewater systems, and the solid waste collection and disposal systems.

The government-wide financial statements are presented on pages 13 & 14 of this report.

### ***Fund Financial Statements***

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all other (non-major) funds are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The City has two kinds of funds:

1. *Governmental funds* are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 15-21 of this report.

Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

2. *Proprietary funds* are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are classified as enterprise funds. These enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the City organization for gas, water and wastewater utilities; and for solid waste collection and disposal systems.

The basic enterprise fund financial statements are presented on pages 22-25 of this report.

### ***Notes to the Basic Financial Statements***

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 26 of this report.



### Supplementary Information

In addition to the basic financial statements and accompanying note disclosures, this report also presents certain required supplementary information concerning the City's budget presentations and information on its pension plan. The budgetary comparison statement is included as a basic financial statement for the General Fund and the Statesboro Fire Service Fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the City's adopted and final revised budget. During the fiscal year, the Mayor and City Council adopted by resolution three budget amendments, or revision, to the original budget resolution.

As discussed, the City reports major funds in the basic financial statements. Combining and individual statements and schedules for non-major funds are presented in this section of this report beginning on page 54.

### Financial Analysis of the City as a Whole

The City's net position at fiscal year 2018 was \$98,355,112, compared to the fiscal year 2017 figure of \$92,551,423. The following table provides a summary of the City's net position:

Summary of Net Position

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
<b>Assets:</b>						
Current assets	\$ 14,847,210	\$ 12,092,599	\$ 16,343,994	\$ 13,558,917	\$ 31,191,204	\$ 25,651,516
Capital assets	27,908,782	28,736,458	62,620,241	62,787,358	90,529,023	91,523,816
Other Noncurrent assets	2,153,792	351,206	3,771,797	3,124,212	5,925,589	3,475,418
<b>Total Assets</b>	<b>44,909,784</b>	<b>41,180,263</b>	<b>82,736,032</b>	<b>79,470,487</b>	<b>127,645,816</b>	<b>120,650,750</b>
<b>Deferred Outflows of Revenues</b>	<b>1,252,727</b>	<b>1,123,308</b>	<b>513,237</b>	<b>465,294</b>	<b>1,765,964</b>	<b>1,588,602</b>
<b>Liabilities:</b>						
Current liabilities	2,662,911	3,132,462	2,774,872	2,563,261	5,437,783	5,695,723
Long-term liabilities	5,823,508	5,379,649	17,394,866	17,894,705	23,218,374	23,274,354
<b>Total Liabilities</b>	<b>8,486,419</b>	<b>8,512,111</b>	<b>20,169,738</b>	<b>20,457,966</b>	<b>28,656,157</b>	<b>28,970,077</b>
<b>Deferred Inflows of Resources</b>	<b>1,749,279</b>	<b>521,424</b>	<b>651,232</b>	<b>196,428</b>	<b>2,400,511</b>	<b>717,852</b>
<b>Net Position:</b>						
Net Investment in capital assets	26,988,150	27,344,828	48,643,682	48,905,271	75,631,832	76,250,099
Restricted	6,999,230	5,511,456	791,125	791,165	7,790,355	6,302,621
Unrestricted	1,939,433	413,752	12,993,492	9,584,951	14,932,925	9,998,703
<b>Total net position</b>	<b>\$ 35,926,813</b>	<b>\$ 33,270,036</b>	<b>\$ 62,428,299</b>	<b>\$ 59,281,387</b>	<b>\$ 98,355,112</b>	<b>\$ 92,551,423</b>

The current ratio divides the current assets by the current liabilities, and is an indication of the ability to pay current obligations. For fiscal year 2018, the current ratio for governmental activities is 5.6 and 5.9 for business type activities. For fiscal year 2017, the current ratio for governmental activities was 3.9 and for business type activities 5.3. For the City, overall, the current ratio for fiscal year 2018 is 5.7, compared to 4.5 for fiscal year 2017. For fiscal year 2016, the current ratio for governmental activities was 3.5 and for business type activities 3.8.

Net position for fiscal year 2018 increased by \$2,656,777 for governmental activities, and increased by \$3,146,912 for business-type activities. Net position for fiscal year 2017 decreased by \$573,642 for governmental activities and increased by \$3,648,613 for business type activities.



Note that in fiscal year 2018, 75.1%, and in fiscal year 2017, 82.2% of the governmental activities' net position were invested in capital assets. On the business type activities, the City has spent 77.9% of its net position in fiscal year 2018, and 82.5% in fiscal year 2017 on capital assets. This is not unusual, as the business type activities are primarily utilities, which are very capital-intensive operations. Expansion of these systems is necessary for the continued growth of the City and for its financial position, as these utility systems generate considerable revenues for all the City's operations. 76.9% in fiscal year 2018, and 82.4% in fiscal year 2017 of the City's total net position were included in capital assets.

The following table provides a summary of the changes in net position, with comparative data for both fiscal years 2018 and 2017:

Summary of Changes in Net Position								
2018					2017			
	Governmental Activities	Business Activities	Total	Percentage of Total	Governmental Activities	Business Activities	Total	Percentage of Total
Revenues:								
Program:								
Charges for services	\$ 3,378,190	\$ 23,044,823	\$ 26,423,013	60%	\$ 3,412,058	\$ 23,433,217	\$ 26,845,275	61%
Operating grants	141,356	86,058	227,414	1%	206,242	165,594	371,836	1%
Capital grants and contributions	6,208,788	216,981	6,425,769	15%	5,801,489	140,305	5,941,794	14%
General:								
Taxes	10,544,679	-	10,544,679	24%	9,884,185	-	9,884,185	23%
Other	46,222	83,949	130,171	0%	134,228	83,210	217,438	0%
Total revenues	20,319,235	23,431,811	43,751,046	100%	19,438,202	23,822,326	43,260,528	100%
Program Expenses:								
General government	1,818,731	-	1,818,731	5%	1,968,975	-	1,968,975	5%
Municipal court	436,950	-	436,950	1%	508,188	-	508,188	1%
Public safety	10,863,589	-	10,863,589	29%	10,718,966	-	10,718,966	28%
Public works	3,364,470	-	3,364,470	9%	3,451,180	-	3,451,180	9%
Community development	855,871	-	855,871	2%	921,965	-	921,965	2%
Parks and cemeteries	483,201	-	483,201	1%	515,643	-	515,643	1%
Engineering	364,744	-	364,744	1%	282,548	-	282,548	1%
Planning and zoning	342,988	-	342,988	1%	326,708	-	326,708	1%
Community services	261,311	-	261,311	1%	265,623	-	265,623	1%
Interest	44,936	-	44,936	0%	19,806	-	19,806	0%
Water and sewer	-	8,814,790	8,814,790	23%	-	8,674,680	8,674,680	23%
Reclaimed water system	-	41,255	41,255	0%	-	44,256	44,256	0%
Stormwater	-	740,278	740,278	2%	-	610,552	610,552	2%
Gas	-	3,279,916	3,279,916	9%	-	3,318,781	3,318,781	9%
Solid waste collection	-	2,995,140	2,995,140	8%	-	2,972,290	2,972,290	8%
Solid waste disposal	-	3,239,186	3,239,186	8%	-	3,565,151	3,565,151	9%
Total expenses	18,836,791	19,110,565	37,947,356	100%	18,979,602	19,185,710	38,165,312	100%
Excess (deficiency)	1,482,444	4,321,246	5,803,690		458,600	4,636,616	5,095,216	
Transfers	1,174,333	(1,174,333)	-		343,359	(343,359)	-	
Change in net position	2,656,777	3,146,913	-		801,959	4,293,257	-	
Prior period adjustment	-	-	-		(1,375,601)	(644,644)	(2,020,245)	
Beginning net position	33,270,036	59,281,387	92,551,423		33,843,678	55,632,774	89,476,452	
Ending net position	\$ 35,926,813	\$ 62,428,300	\$ 98,355,113		\$ 33,270,036	\$ 59,281,387	\$ 92,551,423	

## GOVERNMENTAL REVENUES

Bulloch County (including the City of Statesboro) is one of only eight counties out of 159 in Georgia that do not receive any of the 1% Local Option Sales Tax (LOST). A local Constitutional Amendment was passed by the Georgia General Assembly in the 1981 Session

(Georgia Laws, 1981, p. 1931) which called for a referendum on the question of whether or not the local option sales tax should go to the Bulloch County Board of Education, with a dollar for dollar reduction in the school property tax. (Boards of Education in Georgia are limited to a maximum millage rate of 20.) The referendum passed on November 2, 1982. Since that time, this money has gone to the

Board of Education. Since most Georgia counties and cities negotiate a formula to distribute this sales tax among the county and city governments in that county, this puts both the City of Statesboro and Bulloch County government at a distinct disadvantage relative to almost all the other cities and counties in the state. It means that we have to rely more heavily on the local property tax and user fees than these other cities and counties. For example, if the City and County had equally split this approximately \$10,861,926 in local option sales taxes in fiscal year 2018, the City would have had \$5,430,963. That is more than the City collected in property taxes. In effect, the City could have done away with its property tax levy totally if not for this local legislation and referendum in the early 1980's.

However, the City of Statesboro and Bulloch County (and the other cities in the county) do share the proceeds of a 1% Special Purpose Local Option Sales Tax (SPLOST), which has passed referendums in both 2006 for a six-year term and in 2012 (beginning collections in 2013) for a six-year term. In fiscal year 2018, sales taxes of \$5,541,156 out of \$20,301,167 in total governmental funds revenues, or 27.3%, were received from the 2013 SPLOST. \$2,772,244 in 2013 SPLOST funds were transferred to the business-type funds for capital projects (water and sewer, gas and solid waste collection and disposal systems). Similarly, in fiscal year 2017, \$5,391,024 in sales taxes represented 27.8% of the \$19,385,771 in governmental funds revenues.

The City is heavily reliant on taxes to support governmental activities operations. In total, taxes make up 52% of revenues as compared to 51% in fiscal year 2017. Property taxes provided \$5,267,213 or 25.9% of the City's total governmental activities revenue as compared to 23.3% in fiscal year 2017.

Also, note that program revenues covered 51.6% in fiscal year 2018, and 49.6% in fiscal year 2017 of governmental operating expenses. This means that the government's taxpayers and the City's other general revenues funded the remaining 48.4% in fiscal year 2018, and 50.4% in fiscal year 2017 of the governmental activities. As this documents, the general economy and the local businesses have a major impact on the City's revenue streams.

## GOVERNMENTAL FUNCTIONAL EXPENSES

The public safety function comprises 57.7% of the City's total governmental activity expenses and 28.6% of the total City expenses in fiscal year 2018. In fiscal year 2017, the figures were 56.5% and 28.1% respectively. In fiscal year 2018, general government totaled 9.7% of the total governmental activity expense, and 4.8% of the total City expenses. In fiscal year 2017, general government totaled 10.4% of the total governmental activity expenses, and 5.2% of the total City expenses. Of the total \$18.83 million of governmental expenses, depreciation is 13.7% of that total. In fiscal year 2017, the numbers were \$18.98 million and 13.9% respectively

The following table presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions.

	Governmental Activities			
	2018		2017	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
General Government	\$ 1,818,731	\$ 927,884	\$ 1,968,975	\$ 1,155,651
Municipal Court	436,950	436,950	508,188	508,188
Public Safety	10,863,589	7,798,442	10,718,966	7,412,162
Public Works	3,364,470	(1,833,706)	3,451,180	(1,249,513)
Community Development	855,871	576,097	921,965	512,316
Parks and Cemeteries	483,201	446,201	515,643	515,643
Engineering	364,744	304,556	282,548	248,776
Planning and Zoning	342,988	145,786	326,708	171,161
Community Services	261,311	261,311	265,623	265,623
Interest	44,936	44,936	19,806	19,806
Total	<u>\$ 18,836,791</u>	<u>\$ 9,108,457</u>	<u>\$ 18,979,602</u>	<u>\$ 9,559,813</u>



For fiscal year 2018 and 2017, all functions required a subsidy from general revenues except for public works. In fiscal year 2018 and 2017, \$4,513,877 and \$4,404,924 respectively, in SPLOST revenue received from the County was included in program revenue for public works.

## BUSINESS-TYPE ACTIVITIES

### Revenues vs. Expenses

For fiscal year 2016, operating revenues for utility funds were 1.6% higher than 2015 and operating expenses were 2.7% lower than fiscal year 2015. Within the total business type activities of the City, these activities reported \$4,805,162 in operating income, or an increase of 20.5% compared to fiscal year 2015. After transfers in and out between other funds, these funds reported a gain of \$3,891,372 or a decrease of \$1,638,455, compared to fiscal year 2015. The primary reason for this decrease was a decrease in intergovernmental revenue received.

For fiscal year 2017, operating revenues for utility funds were 7.5% higher than 2016 and operating expenses were 7.7% higher than fiscal year 2016. Within the total business type activities of the City, the activities reported \$5,125,714 in operating income, or an increase of 6.7% compared to fiscal year 2016. After transfers in and out between other funds, these funds reported a gain of \$4,476,210 or an increase of \$584,838, compared to fiscal year 2016. The primary reason for this increase was an increase in operating income for the water and sewer fund.

For fiscal year 2018, operating revenues for utility funds were 1.8% lower than 2017 and operating expenses were .8% higher than fiscal year 2017. Within the total business type activities of the City, the activities reported \$4,561,287 in operating income, or a decrease of 11.0% compared to the fiscal year 2018. After transfer in and out between other funds, those funds reported a gain of \$3,142,111 or a decrease of \$1,334,099 compared to the fiscal year 2017. The primary reasons for this decrease was a decrease in charges for services in the water and sewer fund, as well as an increase in purchased services and depreciation expense. Also net transfers out to other funds increased in fiscal year 2018.

Each specific fund reported the following operating income or loss:

	2018		2017	
	Amount	Percent Change	Amount	Percent Change
Water and Sewer Fund	\$ 2,799,637	(17.9)%	\$ 3,410,204	39.6%
Reclaimed Water/Sewer Fund	\$ 11,860	35.1%	\$ 8,777	(68.3)%
Stormwater	\$ 264,189	(47.9)%	\$ 507,313	(1.6)%
Gas Fund	\$ 1,448,356	4.7%	\$ 1,383,005	(21.0)%
Solid Waste Collection Fund	\$ 913,379	(0.0)%	\$ 913,452	36.4%
Solid Waste Disposal Fund	\$ (876,134)	20.1%	\$ (1,097,037)	(82.4)%

The solid waste disposal fund's operating loss decreased by 20.1% from fiscal year 2017. The revenues do not cover all expenses, and SPLOST Funds is therefore used to make up the difference.

The City transfers resources from its enterprise funds to the general fund for the following reasons:

- Since the City does partial indirect cost allocation, the transfers help cover the General Fund's indirect costs that could be charged to the enterprise funds as indirect costs. These costs include the various staff divisions, such as personnel, finance, purchasing, and records, as well as part of the City Manager's time.

- If these enterprise funds were privately owned, the City would be entitled to a franchise fee equal to 5% of the gross revenues, similar to CATV, electricity, or telephone service providers. These transfers offset some of these costs.
- If these enterprise funds were privately owned, the City would be entitled to property taxes on the property in service, net of accumulated depreciation, similar to CATV, electricity, or telephone service providers. These transfers are made in lieu of property taxes.
- If these enterprise funds were privately owned, their approved rate tariffs would include a reasonable return on shareholder equity. Since the City's taxpayers are in fact the investors who started and financed these operations, they are being rewarded with a comparable return on equity in the form of lower property taxes. This return can be made while still maintaining retail rates that are at or below the surrounding market prices offered by private utility companies. For example, the City's natural gas system rates are considerably lower than any investor-owned utility or private gas marketer in our geographic area.
- Hosting a sizable regional university, as well as being the county seat, results in a considerable amount of state and county property not being subject to property taxation. However, services such as police, fire, street repair and cleaning, and traffic signalization must be provided and expanded as needed, and must be funded from general revenues. Transfers from the enterprise funds help offset this burden, while sharing it more equitably among all citizens and institutions.

The solid waste disposal fund recognized a transfer in from the 2013 SPLOST fund of \$1,471,879 in fiscal year 2018, which was used for the purchase of landfill space (air rights) in the Wayne County Solid Waste Landfill, for post-closure costs for our Lakeview Landfill, and equipment for the Transfer Station.

## **Financial Analysis of the City's Funds**

### ***Governmental Funds***

Governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$12,187,418 in fiscal year 2018, compared to \$9,527,788 in fiscal year 2017, and \$7,485,810 in fiscal year 2016. Of these year-end totals, \$6,960,742 (or 57.1%) in fiscal year 2018 and \$5,469,858 (or 57.4%) in fiscal year 2017 were restricted for specific purposes and not available for continuing city service requirements.

The total ending fund balances of governmental funds show an increase in fiscal year 2018 of \$2,659,630 or 27.9% compared to an increase in fiscal year 2017 of \$2,041,978 or 27.3%. The fiscal year 2018 increase is primarily the result of less SPLOST Funds being spent on road projects, water and sewer projects, and other various capital projects.

### ***Major Governmental Funds***

The General Fund is the City's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased by \$1,101,297 in fiscal year 2018. The General Fund's fund balance increased by \$1,066,756 in fiscal year 2017, and increased by \$1,122,441 in fiscal year 2016.

Total taxes for the general fund were \$9,588,758, or 7.9% higher than in fiscal year 2017. Total property taxes in fiscal year 2018 were \$5,167,699 compared to \$4,445,317 in fiscal year 2017. In fiscal year 2017, total taxes were \$8,882,619, or 1.0% higher than the \$8,792,817 in fiscal year 2016.

The general fund's total expenditures increased by \$423,637 in fiscal year 2018 compared to an increase of \$129,044 in fiscal year 2017.

The General Fund's ending unassigned fund balance of \$5,196,777 represents the equivalent of 33.3% of the \$15,607,791 in annual expenditures and transfers out budgeted for the next fiscal year. The City's overall cash flow varies little from month to month. The only real peak is in the December-February timeframe, when property taxes become due, then delinquent. The reason for this is that the utility revenues are consistent on a monthly basis, and other General Fund revenues come in during months when property taxes do not. Given this relatively stable cash flow environment, the City has set a target for unassigned fund balance in the General Fund of 25% of the next



fiscal year's budgeted General Fund expenditures and transfers out. This provides more than adequate cash flow to handle these monthly fluctuations, while providing a cushion against any major unexpected events. The unassigned fund balance is at 33.3%, above the 25% target set for unassigned fund balance. The governing body has adopted a conservative General Fund budget for fiscal year 2019.

The Statesboro Fire Service Fund was created in fiscal year 2008. This fund accounts for the operations of the Statesboro Fire Department, which serves all the citizens of Statesboro and county citizens within the five-mile fire district. This fund had a fund balance of \$910,733 at year-end compared to \$629,949 at the end of fiscal year 2017. This represents a \$280,784 or 44.6% increase.

The 2013 SPLOST fund's ending restricted fund balance was \$5,406,801 for fiscal year 2018. This is an increase of \$1,158,154 over fiscal year 2017.

### ***The Proprietary Funds***

The proprietary funds statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. Each of the fund statements give detailed information about their financial condition.

### **Budgetary Highlights**

***The General Fund*** – Overall, the City recognized revenues equal to 101.5% of budgeted revenues in the final appropriated budget. The total expenditure budget was increased through budget amendments by \$678,675. Overall, the City recognized expenditures equal to \$1,179,680 less than, or 91.0% of budgeted expenditures in the final appropriated budget. In summary, the budget was underspent by 9.0% while revenue estimates were 1.5% over.

On the revenue side of the budget, automobile taxes came in \$76,768 more than budgeted. Insurance premium taxes came in \$113,101 more than budgeted. Property taxes came in \$91,497 more than budgeted. Licenses and permits came in \$170,138 more than budgeted. Fines and Forfeitures came in \$198,906 less than budgeted. In total, General Fund revenues came in \$170,167 more than the budgeted amount.

On the expenditure side, Human Resources, the Municipal Court, Police, and Streets and Public Works costs were considerably below the budgeted amounts. Overall, the General Fund expenditures were \$1,179,680 less than budgeted.

Fund Balance was budgeted to decrease by \$251,498. However, the fund balance increased by \$1,101,297 which was \$1,352,795 more than budgeted.

### **Capital Assets and Debt Administration**

#### ***Capital Assets***

The City's investment in capital assets, net of accumulated depreciation, for governmental (including the fleet management and central service internal service funds) and business-type activities as of June 30, 2018 was \$27,908,782 and \$62,620,241 respectively, for a total of \$90,523,816. That compares to fiscal year 2017 numbers of \$28,736,458 and \$62,787,358 respectively, for a total of \$91,523,816. The fiscal year 2018 totals in this net investment were a 2.9% decrease for governmental and a .3% decrease for business-type activities. See Note 3D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

Capital Assets						
	Governmental Activities		Business Activities		Total	
	2018	2017	2018	2017	2018	2017
Non-depreciable assets:						
Land	\$ 1,643,316	\$ 1,643,316	\$ 574,113	\$ 574,113	\$ 2,217,429	\$ 2,217,429
Construction in progress	361,183	194,303	1,346,108	9,136,410	1,707,291	9,330,713
Total non-depreciable	2,004,499	1,837,619	1,920,221	9,710,523	3,924,720	11,548,142
Depreciable assets:						
Buildings	17,070,490	16,989,895	3,528,732	3,326,984	20,599,222	20,316,879
Improvements other than buildings	1,434,844	1,419,359	88,060,315	78,271,877	89,495,159	79,691,236
Machinery, equipment and furniture	12,974,974	13,046,666	17,210,434	16,904,145	30,185,408	29,950,811
Infrastructure	21,195,272	20,156,010	-	-	21,195,272	20,156,010
Total depreciable assets	52,675,580	51,611,930	108,799,481	98,503,006	161,475,061	150,114,936
Less accumulated depreciation	26,771,297	24,713,091	48,099,461	45,426,171	74,870,758	70,139,262
Book value - depreciable assets	25,904,283	26,898,839	60,700,020	53,076,835	86,604,303	79,975,674
Percentage depreciated	51%	48%	44%	46%	46%	47%
Total Capital Assets	\$ 27,908,782	\$ 28,736,458	\$ 62,620,241	\$ 62,787,358	\$ 90,529,023	\$ 91,523,816

At June 30, 2018 and 2017, the depreciable capital assets for governmental activities were 51% and 48% depreciated, respectively.

The major increase in capital assets in fiscal year 2018 was several road and drainage projects and the acquisition of vehicles and equipment for the police and streets department.

In the City's business type activities, 44% of the asset values were depreciated at June 30, 2018 and 46% at June 30, 2017. The major increase in capital assets in fiscal year 2018 was the construction of several water and sewer and gas fund projects and the purchase of solid waste collection equipment.

#### Long-term Debt

In fiscal year 2015, the capital leases decreased by \$203,972, the bonded debt decreased by \$492,575 and the notes payable decreased by \$194,817. Combined, this represented a decrease in long-term debt of \$891,364.

In fiscal year 2016, the capital leases decreased by \$444,253, the bonded debt decreased by \$512,576, and the notes payable decreased by \$202,977. Combined, this represented a decrease in long-term debt of \$1,159,806.

In fiscal year 2017, the capital leases increased by \$331,753, the bond debt decreased by \$532,575, and the notes payable decreased by \$211,357. Combined, this represented a decrease in long-term debt of \$412,179.

In fiscal year 2018, the capital leases decreased by \$167,814, the bond debt decreased by \$547,575 and the notes payable decreased by \$227,540. Combined, this represented a decrease in long-term debt of \$942,929.

	Outstanding Debt					
	Governmental Activities		Business-type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Capital Leases	\$ 920,632	\$ 1,391,630	\$ 736,293	\$ 433,108	1,656,925	\$ 1,824,738
Revenue bonds (including unamortized premium)	-	-	11,325,483	11,873,058	11,325,483	11,873,058
Notes Payable			2,632,162	2,859,702	2,632,162	2,859,702
Landfill closure and postclosure care	-	-	1,789,749	1,911,000	1,789,749	1,911,000
Other post employment benefits	4,624,271	4,064,915	1,846,362	1,639,162	6,470,633	5,704,077
Compensated absences	641,880	562,929	226,301	234,299	868,181	797,228
Total	<u>\$ 6,186,783</u>	<u>\$ 6,019,474</u>	<u>\$ 18,556,350</u>	<u>\$ 18,950,329</u>	<u>\$ 24,743,133</u>	<u>\$ 24,969,803</u>

See Note 3G for additional information about the City's long-term debt.

#### Economic Conditions Affecting the City

As of July 2018, the local unemployment rate was 4.9%, which is equal to the state rate of 4.9% and higher than the national rate of 4.0%. Our local economy is experiencing an increase in new construction and stabilizing financial markets. With the incentives for earmarked projects within the downtown area, business has increased for our community partners.

As in the past, a strong industrial base, a growing regional public university, a regional medical center and increasing medical specialties, and a regional retail base influence Statesboro's economy. This diversification should continue to help the local economy.

The outlook long-term is very upbeat. Coastal Georgia is projected to be one of the hottest real estate markets in the country over the next decade, as thousands of baby boomers seek inexpensive, warmer climates for retirement. That will fuel the housing, medical, and retail segments of our local economy as well. Georgia Southern University should continue its student body expansion. The new industrial park puts us in a prime position to benefit from additional industrial investment as the weakened dollar continues to attract capital to the United States. With our recent investments in water, sewer, natural gas, and roads, this community should be in an excellent position to benefit from these economic opportunities.

#### Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Finance Department at 50 East Main Street, Statesboro, Georgia, 30458, or call (912) 764-5468.





# Basic Financial Statements



City of Statesboro, Georgia  
Statement of Net Position  
June 30, 2018

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<b>Assets</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ 13,124,745	\$ 11,826,821	\$ 24,951,566	\$ 268,247
Receivables:				
Accounts	113,497	2,719,094	2,832,591	-
Taxes	150,457	-	150,457	-
Hotel/motel taxes	78,176	-	78,176	-
Intergovernmental	1,568,390	8,290	1,576,680	29,999
Notes	202,605	-	202,605	375,000
Internal balances	(659,307)	659,307	-	-
Inventory	170,351	431,377	601,728	-
Prepaid items	98,296	35,941	134,237	2,745
Restricted assets - Cash and cash equivalents	-	663,164	663,164	-
<b>Total Current Assets</b>	<b>14,847,210</b>	<b>16,343,994</b>	<b>31,191,204</b>	<b>675,991</b>
<b>Noncurrent Assets</b>				
Restricted assets - Cash and cash equivalents	-	3,005,488	3,005,488	-
Net pension asset	2,153,792	766,309	2,920,101	-
Capital Assets:				
Nondepreciable capital assets	2,004,499	1,920,221	3,924,720	549,385
Depreciable capital assets, net	25,904,283	60,700,020	86,604,303	9,283
<b>Total Noncurrent Assets</b>	<b>30,062,574</b>	<b>66,392,038</b>	<b>96,454,612</b>	<b>558,668</b>
<b>Total Assets</b>	<b>44,909,784</b>	<b>82,736,032</b>	<b>127,645,816</b>	<b>1,234,659</b>
<b>Deferred Outflows of Resources</b>				
Resources related to pensions	468,350	213,681	682,031	-
Resources related to other post employment benefits	784,377	299,556	1,083,933	-
<b>Total Deferred Outflows of Resources</b>	<b>1,252,727</b>	<b>513,237</b>	<b>1,765,964</b>	<b>-</b>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Accounts payable	955,338	658,628	1,613,966	6,164
Accrued payroll and payroll taxes	375,171	129,485	504,656	3,823
Intergovernmental payable	-	31,945	31,945	-
Accrued interest payable	-	130,206	130,206	-
Claims payable	446,321	-	446,321	-
Unearned revenue	222,837	-	222,837	-
Other liabilities	299,969	-	299,969	-
Compensated absences payable	128,376	45,260	173,636	-
Capital leases payable	234,899	167,318	402,217	-
Notes payable	-	221,906	221,906	375,500
Revenue bonds payable	-	560,000	560,000	-
Customer deposits	-	663,124	663,124	-
Landfill post-closure care costs	-	167,000	167,000	-
<b>Total Current Liabilities</b>	<b>2,662,911</b>	<b>2,774,872</b>	<b>5,437,783</b>	<b>385,487</b>
<b>Long-Term Liabilities:</b>				
Compensated absences payable (net of current portion)	513,504	181,041	694,545	-
Other post employment benefits payable	4,624,271	1,846,362	6,470,633	-
Capital leases payable (net of current portion)	685,733	568,975	1,254,708	-
Revenue bonds payable, net of unamortized premium (net of current portion)	-	10,765,483	10,765,483	-
Notes payable (net of current portion)	-	2,410,256	2,410,256	-
Landfill post-closure care costs (net of current portion)	-	1,622,749	1,622,749	-
<b>Total Long-Term Liabilities</b>	<b>5,823,508</b>	<b>17,394,866</b>	<b>23,218,374</b>	<b>-</b>
<b>Total Liabilities</b>	<b>8,486,419</b>	<b>20,169,738</b>	<b>28,656,157</b>	<b>385,487</b>
<b>Deferred Inflows of Resources</b>				
Resources related to pensions	1,633,591	606,292	2,239,883	-
Resources related to other post employment benefits	115,688	44,940	160,628	-
<b>Total Deferred Inflows of Resources</b>	<b>1,749,279</b>	<b>651,232</b>	<b>2,400,511</b>	<b>-</b>
<b>Net Position</b>				
Net investment in capital assets	26,988,150	48,643,682	75,631,832	558,668
Restricted for:				
Capital projects	5,496,226	-	5,496,226	-
Program purposes	1,503,004	-	1,503,004	-
Revenue bond retirement	-	791,125	791,125	-
Unrestricted	1,939,433	12,993,492	14,932,925	290,504
<b>Total Net Position</b>	<b>\$ 35,926,813</b>	<b>\$ 62,428,299</b>	<b>\$ 98,355,112</b>	<b>\$ 849,172</b>

See accompanying notes to the basic financial statements



City of Statesboro, Georgia  
Statement of Activities  
For the Year Ended June 30, 2018

Program/Function	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	
<b>Primary Government</b>								
General government	\$ 1,818,731	\$ 890,847	\$ -	\$ -	\$ (927,884)	\$ -	\$ (927,884)	\$ -
Municipal court	436,950	-	-	-	(436,950)	-	(436,950)	-
Public safety	10,863,589	2,210,729	106,913	747,505	(7,798,442)	-	(7,798,442)	-
Public works	3,364,470	-	34,443	5,163,733	1,833,706	-	1,833,706	-
Community development	855,871	-	-	279,774	(576,097)	-	(576,097)	-
Parks and cemeteries	483,201	37,000	-	-	(446,201)	-	(446,201)	-
Engineering	364,744	42,412	-	17,776	(304,556)	-	(304,556)	-
Planning and zoning	342,988	197,202	-	-	(145,786)	-	(145,786)	-
Community services	261,311	-	-	-	(261,311)	-	(261,311)	-
Interest	44,936	-	-	-	(44,936)	-	(44,936)	-
<b>Total Governmental Activities</b>	<b>18,836,791</b>	<b>3,378,190</b>	<b>141,356</b>	<b>6,208,788</b>	<b>(9,108,457)</b>	<b>-</b>	<b>(9,108,457)</b>	<b>-</b>
<b>Business-Type Activities:</b>								
Water and sewer	8,814,790	11,000,076	10,951	115,171	-	2,311,408	2,311,408	-
Reclaimed water system	41,255	53,115	-	-	-	11,860	11,860	-
Stormwater	740,278	1,008,301	11,996	101,810	-	381,829	381,829	-
Gas	3,279,916	4,713,000	-	-	-	1,433,084	1,433,084	-
Solid waste collection	2,995,140	3,906,436	63,111	-	-	974,407	974,407	-
Solid waste disposal	3,239,186	2,363,895	-	-	-	(875,291)	(875,291)	-
<b>Total Business-Type Activities</b>	<b>19,110,566</b>	<b>23,044,823</b>	<b>86,058</b>	<b>216,981</b>	<b>-</b>	<b>4,237,296</b>	<b>4,237,296</b>	<b>-</b>
<b>Total - Primary Government</b>	<b>\$ 37,947,357</b>	<b>\$ 26,423,013</b>	<b>\$ 227,414</b>	<b>\$ 6,425,769</b>	<b>(9,108,457)</b>	<b>4,237,296</b>	<b>(4,871,161)</b>	<b>-</b>
<b>Component Unit</b>								
Downtown Statesboro Development Authority	\$ 206,837	\$ 16,776	\$ 250,425	\$ 30,000	-	-	-	90,364
<b>General Revenues</b>								
Property taxes levied for:								
General purposes					5,267,213	-	5,267,213	-
Hotel/motel taxes					856,407	-	856,407	-
Insurance premium taxes					1,886,162	-	1,886,162	-
Franchise taxes					1,734,055	-	1,734,055	-
Other taxes					800,842	-	800,842	-
Gain on sale of capital assets					-	55,667	55,667	-
Investment earnings					12	164	176	227
Miscellaneous					46,210	28,118	74,328	-
<b>Total General Revenues</b>					<b>10,590,901</b>	<b>83,949</b>	<b>10,674,850</b>	<b>227</b>
Transfers					1,174,333	(1,174,333)	-	-
<b>Total General Revenues and Transfers</b>					<b>11,765,234</b>	<b>(1,090,384)</b>	<b>10,674,850</b>	<b>227</b>
<b>Change in Net Position</b>					<b>2,656,777</b>	<b>3,146,912</b>	<b>5,803,689</b>	<b>90,591</b>
<b>Net Position Beginning of Year</b>					<b>33,270,036</b>	<b>59,281,387</b>	<b>92,551,423</b>	<b>758,581</b>
<b>Net Position End of Year</b>					<b>\$ 35,926,813</b>	<b>\$ 62,428,299</b>	<b>\$ 98,355,112</b>	<b>\$ 849,172</b>

See accompanying notes to the basic financial statements.

City of Statesboro, Georgia  
*Balance Sheet*  
*Governmental Funds*  
*June 30, 2018*

	General	Statesboro Fire Service	2013 SPLOST	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 3,230,704	\$ 870,906	\$ 7,567,233	\$ 686,238	\$ 12,355,081
Receivables:					
Accounts	21,112	33,924	-	-	55,036
Taxes	150,457	-	-	-	150,457
Hotel/motel taxes	-	-	-	78,176	78,176
Intergovernmental	95,808	64,470	1,408,112	-	1,568,390
Interfund	2,483,366	-	-	1,686	2,485,052
Notes	-	-	-	202,605	202,605
Prepaid items	36,770	38,488	-	107	75,365
<b>Total Assets</b>	<u>\$ 6,018,217</u>	<u>\$ 1,007,788</u>	<u>\$ 8,975,345</u>	<u>\$ 968,812</u>	<u>\$ 16,970,162</u>
<b>Liabilities</b>					
Accounts payable	\$ 148,655	\$ 14,517	\$ 738,329	\$ 3,181	\$ 904,682
Accrued payroll and payroll taxes	267,786	82,538	-	-	350,324
Interfund payable	56,506	-	2,808,699	124,150	2,989,355
Unearned revenue	199,475	-	21,516	1,846	222,837
Other liabilities	96,671	-	-	203,298	299,969
<b>Total Liabilities</b>	<u>769,093</u>	<u>97,055</u>	<u>3,568,544</u>	<u>332,475</u>	<u>4,767,167</u>
<b>Deferred Inflows of Resources</b>					
Unavailable revenue - property taxes	15,577	-	-	-	15,577
<b>Fund Balances</b>					
Nonspendable	36,770	38,488	-	-	75,258
Unassigned	5,196,777	-	-	(45,359)	5,151,418
Restricted:					
Special revenue funds	-	872,245	-	592,271	1,464,516
Capital projects funds	-	-	5,406,801	89,425	5,496,226
<b>Total Fund Balances</b>	<u>5,233,547</u>	<u>910,733</u>	<u>5,406,801</u>	<u>636,337</u>	<u>12,187,418</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 6,018,217</u>	<u>\$ 1,007,788</u>	<u>\$ 8,975,345</u>	<u>\$ 968,812</u>	<u>\$ 16,970,162</u>

See accompanying notes to the basic financial statements

**City of Statesboro, Georgia**  
**Reconciliation of Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**June 30, 2018**

**Amounts Reported for Governmental Activities in the  
Statement of Net Position Are Different Because:**

<b>Total Governmental Fund Balances</b>	<b>\$</b>	<b>12,187,418</b>
Capital assets used in governmental activities (excludes internal service funds) are not financial resources and therefore are not reported in the funds:		
Cost	\$	53,067,689
Less accumulated depreciation		<u>(26,189,637)</u>
		26,878,052
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable revenue in the funds:		
Property taxes		15,577
The net pension asset is not an asset for governmental funds and therefore is not reported in the funds.		2,016,794
Deferred outflows and deferred inflows related to pensions is not reported in the governmental funds:		
Deferred outflows of revenues	\$	437,502
Deferred inflows of revenues		<u>(1,529,231)</u>
		(1,091,729)
Deferred outflows and deferred inflows related to post employment benefits is not reported in the governmental funds:		
Deferred outflows of revenues		733,716
Deferred inflows of revenues		<u>(108,231)</u>
		625,485
The internal service funds are used by management to charge the costs of the operation and maintenance of the vehicle fleet, information technology, health insurance, and wellness program to individual funds. Certain assets and liabilities of the internal service funds are included in governmental activities columns in the statement of net position.		1,076,542
Interfund receivables and payables between governmental funds are reported on the fund balance sheet but eliminated on the government-wide statement of net position:		
Interfund receivables	\$	1,499,245
Interfund payables		<u>(1,499,245)</u>
		-
Long-term liabilities, including capital leases, compensated absences and other post employment benefits payable are not due and payable in the current period and therefore are not reported in the funds but are reported on the statement of net position:		
Capital leases payable	\$	(847,896)
Other post employment benefits payable		(4,345,596)
Compensated absences		<u>(587,834)</u>
		(5,781,326)
<b>Net Position Of Governmental Activities</b>	<b>\$</b>	<b><u>35,926,813</u></b>

See accompanying notes to the basic financial statements



**City of Statesboro, Georgia**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2018**

	General	Statesboro Fire Service	2013 SPLOST	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Property taxes	\$ 5,167,699	\$ -	\$ -	\$ 99,222	\$ 5,266,921
Insurance premium taxes	1,886,162	-	-	-	1,886,162
Franchise taxes	1,734,055	-	-	-	1,734,055
Other taxes	800,842	-	-	-	800,842
Hotel/motel taxes	-	-	-	856,407	856,407
Intergovernmental	73,166	65,340	6,144,977	46,894	6,330,377
Licenses and permits	953,488	-	-	2,575	956,063
Fines and forfeitures	783,224	-	-	112,149	895,373
Charges for services	303,415	1,223,339	-	-	1,526,754
Investment earnings	-	-	606	1,397	2,003
Miscellaneous	41,006	5,204	-	-	46,210
<b>Total Revenues</b>	<b>11,743,057</b>	<b>1,293,883</b>	<b>6,145,583</b>	<b>1,118,644</b>	<b>20,301,167</b>
<b>Expenditures</b>					
<b>Current:</b>					
General government	1,737,183	-	-	-	1,737,183
Municipal court	426,030	-	-	-	426,030
Public safety	6,316,891	3,439,511	-	130,724	9,887,126
Public works	1,863,298	-	-	3,154	1,866,452
Community development	80,551	-	-	742,278	822,829
Parks and cemeteries	379,011	-	-	-	379,011
Engineering	330,604	-	-	-	330,604
Planning and zoning	325,620	-	-	-	325,620
Community services	163,531	-	-	-	163,531
<b>Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>1,915,185</b>	<b>156,836</b>	<b>2,072,021</b>
<b>Debt Service:</b>					
Principal retirement	189,751	-	300,000	-	489,751
Interest and fiscal charges	44,936	-	-	-	44,936
<b>Total Expenditures</b>	<b>11,857,406</b>	<b>3,439,511</b>	<b>2,215,185</b>	<b>1,032,992</b>	<b>18,545,094</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(114,349)</b>	<b>(2,145,628)</b>	<b>3,930,398</b>	<b>85,652</b>	<b>1,756,073</b>
<b>Other Financing Sources (Uses)</b>					
Sale of capital assets	9,876	-	-	-	9,876
Transfers in	2,789,020	2,465,682	-	100,000	5,354,702
Transfers out	(1,583,250)	(39,270)	(2,772,244)	(83,710)	(4,478,474)
Issuance of capital lease	-	-	-	17,453	17,453
<b>Total Other Financing Sources (Uses)</b>	<b>1,215,646</b>	<b>2,426,412</b>	<b>(2,772,244)</b>	<b>33,743</b>	<b>903,557</b>
<b>Net Change in Fund Balances</b>	<b>1,101,297</b>	<b>280,784</b>	<b>1,158,154</b>	<b>119,395</b>	<b>2,659,630</b>
<b>Fund Balances Beginning of Year</b>	<b>4,132,250</b>	<b>629,949</b>	<b>4,248,647</b>	<b>516,942</b>	<b>9,527,788</b>
<b>Fund Balances End of Year</b>	<b>\$ 5,233,547</b>	<b>\$ 910,733</b>	<b>\$ 5,406,801</b>	<b>\$ 636,337</b>	<b>\$ 12,187,418</b>

See accompanying notes to the basic financial statements

City of Statesboro, Georgia  
*Reconciliation of the Governmental Funds Statement of Revenues, Expenditures  
and Changes in Fund Balances to the Statement of Activities  
For the Year Ended June 30, 2018*

**Amounts Reported for Governmental Activities in the  
Statement of Activities are Different Because:**

**Net Change In Fund Balance - Total Governmental Funds** **\$ 2,659,630**

Governmental funds report capital outlays as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.

Depreciation expense	\$ (2,440,073)	
Capital outlay	<u>1,801,672</u>	(638,401)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes:		
Unavailable revenue @ 6/30/18	\$ 15,577	
Unavailable revenue @ 6/30/17	<u>(15,285)</u>	292

Elimination of transfers between governmental funds:

Transfers in	\$ 1,486,820	
Transfers out	<u>(1,486,820)</u>	-

Governmental funds do not report the cost of disposed capital assets but the cost is reported on the statement of activities. (101,810)

Capital assets contributed by enterprise funds are not recorded in the governmental funds. 17,776

The internal service funds used by management to charge the costs of self-insurance, fleet management and information technology to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. 180,809

Other financing sources for the inception of capital leases are reported on the fund level operating statement but are reported as a liability on the governmental-wide financial statements. (17,453)

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 489,751

The change in the net pension asset/obligation and pension related deferred outflows and deferred inflows is reported on the government-wide statement of activities but not in the governmental funds. 442,026

The change in the other post employment benefits payable and related deferred outflows and deferred inflows is reported on the government-wide statement of activities but not in the governmental funds. (306,618)

Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences liability @ 6/30/18	\$ (587,834)	
Compensated absences liability @ 6/30/17	<u>518,609</u>	(69,225)

**Change In Net Position of Governmental Activities** **\$ 2,656,777**

See accompanying notes to the basic financial statements

City of Statesboro, Georgia  
**General Fund**  
*Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2018*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Taxes:				
Property	\$ 3,897,000	\$ 4,544,434	\$ 4,635,931	\$ 91,497
Automobiles	455,000	455,000	531,768	76,768
Franchise	1,870,999	1,870,999	1,734,055	(136,944)
Insurance premium	1,773,061	1,773,061	1,886,162	113,101
Alcoholic beverage	710,000	710,000	705,590	(4,410)
Other	96,250	96,250	95,252	(998)
Licenses and permits	783,350	783,350	953,488	170,138
Intergovernmental	-	-	73,166	73,166
Charges for services	295,750	319,750	303,415	(16,335)
Fines and forfeitures	982,130	982,130	783,224	(198,906)
Miscellaneous	28,500	37,916	41,006	3,090
<b>Total Revenues</b>	<b>10,892,040</b>	<b>11,572,890</b>	<b>11,743,057</b>	<b>170,167</b>
<b>Expenditures</b>				
<b>Current:</b>				
General government				
Governing body	184,895	184,895	182,567	2,328
City manager's office	373,897	353,897	333,651	20,246
City clerk's office	197,846	197,846	179,453	18,393
Elections	16,255	33,755	36,857	(3,102)
Financial administration	478,912	486,912	447,628	39,284
Legal	194,948	189,948	171,322	18,626
Human resources	249,502	260,770	208,899	51,871
Government buildings	134,061	134,061	130,785	3,276
General administration fees	46,500	46,573	46,021	552
<b>Total general government</b>	<b>1,876,816</b>	<b>1,888,657</b>	<b>1,737,183</b>	<b>151,474</b>
Municipal court	553,612	533,612	426,030	107,582

(continued)



**City of Statesboro, Georgia**  
**General Fund**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2018**

(continued)

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
Public safety				
Police	\$ 6,277,708	\$ 6,918,642	\$ 6,242,699	\$ 675,943
Emergency management	5,000	5,000	5,000	-
Animal control	55,000	72,900	69,192	3,708
Total public safety	6,337,708	6,996,542	6,316,891	679,651
Streets/public works	2,021,124	2,035,324	1,863,298	172,026
Parks and cemeteries	406,980	406,980	379,011	27,969
Engineering	380,127	360,127	330,604	29,523
Planning and zoning	338,291	337,791	325,620	12,171
Community services				
Arts Center	130,155	130,155	129,531	624
Other	34,000	34,000	34,000	-
Total community services	164,155	164,155	163,531	624
Community development	80,250	80,550	80,551	(1)
<b>Debt Service:</b>				
Principal retirement	180,500	214,500	189,751	24,749
Interest and fiscal charges	18,848	18,848	44,936	(26,088)
<b>Total Debt Service</b>	199,348	233,348	234,687	(1,339)
<b>Total Expenditures</b>	12,358,411	13,037,086	11,857,406	1,179,680
<b>Deficiency of Revenues Under Expenditures</b>	(1,466,371)	(1,464,196)	(114,349)	1,349,847
<b>Other Financing Sources (Uses)</b>				
Transfers in	2,788,950	2,788,950	2,789,020	70
Transfers out	(1,484,670)	(1,583,250)	(1,583,250)	-
Sale of capital assets	5,000	6,998	9,876	2,878
<b>Total Other Financing Sources (Uses)</b>	1,309,280	1,212,698	1,215,646	2,948
<b>Net Change in Fund Balances</b>	<u>\$ (157,091)</u>	<u>\$ (251,498)</u>	1,101,297	<u>\$ 1,352,795</u>
<b>Fund Balances Beginning of Year</b>			4,132,250	
<b>Fund Balances End of Year</b>			<u>\$ 5,233,547</u>	

See accompanying notes to the basic financial statements.

City of Statesboro, Georgia  
*Statesboro Fire Service Fund*  
*Statement of Revenues, Expenditures and*  
*Changes in Fund Balances - Budget and Actual*  
*For the Year Ended June 30, 2018*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 65,340	65,340
Charges for services	1,150,000	1,151,500	1,223,339	71,839
Miscellaneous	100	100	5,204	5,104
<b>Total Revenues</b>	<u>1,150,100</u>	<u>1,151,600</u>	<u>1,293,883</u>	<u>142,283</u>
<b>Expenditures</b>				
<b>Current:</b>				
Public safety - Fire	<u>3,609,741</u>	<u>3,611,241</u>	<u>3,439,511</u>	<u>171,730</u>
<b>Deficiency of Revenues Under Expenditures</b>	<u>(2,459,641)</u>	<u>(2,459,641)</u>	<u>(2,145,628)</u>	<u>314,013</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	2,165,682	2,465,682	2,465,682	-
Transfers out	<u>(10,670)</u>	<u>(39,270)</u>	<u>(39,270)</u>	<u>-</u>
<b>Total Other Financing Sources (Uses)</b>	<u>2,155,012</u>	<u>2,426,412</u>	<u>2,426,412</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>\$ (304,629)</u>	<u>\$ (33,229)</u>	<u>\$ 280,784</u>	<u>\$ 314,013</u>
<b>Fund Balances Beginning of Year</b>			<u>629,949</u>	
<b>Fund Balances End of Year</b>			<u>\$ 910,733</u>	

See accompanying notes to the basic financial statements.

City of Statesboro, Georgia  
Statement of Net Position  
Proprietary Funds  
June 30, 2018

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Water and Sewer	Gas	Solid Waste Collection	Solid Waste Disposal	Other Enterprise Funds	Total	
<b>Assets</b>							
<b>Current Assets:</b>							
Cash and cash equivalents	\$ 6,854,433	\$ 3,020,631	\$ 1,216,554	\$ 34,336	\$ 700,867	\$ 11,826,821	\$ 769,664
Receivables:							
Accounts	468,996	174,933	204,679	6,426	45,871	900,905	58,461
Intergovernmental	8,290	-	-	-	-	8,290	-
Unbilled accounts	892,648	319,594	328,168	193,723	84,056	1,818,189	-
Interfund	54,820	-	-	1,366,903	68,387	1,490,110	-
Inventory	279,757	134,035	-	-	17,585	431,377	170,351
Prepaid items	15,007	9,803	6,969	2,935	1,227	35,941	22,931
Restricted assets - Cash and cash equivalents	426,276	83,060	153,828	-	-	663,164	-
<b>Total Current Assets</b>	<b>9,000,227</b>	<b>3,742,056</b>	<b>1,910,198</b>	<b>1,604,323</b>	<b>917,993</b>	<b>17,174,797</b>	<b>1,021,407</b>
<b>Noncurrent Assets:</b>							
Restricted assets - Cash and cash equivalents	3,005,488	-	-	-	-	3,005,488	-
Net pension asset	416,905	86,479	140,918	57,543	64,464	766,309	136,998
Capital Assets:							
Land	352,981	78,004	-	123,425	19,703	574,113	-
Construction in progress	87,894	960,679	-	2,882	294,653	1,346,108	-
Depreciable capital assets, net	50,598,750	4,239,365	1,888,232	1,857,295	2,116,378	60,700,020	1,030,730
<b>Total Noncurrent Assets</b>	<b>54,462,018</b>	<b>5,364,527</b>	<b>2,029,150</b>	<b>2,041,145</b>	<b>2,495,198</b>	<b>66,392,038</b>	<b>1,167,728</b>
<b>Total Assets</b>	<b>63,462,245</b>	<b>9,106,583</b>	<b>3,939,348</b>	<b>3,645,468</b>	<b>3,413,191</b>	<b>83,566,835</b>	<b>2,189,135</b>
<b>Deferred Outflows of Resources</b>							
Resources related to pensions	146,000	18,803	32,434	16,444	-	213,681	30,848
Resources related to other post employment benefits	167,076	31,928	53,219	22,277	25,056	299,556	50,661
<b>Total Deferred Outflows of Resources</b>	<b>313,076</b>	<b>50,731</b>	<b>85,653</b>	<b>38,721</b>	<b>25,056</b>	<b>513,237</b>	<b>81,509</b>
<b>Liabilities</b>							
<b>Current Liabilities:</b>							
Accounts payable	217,740	148,719	41,826	171,067	79,276	658,628	50,656
Accrued payroll	73,872	15,927	20,438	9,314	9,934	129,485	24,847
Intergovernmental payable	-	31,945	-	-	-	31,945	-
Compensated absences payable	23,261	8,324	6,198	4,110	3,367	45,260	10,809
Notes payable	199,387	22,519	-	-	-	221,906	-
Capital leases payable	-	-	-	-	167,318	167,318	28,834
Revenue bonds payable	560,000	-	-	-	-	560,000	-
Customer deposits	426,236	83,060	153,828	-	-	663,124	-
Landfill post-closure care costs	-	-	-	167,000	-	167,000	-
Accrued interest payable	130,206	-	-	-	-	130,206	-
Claims payable	-	-	-	-	-	-	446,321
Interfund payable	-	-	-	486,092	-	486,092	499,715
<b>Total Current Liabilities</b>	<b>1,630,702</b>	<b>310,494</b>	<b>222,290</b>	<b>837,583</b>	<b>259,895</b>	<b>3,260,964</b>	<b>1,061,182</b>
<b>Long-Term Liabilities:</b>							
Compensated absences payable (net of current portion)	93,044	33,297	24,793	16,441	13,466	181,041	43,237
Other post employment benefits payable	1,100,720	197,270	314,212	142,143	92,017	1,846,362	278,675
Landfill post-closure care costs (net of current portion)	-	-	-	1,622,749	-	1,622,749	-
Capital leases payable (net of current portion)	-	-	-	-	568,975	568,975	43,902
Notes payable (net of current portion)	2,314,956	95,300	-	-	-	2,410,256	-
Revenue bonds payable, net of unamortized premium (net of current portion)	10,765,483	-	-	-	-	10,765,483	-
<b>Total Long-Term Liabilities</b>	<b>14,274,203</b>	<b>325,867</b>	<b>339,005</b>	<b>1,781,333</b>	<b>674,458</b>	<b>17,394,866</b>	<b>365,814</b>
<b>Total Liabilities</b>	<b>15,904,905</b>	<b>636,361</b>	<b>561,295</b>	<b>2,618,916</b>	<b>934,353</b>	<b>20,655,830</b>	<b>1,426,996</b>
<b>Deferred Inflows of Resources</b>							
Resources related to pension	347,938	65,272	107,225	45,900	39,957	606,292	104,360
Resources related to other post employment benefits	25,034	4,890	8,049	3,361	3,606	44,940	7,457
<b>Total Deferred Inflows of Resources</b>	<b>372,972</b>	<b>70,162</b>	<b>115,274</b>	<b>49,261</b>	<b>43,563</b>	<b>651,232</b>	<b>111,817</b>
<b>Net Position</b>							
Net investment in capital assets	37,917,178	5,160,229	1,888,232	1,983,602	1,694,441	48,643,682	957,994
Restricted for revenue bond retirement	791,125	-	-	-	-	791,125	-
Unrestricted	8,789,141	3,290,562	1,460,200	(967,590)	765,890	13,338,203	(226,163)
<b>Total Net Position</b>	<b>\$ 47,497,444</b>	<b>\$ 8,450,791</b>	<b>\$ 3,348,432</b>	<b>\$ 1,016,012</b>	<b>\$ 2,460,331</b>	<b>62,773,010</b>	<b>\$ 731,831</b>

Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.

(344,711)

Net position of business-type activities

\$ 62,428,299

See accompanying notes to the basic financial statements



City of Statesboro, Georgia  
Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2018

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Water and Sewer	Gas	Solid Waste Collection	Solid Waste Disposal	Other Enterprise Funds	Total	
Operating Revenues							
Charges for services	\$ 11,000,076	\$ 4,713,000	\$ 3,906,436	\$ 2,363,895	\$ 1,061,416	\$ 23,044,823	\$ 5,574,375
Miscellaneous	3,941	10,482	13,695	-	-	28,118	-
Total Operating Revenues	11,004,017	4,723,482	3,920,131	2,363,895	1,061,416	23,072,941	5,574,375
Operating Expenses							
Salaries	2,007,850	344,120	588,104	247,941	303,336	3,491,351	588,576
Employee benefits	697,379	140,001	256,417	142,928	139,168	1,375,893	150,201
Purchased services	1,946,481	243,039	1,349,743	2,455,561	89,928	6,084,752	496,235
Materials and supplies	457,437	132,301	122,072	46,037	58,539	816,386	160,110
Cost of sales	-	2,059,568	-	-	-	2,059,568	531,443
Indirect cost allocation	1,010,163	125,615	166,042	-	-	1,301,820	-
Depreciation	2,056,159	228,375	499,942	323,705	190,111	3,298,292	138,763
Claims and administrative fees	-	-	-	-	-	-	3,624,308
Postclosure care costs	-	-	-	-	-	-	-
Other	28,911	2,107	24,432	23,857	4,285	83,592	2,064
Total Operating Expenses	8,204,380	3,275,126	3,006,752	3,240,029	785,367	18,511,654	5,691,700
Operating Income (Loss)	2,799,637	1,448,356	913,379	(876,134)	276,049	4,561,287	(117,325)
Non-Operating Revenues (Expenses)							
Intergovernmental	10,951	-	63,111	-	11,996	86,058	-
Investment earnings	164	-	-	-	-	164	-
Interest expense	(599,562)	(4,151)	-	-	-	(603,713)	-
Gain (loss) on sale of capital assets	6,111	407	23,172	27,305	(1,328)	55,667	4,830
Total Non-Operating Revenues (Expenses)	(582,336)	(3,744)	86,283	27,305	10,668	(461,824)	4,830
Income (Loss) before Capital Contributions and Transfers	2,217,301	1,444,612	999,662	(848,829)	286,717	4,099,463	(112,495)
Capital contributions	115,171	-	-	-	101,810	216,981	-
Transfers in	439,123	870,782	-	1,471,879	31,350	2,813,134	315,360
Transfers out	(1,976,922)	(886,520)	(750,510)	(332,020)	(41,495)	(3,987,467)	(17,255)
Change in Net Position	794,673	1,428,874	249,152	291,030	378,382	3,142,111	185,610
Net Position Beginning of Year	46,702,771	7,021,917	3,099,280	724,982	2,081,949		546,221
Net Position End of Year	\$ 47,497,444	\$ 8,450,791	\$ 3,348,432	\$ 1,016,012	\$ 2,460,331		\$ 731,831

Some amounts reported for business-type activities in the statement of activities are different because the net revenue of certain internal service funds is reported with business-type activities.

4,801  
\$ 3,146,912

See accompanying notes to the basic financial statements

City of Statesboro, Georgia  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2018

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Water and Sewer	Gas	Solid Waste Collection	Solid Waste Disposal	Other Enterprise Funds	Total	
<b>Cash Flows from Operating Activities</b>							
Cash received from customers	\$ 10,942,823	\$ 4,733,663	\$ 3,899,748	\$ 2,447,248	\$ 1,063,358	\$ 23,086,840	\$ 5,574,375
Cash payments to employees for services	(2,737,832)	(494,351)	(858,275)	(391,627)	(444,350)	(4,926,435)	(734,124)
Cash payments for goods and services	(3,483,769)	(2,568,422)	(1,629,523)	(2,615,695)	(77,193)	(10,374,602)	(1,173,687)
Cash payments for claims and administrative fees	-	-	-	-	-	-	(3,911,696)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>4,721,222</b>	<b>1,670,890</b>	<b>1,411,950</b>	<b>(560,074)</b>	<b>541,815</b>	<b>7,785,803</b>	<b>(245,132)</b>
<b>Cash Flows from Noncapital Financing Activities</b>							
Advances from (to) other funds	(62,966)	-	-	(880,811)	(69,741)	(1,013,518)	5,146
Operating grants received	2,661	-	63,111	-	11,996	77,768	-
Transfers in (out)	(1,976,922)	(886,520)	(750,510)	(332,020)	(41,495)	(3,987,467)	298,105
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>(2,037,227)</b>	<b>(886,520)</b>	<b>(687,399)</b>	<b>(1,212,831)</b>	<b>(99,240)</b>	<b>(4,923,217)</b>	<b>303,251</b>
<b>Cash Flows from Capital and Related Financing Activities</b>							
Proceeds from sale of capital assets	6,111	407	23,172	27,305	16,448	73,443	4,830
Capital contributions and grants	115,171	-	-	-	-	115,171	-
Proceeds from capital lease	-	-	-	-	403,484	403,484	25,112
Payments on capital lease	-	-	-	-	(100,299)	-	(23,812)
Transfers in from capital projects funds	439,123	870,782	-	1,471,879	31,350	2,813,134	-
Principal paid on revenue bonds	(535,000)	-	-	-	-	(535,000)	-
Principal paid on notes payable	(191,112)	(36,428)	-	-	-	(227,540)	-
Interest paid on debt	(617,538)	(5,242)	-	-	-	(622,780)	-
Payments for capital acquisitions	(766,151)	(993,704)	(511,394)	(147,959)	(627,933)	(3,047,141)	(33,522)
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<b>(1,549,396)</b>	<b>(164,185)</b>	<b>(488,222)</b>	<b>1,351,225</b>	<b>(276,950)</b>	<b>(1,027,229)</b>	<b>(27,392)</b>
<b>Cash Flows from Investing Activities</b>							
Investment earnings	164	-	-	-	-	164	-
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,134,763</b>	<b>620,185</b>	<b>236,329</b>	<b>(421,680)</b>	<b>165,625</b>	<b>1,835,521</b>	<b>30,727</b>
<b>Cash and Cash Equivalents Beginning of Year</b>	<b>9,151,434</b>	<b>2,483,506</b>	<b>1,134,053</b>	<b>456,016</b>	<b>535,242</b>	<b>13,760,251</b>	<b>738,937</b>
<b>Cash and Cash Equivalents End of Year</b>	<b>\$ 10,286,197</b>	<b>\$ 3,103,691</b>	<b>\$ 1,370,382</b>	<b>\$ 34,336</b>	<b>\$ 700,867</b>	<b>\$ 15,595,772</b>	<b>\$ 769,664</b>

(continued)

City of Statesboro, Georgia  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2018

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Water and Sewer	Gas	Solid Waste Collection	Solid Waste Disposal	Other Enterprise Funds	Total	
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b>							
<b>Operating Income (Loss)</b>	\$ 2,799,637	\$ 1,448,356	\$ 913,379	\$ (876,134)	\$276,049	\$ 4,561,287	\$ (117,325)
<b>Adjustments:</b>							
Depreciation	2,056,159	228,375	499,942	323,705	190,111	3,298,292	138,763
<b>(Increase) Decrease in Assets and Deferred Outflows of Resources:</b>							
Accounts receivable	(57,625)	9,706	(18,696)	83,353	1,942	18,680	354,517
Materials and supplies inventory	(33,863)	11,521	-	-	2,755	(19,587)	21,865
Prepaid items	(2,247)	(1,904)	989	1,082	(156)	(2,236)	(4,109)
Deferred outflows related to pensions	20,652	3,255	5,564	2,346	-	31,817	5,568
Deferred outflows related to other post employment benefits	(44,586)	(8,174)	(13,957)	(5,872)	(7,171)	(79,760)	(13,957)
<b>Increase (Decrease) in Liabilities and Deferred Inflows of Resources:</b>							
Accounts payable	(4,667)	(17,166)	31,777	29,929	72,960	112,833	(1,591)
Accrued payroll	1,981	74	(1,052)	558	872	2,433	4,313
Compensated absences payable	(6,775)	(4,836)	(3,340)	2,649	4,305	(7,997)	9,726
Other post employment benefits payable	115,827	21,234	36,258	15,254	18,627	207,200	36,258
Deferred inflows related to pensions	259,141	47,149	80,576	33,970	39,957	460,793	80,642
Deferred inflows related to other post employment benefits	(3,349)	(614)	(1,048)	(440)	(538)	(5,989)	(1,048)
Sales taxes payable	-	1,757	-	-	-	1,757	-
Customer deposits	(3,569)	475	(1,687)	-	-	(4,781)	-
Accrued landfill postclosure costs	-	-	-	(121,251)	-	(121,251)	-
Net pension asset/obligation	(375,494)	(68,318)	(116,755)	(49,223)	(57,898)	(667,688)	(116,849)
Claims payable	-	-	-	-	-	-	(641,905)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>\$ 4,721,222</u>	<u>\$ 1,670,890</u>	<u>\$ 1,411,950</u>	<u>\$ (560,074)</u>	<u>\$ 541,815</u>	<u>\$ 7,785,803</u>	<u>\$ (245,132)</u>

See accompanying notes to the basic financial statements







## Notes to the Basic Financial Statements





*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Index**

<b>Summary of Significant Accounting Policies .....</b>	<b>1</b>
Reporting Entity .....	1-A
Basis of Presentation .....	1-B
Measurement Focus .....	1-C
Basis of Accounting .....	1-D
Assets, Liabilities and Fund Equity .....	1-E
Cash, Cash Equivalents and Investments .....	1-E-1
Receivables .....	1-E-2
Interfund Balances .....	1-E-3
Consumable Inventories .....	1-E-4
Prepaid Items .....	1-E-5
Restricted Assets .....	1-E-6
Capital Assets .....	1-E-7
Deferred Outflows/Inflows of Resources .....	1-E-8
Compensated Absences .....	1-E-9
Accrued Liabilities and Long-term Obligations .....	1-E-10
Bond Premiums, Discounts and Issuance Costs .....	1-E-11
Fund Equity .....	1-E-12
Operating Revenues and Expenses .....	1-E-13
Contributions of Capital .....	1-E-14
Interfund Activity .....	1-E-15
Estimates .....	1-E-16
Comparative Data .....	1-E-17
 <b>Stewardship, Compliance and Accountability .....</b>	 <b>2</b>
Budgetary Information .....	2-A
Excess of Expenditures over Appropriations .....	2-B
Deficit Fund Balances/Net Position .....	2-C
 <b>Detailed Notes on All Funds .....</b>	 <b>3</b>
Cash and Cash Equivalents .....	3-A
Receivables .....	3-B
Property Taxes .....	3-C
Capital Assets .....	3-D
Interfund Balances and Transfers .....	3-E
Landfill Closure and Postclosure Care .....	3-F
Long-Term Debt .....	3-G
Pensions .....	3-H
Other Post-Employment Benefits .....	3-I
Defined Contribution Plan .....	3-J
Fund Equity .....	3-K
 <b>Other Notes .....</b>	 <b>4</b>
Risk Management .....	4-A
Contingent Liabilities .....	4-B
Joint Ventures .....	4-C
Hotel/Motel Lodging Tax .....	4-D
Subsequent Events .....	4-E

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

The City of Statesboro (the “City”) was chartered by an act of the General Assembly of the State of Georgia. The City operates under a Council/Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, community development, community services and general administrative services. The City also operates four public utilities (water and sewer system, gas system and storm water system) and provides sanitation services. The City and Bulloch County jointly operate a transfer station for transport of solid waste and an inert landfill.

***Note 1 - Summary of Significant Accounting Policies***

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements.

The most significant of the City’s accounting policies are described below.

***1-A. Reporting Entity***

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City in that the City approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the City’s discretely presented component unit. It is reported separately to emphasize that it is legally separate from the City.

A brief description of the City’s discretely presented component unit follows:

***Downtown Statesboro Development Authority*** (the Authority) – The Authority is a public corporation created in 1981. The primary purpose of the Authority is to promote industry and trade in the downtown area. The City Council appoints one board member and provides its primary funding. The Authority is fiscally dependent on the City and the City has a financial burden relationship with the Authority. There are no separate financial statements for the Authority.

***Related Organizations***

The Housing Authority of the City of Statesboro, Georgia is considered a related organization based upon the criteria in GASB Statement 14. The Housing Authority is a legally separate entity and the City does not appoint any of its board members. The City of Statesboro, Georgia is not able to impose its will upon the Housing Authority and a financial benefit/burden relationship does not exist between them. Therefore, based upon the criteria above, the Housing Authority of the City of Statesboro, Georgia is a related organization and is excluded from the reporting entity.

***1-B. Basis of Presentation***

The City’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements, which provide a more detailed level of financial information.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (continued)***

***Government-wide Financial Statements*** - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole. The primary government and the component unit are presented separately within these financial statements with the focus on the primary government.

Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and City's general revenues, from business-type activities, generally financed in whole or in part with service charges to external customers.

The statement of net position presents the financial position of the governmental and business-type activities of the City.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each identifiable activity of the business-type activities of the City. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services that report fees and other charges to users of the City's services; (2) operating grants and contributions, which finance annual operating activities including restricted investment income; and (3) capital grants and contributions, which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

***Fund Financial Statements*** - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental and proprietary funds.

Major individual governmental and proprietary funds are reported in separate columns.

***Fund Accounting*** - The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses two categories of funds: governmental and proprietary.

***Governmental Funds*** - Government funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between governmental fund assets and liabilities as fund balance. The following are the City's major governmental funds:

***The General Fund*** - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund's fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of the State of Georgia.

***Statesboro Fire Service Fund*** - This fund accounts for revenues collected from city taxpayers and taxpayers in the county's five-mile fire district used to fund the City's fire department.



*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

***2013 SPLOST Fund*** – This fund accounts for the special purpose local option sales tax collected pursuant to a 2013 referendum for various capital improvements within the City.

***Proprietary Funds*** - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The proprietary funds are classified as enterprise funds and internal service funds. The City's major enterprise funds consist of:

***Water and Sewer Operating Fund*** – This fund accounts for the water and sewer provided to the City's constituents.

***Gas Operating Fund*** – This fund accounts for the gas services provided to the City's constituents.

***Solid Waste Collection Fund*** – This fund accounts for the solid waste collection program.

***Solid Waste Disposal Fund*** – This fund accounts for the solid waste disposal program.

The City's internal service funds account for the City's health insurance, wellness program, fleet management, and central services programs.

***1-C. Measurement Focus***

***Government-wide Financial Statements*** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

***Fund Financial Statements*** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

***1-D. Basis of Accounting***

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

***Revenues – Exchange Transactions*** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, the phrase "available for exchange transactions" means expected to be received within 60 days of year-end.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

***Revenues - Non-exchange Transactions*** - Non-exchange transactions in which the City receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, interest and federal and state grants.

***Expenses/Expenditures*** - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

***1-E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Fund Equity***

***1-E-1 Cash, Cash Equivalents, and Investments***

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the City.

Investments are stated at fair value based on quoted market prices.

Georgia law authorizes the City to invest in the following type of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the United States Government or United States Government agency
- Obligations of any corporation of the United States Government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

***1-E-2 Receivables***

All trade and property tax receivables are reported net of an allowance for uncollectable, where applicable. Unbilled water, sewer, stormwater, gas, and solid waste charges are accrued as receivables and revenue at June 30, 2018.

***1-E-3 Interfund Balances***

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental and business-type activities columns on the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances on this statement. These amounts are ultimately eliminated from the total column on the statement of net position.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

***1-E-4 Consumable Inventories***

On the government-wide and the proprietary fund financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

***1-E-5 Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2018, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reported as nonspendable, as this amount is not available for general appropriation.

***1-E-6 Restricted Assets***

Restricted assets represent sinking funds required by enterprise fund revenue bonds and designated as such by management, customer utility deposits, funds held specifically for water and sewer system improvements, and funds designated for capital purchases.

***1-E-7 Capital Assets***

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The City reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the City fund financial statements.

Capital assets utilized by proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the proprietary funds' statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City's infrastructure consists of roads, bridges, water and sewer lines and gas lines. The City has capitalized all general infrastructure assets (roads and bridges) acquired after June 30, 1980. Water and sewer lines and gas lines are classified as "improvements other than buildings". Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by enterprise funds is capitalized.

All reported capital assets are depreciated except for land, right-of-ways and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings	15 – 40 years	15 - 40 years
Improvements other than buildings	8 – 40 years	15 – 50 years
Machinery and equipment	5 – 20 years	5 – 15 years
Infrastructure	12 – 25 years	---

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

***1-E-8 Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expenses/expenditure) until then. The City has deferred outflows of resources related to pensions and other post employment benefits reported at the government-wide level for governmental and business-type activities and at the fund level for proprietary funds.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has an item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. The City also has deferred inflows of resources related to its pension plan and other post employment benefits reported at the government-wide level for governmental and business-type activities and at the fund level for proprietary funds.

***1-E-9 Compensated Absences***

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

***1-E-10 Accrued Liabilities and Long-term Obligations***

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of those funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Capital leases are recognized as a liability in the governmental fund financial statements when due.

***1-E-11 Bond Premiums, Discounts and Issuance Costs***

On the government-wide statement of net position and the proprietary fund type statement of net position, bond premiums and discounts are netted against bonds payable and bond issuance costs are expensed when incurred. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts are amortized over the life of the bonds using the effective interest method.

At the governmental fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as an expenditure.

***1-E-12 Fund Equity***

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



*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

**Fund Balance** – Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

**Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e. items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

**Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution. Only the City Council also may modify or rescind the commitment.

**Assigned** – Fund balances are reported as assigned when amounts are constrained by the City Council's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the City Council has authorized the City's finance director to assign balances.

**Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

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

- Committed
- Assigned
- Unassigned

**Net Position** - Net position represents the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

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

***1-E-13 Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, sewer, gas, solid waste, stormwater, and the insurance benefits, information technology, and fleet management programs. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund and include administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 1 - Summary of Significant Accounting Policies (Continued)***

***1-E-14 Contributions of Capital***

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

***1-E-15 Interfund Activity***

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated. Transfers between governmental and business-type activities are eliminated from the total column.

***1-E-16 Estimates***

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

***1-E-17 Comparative Data***

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

***Note 2 – Stewardship, Compliance and Accountability***

***2-A. Budgetary Information*** – The City adopts an annual operating budget for the general fund and each special revenue fund. A project budget is adopted for each capital projects fund. The budget resolution reflects the total of each department's appropriation in each fund.

All budgets are adopted on a basis consistent with GAAP.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. The City Manager may approve budget transfers within departments. Any change in total to a fund or departmental appropriation within a fund requires City Council approval.

During the year, the City Council approved budget revisions.

All unexpended annual appropriations lapse at year-end.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

***Note 2 – Stewardship, Compliance and Accountability (continued)***

***2-B. Excess of Expenditures over Appropriations***

For the year ended June 30, 2018, expenditures exceeded appropriations for the following departments within the general fund:

Elections	\$3,102
Debt Service	1,339

These over expenditures were funded primarily by under expenditures in other departments.

***2-C. Deficit Fund Balances/Net Position***

The Hotel/Motel tax special revenue fund had a deficit fund balance of \$45,359 at June 30, 2018, which will be reduced by future Hotel/Motel tax revenue.

***Note 3 - Detailed Notes on All Funds***

***3-A. Cash and Cash Equivalents***

At June 30, 2018, the carrying amount of the City's deposits (i.e., checking and certificates of deposits) was \$28,620,218 and the bank balance was \$28,959,262. Of the bank balance, \$250,000 was covered by federal depository insurance and \$28,709,262 was collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

***Cash & Cash Equivalent Reconciliation:***

	<u>Cash and Cash Equivalents</u>
Fund Reporting Level:	
Governmental Funds - Balance Sheet	\$ 12,355,081
Enterprise Fund Statement of Net Position	11,826,821
Enterprise Fund Statement of Net Position - Restricted	3,668,652
Internal Service Fund Statement of Net Position	<u>769,664</u>
 Total	 <u>\$ 28,620,218</u>

***3-B. Receivables***

Receivables at June 30, 2018, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the City's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility. The allowances for uncollectibles netted against receivables at June 30, 2018 follow:

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 - Detailed Notes on All Funds (Continued)**

Fund	Allowance For Uncollectibles
General	\$ 573
Water and Sewer	290,000
Storm Water	13,000
Gas	127,000
Solid Waste Collection	111,000
Solid Waste Disposal	59,000

**3-C. Property Taxes**

Property taxes attach an enforceable lien on property as of January 1. Taxes are levied on or about September 20 of each year and are due and payable within 60 days of the tax bill mailing date. The City bills and collects its own property taxes. Property tax revenues at the fund reporting level are recognized when levied to the extent that they result in current receivables (i.e. collectible in 60 days). For the year ended June 30, 2018, property taxes were levied on October 2, 2017 and were due December 20, 2017.

**3-D. Capital Assets**

Capital asset activity (including the fleet management and central services internal service funds) for the year ended June 30, 2018, was as follows:

	Balance 7/1/2017	Additions	Deductions	Balance 6/30/2018
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,643,316	\$ -	\$ -	\$ 1,643,316
Construction in progress	194,303	361,183	194,303	361,183
Total capital assets not being depreciated:	1,837,619	361,183	194,303	2,004,499
Capital assets being depreciated				
Buildings	16,989,895	80,595	-	17,070,490
Improvements other than buildings	1,419,359	15,485	-	1,434,844
Machinery and equipment	13,046,666	618,963	690,655	12,974,974
Infrastructure	20,156,010	1,039,262	-	21,195,272
Total capital assets being depreciated	51,611,930	1,754,305	690,655	52,675,580
Total capital assets	53,449,549	2,115,488	884,958	54,680,079
Accumulated depreciation:				
Buildings	5,179,928	409,718	-	5,589,646
Improvements other than buildings	355,989	74,462	-	430,451
Machinery and equipment	9,240,006	1,063,223	588,845	9,714,384
Infrastructure	9,937,168	1,099,648	-	11,036,816
Total accumulated depreciation	24,713,091	2,647,051	588,845	26,771,297
Governmental activities capital assets, net	\$ 28,736,458	\$ (531,563)	\$ 296,113	\$ 27,908,782



*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 - Detailed Notes on All Funds (Continued)**

Governmental activities depreciation expense:

General government	\$ 78,042
Municipal court	20,264
Public safety	906,594
Public works	1,184,796
Parks and cemeteries	83,348
Engineering	33,584
Planning and zoning	13,534
Community development	22,131
Community services	97,780
Central services internal service fund	87,454
Fleet management internal service fund	51,309
	<u>51,309</u>

Total depreciation expense	<u>\$ 2,578,836</u>
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The following table presents the changes in capital assets for the City's enterprise funds:

	Balance 7/1/2017	Additions	Deductions	Balance 6/30/2018
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 574,113	\$ -	\$ -	\$ 574,113
Construction in progress	9,136,410	1,135,895	8,926,197	1,346,108
Total capital assets not being depreciated	<u>9,710,523</u>	<u>1,135,895</u>	<u>8,926,197</u>	<u>1,920,221</u>
Capital assets being depreciated				
Buildings	3,326,984	201,748	-	3,528,732
Improvements other than buildings	78,271,877	9,788,438	-	88,060,315
Machinery and equipment	16,904,145	1,090,736	784,447	17,210,434
Total capital assets being depreciated	<u>98,503,006</u>	<u>11,080,922</u>	<u>784,447</u>	<u>108,799,481</u>
Total capital assets	<u>108,213,529</u>	<u>12,216,817</u>	<u>9,710,644</u>	<u>110,719,702</u>
Accumulated depreciation:				
Buildings	1,474,280	138,702	-	1,612,982
Improvements other than buildings	32,590,009	1,934,660	-	34,524,669
Machinery and equipment	11,361,882	1,366,600	766,672	11,961,810
Total accumulated depreciation	<u>45,426,171</u>	<u>3,439,962</u>	<u>766,672</u>	<u>48,099,461</u>
Business-type activities capital assets, net	<u>\$ 62,787,358</u>	<u>\$ 8,776,855</u>	<u>\$ 8,943,972</u>	<u>\$ 62,620,241</u>

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 - Detailed Notes on All Funds (Continued)**

The following table presents the changes in capital assets for the City's component unit:

	Balance 7/1/2017	Additions	Deductions	Balance 6/30/2018
Component Unit - Downtown Statesboro				
Development Authority:				
Capital assets not being depreciated:				
Construction in progress	\$ 149,984	\$ -	\$ 149,984	\$ -
Property held for sale	-	549,385	-	549,385
Total capital assets not being depreciated	149,984	549,385	149,984	549,385
Capital assets being depreciated:				
Machinery and equipment	15,613	-	-	15,613
Total Capital Assets	165,597	549,385	149,984	564,998
Accumulated depreciation:				
Machinery and equipment	4,362	1,968	-	6,330
Component unit capital assets, net	\$ 161,235	\$ 547,417	\$ 149,984	\$ 558,668

**3-E. - Interfund Balances and Transfers**

Interfund balances at June 30, 2018, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The City expects to repay all interfund balances within one year.

Receivable Fund	Payable Fund	Amount
General Fund	Hotel/Motel Tax Fund	\$ 55,763
	2013 SPLOST Fund	1,441,796
	Central Services Fund	326,643
	Solid Waste Disposal Fund	486,092
	Fleet Management Fund	173,072
Tax Allocation District	General Fund	1,686
Solid Waste Disposal	2013 SPLOST Fund	1,366,903
Storm Water Fund	Capital Improvements Program Fund	68,387
Water and Sewer Operating Fund	General Fund	54,820
		<u>\$ 3,975,162</u>

Interfund transfers for the year ended June 30, 2018, consisted of the following:

Transfer to:	Transfers From:						
	General Fund	Fire Fund	Hotel/ Motel Tax Fund	2013 SPLOST Fund	2016 CDBG Fund	Water and Sewer Operating Fund	Storm Water Fund
General Fund	\$ -	\$ -	\$ 42,820	\$ -	\$ -	\$ 805,200	\$ 25,000
Statesboro Fire Service Fund	1,344,000	-	-	-	-	1,121,682	-
Capital Improvements Fund	100,000	-	-	-	-	-	-
Water and Sewer Operating Fund	-	-	-	429,583	9,540	-	-
Stormwater Operating Fund	-	-	-	-	31,350	-	-
Natural Gas Fund	-	-	-	870,782	-	-	-
Solid Waste Collection Fund	-	-	-	-	-	-	-
Solid Waste Disposal Fund	-	-	-	1,471,879	-	-	-
Health Insurance Fund	128,580	28,600	-	-	-	39,370	5,825
Central Services Fund	10,670	10,670	-	-	-	10,670	10,670
	<u>\$ 1,583,250</u>	<u>\$ 39,270</u>	<u>\$ 42,820</u>	<u>\$ 2,772,244</u>	<u>\$ 40,890</u>	<u>\$ 1,976,922</u>	<u>\$ 41,495</u>

**City of Statesboro, Georgia**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2018**

**Note 3 - Detailed Notes on All Funds (Continued)**

Transfer to:	Transfers From:					Total
	Gas Operating Fund	Solid Waste Collection Fund	Solid Waste Disposal Fund	Fleet Fund	Central Services Fund	
General Fund	\$ 870,000	\$ 730,000	\$ 316,000	\$ -	\$ -	\$ 2,789,020
Statesboro Fire Service Fund	-	-	-	-	-	2,465,682
Capital Improvements Fund	-	-	-	-	-	100,000
Water and Sewer Operating Fund	-	-	-	-	-	439,123
Stormwater Operating Fund	-	-	-	-	-	31,350
Natural Gas Fund	-	-	-	-	-	870,782
Solid Waste Collection Fund	-	-	-	-	-	-
Solid Waste Disposal Fund	-	-	-	-	-	1,471,879
Health Insurance Fund	5,850	9,840	5,350	3,535	3,050	230,000
Central Services Fund	10,670	10,670	10,670	10,670	-	85,360
	<u>\$ 886,520</u>	<u>\$ 750,510</u>	<u>\$ 332,020</u>	<u>\$ 14,205</u>	<u>\$ 3,050</u>	<u>\$ 8,483,196</u>

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, to segregate money for anticipated capital projects (e.g., SPLOST approved projects); to report enterprise fund transfers for the equivalent of franchise fees and property taxes as if the utility funds were privately owned; and to return money to the fund from which it was originally provided once a project is completed.

All City transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

**3-F. Landfill Closure and Postclosure Care**

State and federal laws and regulations required the City to place a final cover on its landfill site when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Effective July 1, 1997, the City stopped accepting waste into its landfill. The remaining accrued landfill postclosure care costs liability at June 30, 2018 was \$1,789,749. This amount is based on what it would cost to perform all postclosure care in 2018. Actual costs may be higher due to inflation, unexpected mitigation requirements, changes in technology, or changes in regulations.

**3-G. Long-Term Debt**

**Water and Sewer Refunding and Improvement Revenue Bonds** - During the fiscal year ended June 30, 2010, the City issued revenue bonds of \$15,040,000. The City issued the Series 2010 Water and Sewer Refunding and Improvement Revenue Bonds to advance refund Water and Sewer Revenue Refunding Bonds, Series 1995, with an outstanding balance of \$215,000, and ten Georgia Environmental Facilities Authority (GEFA) notes with an outstanding balance of \$6,132,934. Additionally, a portion of the net proceeds was deposited into the Water and Sewer System Fund Construction Account. The amount of outstanding bonds at June 30, 2018 was \$11,140,000.

The City pledges income derived from the constructed or acquired assets to pay debt service. The revenue bonds have interest rates ranging from 2.0 percent to 5.0 percent. The bonds require principal payments each April 1 and interest is payable semiannually on April 1 and October 1 each year.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 - Detailed Notes on All Funds (Continued)**

Annual debt service requirements to amortize all obligations outstanding, as of June 30, 2018 follow:

Primary Government

Year	Principal	Interest	Total
2019	\$ 560,000	\$ 485,446	\$ 1,045,446
2020	575,000	465,846	1,040,846
2021	600,000	439,721	1,039,721
2022	630,000	410,821	1,040,821
2023	665,000	379,321	1,044,321
2024-2028	3,790,000	1,410,170	5,200,170
2029-2033	4,320,000	548,638	4,868,638
Total	<u>\$ 11,140,000</u>	<u>\$ 4,139,963</u>	<u>\$ 15,279,963</u>

**Notes Payable** – The City has entered into a number of notes with the Georgia Environmental Facilities Authority (GEFA), and One Georgia Authority with balances at June 30, 2018, as follows:

One Georgia Authority, payable in quarterly installments of \$8,334 including interest at 3% through April 1, 2022	\$ 117,819
GEFA (2006-L25WJA), payable in monthly installments of \$10,381 including interest at 4.28% through April 1, 2028	998,372
GEFA (2006-L25WJB), payable in monthly installments of \$4,857 including interest at 4.28% through April 1, 2028	467,108
GEFA (2007-L31 WJ), payable in monthly installments of \$3,247 including interest at 4.10% through March 1, 2029	333,216
GEFA (2008-L05WJ), payable in monthly installments of \$6,705 including interest at 4.10% through July 1, 2029	715,647
	<u>\$ 2,632,162</u>

Annual debt service requirements to amortize all notes payable outstanding as of June 30, 2018 follow:

Year	Principal	Interest	Total
2019	221,906	105,359	327,265
2020	238,825	96,775	335,600
2021	248,811	86,789	335,600
2022	259,156	76,444	335,600
2023	236,246	66,017	302,263
2024-2028	1,313,377	167,465	1,480,842
2029-2030	113,841	2,586	116,427
Total	<u>\$ 2,632,162</u>	<u>\$ 601,435</u>	<u>\$ 3,233,597</u>



**City of Statesboro, Georgia**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2018**

**Note 3 - Detailed Notes on All Funds (Continued)**

**Capital Leases** – The City currently has the following outstanding capital leases.

**Capital Lease – City Hall** - In 1995 the Downtown Statesboro Development Authority provided for the issuance of a Revenue Bond in the amount of \$1,500,000 to provide for the acquisition, renovation, and equipping of the old Jaeckel Hotel for the purpose of converting it to the new Statesboro City Hall.

The Bond bears an interest rate of 70% of the prime rate but can never be less than 4.2% or more than 10.5%. Interest on the Bond is paid to Sea Island Bank by the City of Statesboro semi-annually on the first day of June and the first day of December beginning June 1, 1997. Principal payments are made in annual installments on December 1, each year beginning in 1997 and ending in 2022.

Upon payment in full of the debt the Downtown Statesboro Development Authority will convey the property to the City without further consideration.

The total cost for the project under the capital lease was \$1,733,719. Depreciation expense on the building for the year was \$43,343 and accumulated depreciation was \$1,105,246 at June 30, 2018.

The lease requires annual payments as follows:

Governmental Activities			
Year	Principal	Interest	Total
2019	\$ 93,000	\$ 15,057	\$ 108,057
2020	98,000	11,046	109,046
2021	104,000	6,804	110,804
2022	110,000	2,310	112,310
Total	<u>\$ 405,000</u>	<u>\$ 35,217</u>	<u>\$ 440,217</u>

**Capital Lease – Georgia Municipal Association (GMA)** –The City has entered into lease agreements with GMA to purchase various equipment costing \$1,612,029. Depreciation expense on the equipment for the year was \$224,339 and accumulated depreciation was \$517,200 at June 30, 2018.

The leases require annual payments without interest as follows:

Year	Governmental Activities	Business Type Activities	Total
	Principal	Principal	
2019	\$ 141,899	\$ 167,318	\$ 309,217
2020	141,898	167,318	309,216
2021	104,823	167,318	272,141
2022	104,823	167,319	272,142
2023	22,189	67,020	89,209
Total	<u>\$ 515,632</u>	<u>\$ 736,293</u>	<u>\$ 1,251,925</u>

**City of Statesboro, Georgia**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2018**

**Note 3 - Detailed Notes on All Funds (Continued)**

**Changes in Long-term Debt** - Changes in the City's long-term obligations consisted of the following for the year ended June 30, 2018:

<u>Primary Government</u>	Outstanding			Outstanding	Amounts Due
Governmental Activities	7/1/2017	Additions	Reductions	6/30/2018	in One Year
Capital lease - City Hall	\$ 492,500	\$ -	\$ 87,500	\$ 405,000	\$ 93,000
Capital lease - GMA	899,130	42,564	426,062	515,632	141,899
Other post employment benefits	4,064,915	559,356	-	4,624,271	-
Compensated absences	562,929	93,341	14,390	641,880	128,376
Total Governmental Activities	<u>\$ 6,019,474</u>	<u>\$ 695,261</u>	<u>\$ 527,952</u>	<u>\$ 6,186,783</u>	<u>\$ 363,275</u>
Business-Type Activities					
Water and sewer revenue bonds	\$ 11,675,000	\$ -	\$ 535,000	\$ 11,140,000	\$ 560,000
Unamortized bond premium	198,058	-	12,575	185,483	-
	11,873,058	-	547,575	11,325,483	560,000
Notes payable - water fund	2,705,455	-	191,112	2,514,343	199,387
Notes payable - gas fund	154,247	-	36,428	117,819	22,519
Capital lease - GMA	433,108	403,484	100,299	736,293	167,318
Landfill closure and post-closure care	1,911,000	-	121,251	1,789,749	167,000
Other post employment benefits	1,639,162	207,200	-	1,846,362	-
Compensated absences	234,299	6,954	14,952	226,301	45,260
Total Business-Type Activities	<u>\$ 18,950,329</u>	<u>\$ 617,638</u>	<u>\$ 1,011,617</u>	<u>\$ 18,556,350</u>	<u>\$ 1,161,484</u>

The capital lease obligations for governmental funds will be paid from the General Fund and SPLOST Funds and for proprietary funds from the fund which incurred the capital lease obligation. The compensated absences and other post-employment benefits liability for governmental funds will be paid from the General Fund and for business-type activities from the fund from which the employees' salaries are paid. Principal and interest payments related to notes payable for the City's Water and Sewer System are financed from income derived from the operation of the Water and Sewer System. Principal and interest payments related to notes payable for the City's gas system are financed from income derived from this system. The landfill post-closure care liability will be retired from the solid waste disposal fund.

**3-H. Pensions**

**Plan Description** - The City's defined benefit pension plan, the City of Statesboro Retirement Plan (the "Plan"), provides retirement and disability benefits and death benefits to plan members and beneficiaries. The Plan is affiliated with the Georgia Municipal Employees Benefit System (the GMEBS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for cities in the State of Georgia. The City is assigned the authority to establish and amend benefit provisions of the Plan. The GMEBS issues a publicly available financial report that includes financial statements and required supplementary information. The report can be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, SW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

**Benefits provided** - The classes of eligible employees for retirement benefits are regular employees with the exception of part-time firefighters employed or reemployed on or after June 20, 2012, elected or appointed members of the governing authority, and the City Attorney employed on December 13, 2001 meeting the eligibility requirements of the Plan that are applicable to eligible regular employees. Normal retirement qualifications for regular employees are attainment of age 65 and the completion of 5 years of total credited service. Normal retirement qualifications for Public Safety employees only are attainment of age 55 and completion of 25 years of total credited service. The regular employee calculation for the Split Final Average Formula

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 - Detailed Notes on All Funds (Continued)**

is 1.25% of Final Average Earnings up to the amount of covered compensation plus 2% of Final Average Earnings in excess of said covered compensation, multiplied by years of Total Credited Service as an eligible regular employee. The Alternative Split Final Average Earnings Formula is 1% of Final Average Earnings up to the amount of covered compensation plus 1.75% of Final Average Earnings in excess of said covered compensation, multiplied by years of Total Credited Service as an eligible regular employee. Unless otherwise specified in an addendum to the adoption agreement, Final Average Earnings is defined as the monthly average of Earnings paid to a participant by the City for the 60 consecutive months of Credited Service preceding the participant's most recent termination in which the participant's earnings were the highest, multiplied by 12. The formula for elected or appointed members of the governing authority is \$35 per month for each year of total credited service as an elected or appointed member of the governing authority or municipal legal officer or major fraction thereof (6 months and 1 day). The City elects to provide for a variable annual cost-of-living adjustment not to exceed 5%. Disability retirement benefits shall be computed in the same manner as the Normal Retirement benefit, based upon the participant's accrued benefit as of his disability retirement date. In-service death benefits are payable to the participant's pre-retirement beneficiary, actuarially equivalent to the reserve required for the participant's anticipated normal retirement benefit, provided the participant meets eligibility conditions. Terminated vested death benefits are payable to the participant's pre-retirement beneficiary, equal to the decreased monthly retirement benefit that would have otherwise been payable to the participant had he elected a 100% joint and survivor benefit, under the plan.

**Employees covered by benefit terms** – At June 30, 2018, the following employees were covered by the benefit terms:

Pension Benefits

Inactive employees or beneficiaries currently receiving benefits	100
Inactive employees entitled to but not yet receiving benefits	132
Active employees	266
	<hr/>
	498

**Contributions** - The Plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). The estimated minimum annual contribution under these standards is \$0. This minimum contribution has been determined as the sum of 1) the normal cost (including administrative expenses), 2) the 30-year level percentage of payroll amortization of the unfunded actuarial accrued liability or the 10-year level percentage of payroll amortization of the surplus, and 3) interest on these amounts from the valuation date to the date contributions are paid (assumed monthly). The GMEBS Board of Trustees has adopted an actuarial funding policy that requires a different funding level than the estimated minimum annual contribution to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the Plan. If the employer contributes the recommended contribution developed under the actuarial funding policy each year, the Plan will meet applicable state funding standards.

**Net Pension Liability (Asset)**

The City's net pension liability (asset) was measured as of September 30, 2017, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of January 1, 2018.

**Actuarial assumptions** - The total pension liability (asset) in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases	4.65 percent, average, including inflation
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

The actuarial assumptions used in the January 1, 2018 valuation were based on the results of an actuarial experience study for the period January 1, 2010 to June 30, 2014.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 – Detailed Notes on All Funds (Continued)**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	45%	6.71%
International equity	20%	7.71%
Domestic Fixed income	20%	2.11%
Global Fixed Income	5%	3.36%
Real estate	10%	5.21%
Cash	-	0.00%
Total	<u>100%</u>	

**Discount rate** - The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. 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 active and inactive employees. 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.

**Changes in the Net Pension Liability (Asset)**

	<u>Total Pension Liability (a)</u>	<u>Fiduciary Net Position (b)</u>	<u>Net Pension Liability (Asset) (a) - (b)</u>
Balances at September 30, 2016	\$ 22,989,838	\$ 23,439,665	\$ (449,827)
Changes for the year:			
Service cost	409,949	-	409,949
Interest	1,747,276	-	1,747,276
Differences between expected and actual experience	(114,276)	-	(114,276)
Contributions - employer	-	568,247	(568,247)
Contributions - employee	-	-	-
Net investment income	-	3,503,486	(3,503,486)
Benefit payments	(888,681)	(888,681)	-
Administrative expense	-	(65,063)	65,063
Other changes	(506,553)	-	(506,553)
Net changes	<u>647,715</u>	<u>3,117,989</u>	<u>(2,470,274)</u>
Balances at September 30, 2017	<u>\$ 23,637,553</u>	<u>\$ 26,557,654</u>	<u>\$ (2,920,101)</u>

**Sensitivity of the net pension liability (asset) to changes in the discount rate** - The following presents the net pension liability (asset) of the City, calculated using the discount rate of 7.50 percent, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is one percentage-point lower (6.50 percent) or one percentage-point higher (8.50 percent) than the current rate:



*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 – Detailed Notes on All Funds (Continued)**

	1% Decrease 6.50%	Current Discount Rate (7.50%)	1% Increase 8.50%
City's net pension liability (asset)	\$ 611,013	\$ (2,920,101)	\$ (5,806,363)

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

For the year ended June 30, 2018, the City recognized pension expense of \$(135,632). At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 169,042	\$ (304,615)
Changes of assumptions	-	(553,800)
Net difference between projected and actual earnings on pension plan investments	-	(1,381,468)
Employer contributions after measurement date	512,989	-
Total	<u>\$ 682,031</u>	<u>\$ (2,239,883)</u>

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

Year ended June 30:	
2019	\$ (43,295)
2020	(415,401)
2021	(634,620)
2022	(464,536)
	<u>\$ (1,557,852)</u>

**3-I. Other Post-Employment Benefits (OPEB)**

**Plan Description.** The City's defined benefit OPEB plan, the City of Statesboro Postretirement Health Plan provides OPEB for all permanent full-time general and public safety employees of the City. The plan is a single-employer defined benefit OPEB plan administered by the City. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

**Eligibility and benefits provided.** Any employee who retires before age 65, but not sooner than age 55 for a sworn Police Officer or Firefighter and age 62 for all other employees, may remain on the City's medical insurance plan until reaching Medicare Eligibility. Employees must have 10 or more years of service. Spouse coverage is also provided.

If an employee retires with at least 10 years and less than 25 years of creditable service with the City as defined by the Georgia Municipal Employees Benefit System ("GMEBS") Plan, then the City pays 50% of a single or family coverage premium until the employee reaches Medicare eligibility.

If an employee retires with 25 or more years of creditable service with the City as defined by the GMEBS Plan, then the City pays 100% of a single or family coverage premium until the employee reaches Medicare eligibility.

Any retired employee whose spouse is younger than the employee may continue to cover the spouse on the City's medical insurance plan at the single coverage premium until the spouse qualifies for Medicare coverage, provided that: a) The employee

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 – Detailed Notes on All Funds (Continued)**

had a minimum of 10 years of creditable service at retirement, and b) The employee had paid for dependent coverage for at least the last 5 years of their employment and had it in force at the time of their retirement.

1. If the employee had at least 10 years and less than 25 years of creditable service with the City as defined by the GMEBS Plan, then the City pays 50% of a single coverage premium until the spouse reaches Medicare eligibility.
2. If the employee had 25 or more years of creditable service with the City as defined by the GMEBS Plan, then the City pays 100% of a single coverage premium until the spouse reaches Medicare eligibility.

Participants are required to enroll in the Medicare program upon reaching Medicare eligibility. Upon the death of the retiree, surviving spouses may elect COBRA coverage continuation.

**Employees covered by benefit terms.** At June 30, 2018, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	254
	<u>259</u>

**Total OPEB Liability.** The City's total OPEB liability of \$6,470,633 was measured as of June 30, 2018, and was determined by the roll forward of an actuarial valuation performed as of November 30, 2017.

**Actuarial assumptions and other inputs.** The total OPEB liability as of June 30, 2018 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50 percent
Salary increases	3.50 percent, average, including inflation
Discount rate	2.98 percent
Healthcare cost trend rates	4.75 percent
Retiree's share of benefit-related costs	50 percent of projected health insurance premiums for retirees with 10 to 25 years of creditable service and 100% for retirees with 25 or more years of creditable service.

The discount rate was based on the S & P Municipal Bond 20-Year High-Grade Rate Index.

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

**Changes in the Total OPEB Liability**

	<u>Total OPEB Liability</u>
<b>Balance at 6/30/17</b>	<u>\$ 5,704,077</u>
<b>Changes for the year:</b>	
Service cost	251,655
Interest	172,519
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions or other inputs	50,685
Other changes	387,130
Benefit payments	(95,433)
<b>Net changes</b>	<u>766,556</u>
<b>Balance at 6/30/18</b>	<u>\$ 6,470,633</u>

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 – Detailed Notes on All Funds (Continued)**

**Sensitivity of the total OPEB liability to changes in the discount rate.** The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.98 percent) or 1-percentage-point higher (3.98 percent) than the current discount rate:

	1% Decrease (1.98%)	Discount Rate (2.98%)	1% Increase (3.98%)
Total OPEB Liability	\$ 7,249,194	\$ 6,470,633	\$ 5,790,359

**Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.** The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.75 percent) or 1-percentage-point higher (5.75 percent) than the current healthcare cost trend rates:

	1% Decrease (3.75%)	Heathcare Cost Trend Rates (4.75%)	1% Increase (5.75%)
Total OPEB Liability	\$ 5,674,014	\$ 6,470,633	\$ 7,413,571

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

For the year ended June 30, 2018, the City recognized OPEB expense of \$544,756. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	\$ 14,932
Changes of assumptions or other inputs	\$ 1,083,933	145,696
Total	<u>\$ 1,083,933</u>	<u>\$ 160,628</u>

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

Year ended June 30:	
2019	120,582
2020	120,582
2021	120,582
2022	120,582
2023	120,582
Thereafter	320,395
	<u>\$ 923,305</u>

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 3 – Detailed Notes on All Funds (Continued)**

**3-J. Defined Contribution Plan**

The City sponsors a defined contribution retirement plan qualified under Section 401(a) of the Internal Revenue Code for the Municipal Court Judge and the City Attorney. The plan is administered by the Georgia Municipal Association. The City Council is responsible and has authority to amend the plan provisions. The City contributes 4 percent of salary to the plan. The employees are not required to contribute to the plan. The City made \$7,161 in contributions to the plan during the year ended June 30, 2018.

**3-K. Fund Equity**

As of June 30, 2018, governmental fund balances are composed of the following:

	General Fund	Statesboro Fire Service	2013 SPLOST	Other Governmental Funds	Total Governmental Funds
Nonspendable:					
Prepaid items	\$ 36,770	\$ 38,488	\$ -	\$ -	\$ 75,258
Restricted:					
Capital projects	-	-	5,406,801	89,425	5,496,226
Fire protection	-	872,245	-	-	872,245
Police	-	-	-	171,248	171,248
Community development	-	-	-	421,023	421,023
Unassigned	5,196,777	-	-	(45,359)	5,151,418
Total fund balances	<u>\$ 5,233,547</u>	<u>\$ 910,733</u>	<u>\$ 5,406,801</u>	<u>\$ 636,337</u>	<u>\$ 12,187,418</u>

Net investment in capital assets on the government-wide statement of net position as of June 30, 2018 is as follows:

	Governmental Activities	Business Type Activities	Component Unit
Cost of capital assets	\$ 54,680,079	\$ 110,719,702	\$ 564,998
Less accumulated depreciation	26,771,297	48,099,461	6,330
Book value	27,908,782	62,620,241	558,668
Less capital related debt	920,632	14,693,938	-
Plus unspent bond proceeds	-	717,379	-
Net investment in capital assets	<u>\$ 26,988,150</u>	<u>\$ 48,643,682</u>	<u>\$ 558,668</u>

**Note 4 – Other Notes**

**4-A. 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; worker's compensation claims; and natural disasters for which the city carries commercial insurance.

In January 1991 the City elected to establish a self-insurance fund (an internal service fund) to cover all employee health insurance claims. The City makes payments to this fund on a monthly basis based on estimated premiums provided by the third party administrator to fund this program. Amounts are also withheld from employees by payroll deduction and paid to the self-insurance fund.



*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 4 – Other Notes (Continued)**

A third party administrator pays all claims from funds provided to them from the self-insurance fund's bank account. The City carries specific reinsurance for claims from one individual within one year exceeding \$60,000.

The claims liability of \$446,321 reported at June 30, 2018 for the Health Insurance Fund represents known claims incurred on or prior to June 30, 2018 and an estimate for claims that have been incurred but not reported. Changes in the claims liability for the year ended June 30, 2018 were as follows:

<u>Date</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>End of Fiscal Year Liability</u>
2016	\$ 437,733	\$ 4,229,778	\$ 3,995,511	\$ 672,000
2017	672,000	4,164,867	3,748,641	1,088,226
2018	1,088,226	3,624,308	4,266,213	446,321

There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the City's insurance coverage during the past three years.

**4-B. Contingent Liabilities**

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the City believes such disallowances, if any, will be immaterial.

The City was a defendant in several lawsuits at June 30, 2018. In the opinion of City management, the outcome of these contingencies will not have a material effect on the financial position of the City.

**4-C. Joint Ventures**

Under Georgia law, the City, in conjunction with other cities and counties in the ten county coastal Georgia area, is a member of the Coastal Regional Commission of Georgia (RC) and is required to pay annual dues thereto. During the year ended June 30, 2018, the City paid \$36,949 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-33, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from the Coastal Regional Commission of Georgia, 1181 Coastal Drive SW, Darien, Georgia 31305.

*City of Statesboro, Georgia*  
*Notes to the Basic Financial Statements*  
*For the Year Ended June 30, 2018*

**Note 4 – Other Notes (Continued)**

**4-D. Hotel-Motel Lodging Tax**

The City has levied a 6% lodging tax. A summary of the transactions for the year ended June 30, 2018 follows:

		<u>Percentage of tax receipts</u>
Lodging tax receipts	\$ 856,407	
Disbursements to the:		
Statesboro Convention and Visitors Bureau for promotion of tourism	(342,593)	40.00%
Statesboro Arts Council for performing arts center	(229,260)	26.77%
Downtown Statesboro Development Authority for promotion of tourism	(170,425)	19.90%
City of Statesboro for administrative costs	(42,820)	5.00%
Georgia Southern University for Shooting Complex	<u>(71,309)</u>	8.33%
Total	<u>\$ -</u>	100%

All expenditures were for promotion of tourism as required by O.C.G.A. 48-13-51

**4-E. Subsequent Events**

Management has evaluated subsequent events through December 19, 2018, the date that the financial statements were available for issue. No subsequent events were noted.





**Required Supplementary Information**





**City of Statesboro, Georgia**  
**Required Supplementary Information**  
**Schedule of Changes in the Net Position Liability (Asset) and Related Ratios**  
**For the Year Ended June 30, 2018**

	<u>2018 (1)</u>	<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>
<b>Total pension liability</b>				
Service cost	\$ 409,949	\$ 406,149	\$ 442,204	\$ 435,063
Interest	1,747,276	1,677,669	1,558,936	1,490,160
Changes of benefit items	-	-	-	-
Differences between expected and actual experience	(114,276)	(355,323)	275,342	94,118
Changes of assumptions	(506,553)	-	-	(445,667)
Benefit payments, including refunds of employee contributions	(888,681)	(771,999)	(716,890)	(655,592)
<b>Net change in total pension liability</b>	<u>647,715</u>	<u>956,496</u>	<u>1,559,592</u>	<u>918,082</u>
<b>Total pension liability-beginning</b>	<u>22,989,838</u>	<u>22,033,342</u>	<u>20,473,750</u>	<u>19,555,668</u>
<b>Total pension liability-ending (a)</b>	<u><u>\$ 23,637,553</u></u>	<u><u>\$ 22,989,838</u></u>	<u><u>\$ 22,033,342</u></u>	<u><u>\$ 20,473,750</u></u>
<b>Plan fiduciary net position</b>				
Contributions-employer	\$ 568,247	\$ 659,671	\$ 548,293	\$ 556,107
Contributions-employee	-	-	-	-
Net investment income	3,503,486	2,363,828	245,378	2,183,124
Benefit payments, including refunds of employee contributions	(888,681)	(771,999)	(716,890)	(655,592)
Administrative expense	(65,063)	(40,051)	(44,696)	(34,589)
Other	-	-	-	-
<b>Net change in plan fiduciary net position</b>	<u>3,117,989</u>	<u>2,211,449</u>	<u>32,085</u>	<u>2,049,050</u>
<b>Plan fiduciary net position-beginning</b>	<u>23,439,665</u>	<u>21,228,216</u>	<u>21,196,131</u>	<u>19,147,081</u>
<b>Plan fiduciary net position-ending (b)</b>	<u><u>\$ 26,557,654</u></u>	<u><u>\$ 23,439,665</u></u>	<u><u>\$ 21,228,216</u></u>	<u><u>\$ 21,196,131</u></u>
<b>Net pension liability (asset)-ending (a)-(b)</b>	<u><u>\$ (2,920,101)</u></u>	<u><u>\$ (449,827)</u></u>	<u><u>\$ 805,126</u></u>	<u><u>\$ (722,381)</u></u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	112.35%	101.96%	96.35%	103.53%
<b>Covered-employee payroll</b>	\$ 10,864,231	\$ 11,032,951	\$ 10,987,945	\$ 10,848,107
<b>Net pension liability as a percentage of covered-employee payroll</b>	-26.88%	-4.08%	7.33%	-6.66%

(1) Only fiscal year 2018, 2017, 2016 and 2015 was available. The City will continue to present information for years available until a full 10-year trend is compiled.

**Notes to Schedule:**

*Changes of assumptions*

Amounts reported for the fiscal year ending in 2018 and later reflect the following assumption changes based on an actuarial study conducted in September 2017:

- The investment return assumption was decreased from 7.75% to 7.50%.
- The inflation assumption was decreased from 3.25% to 2.75%.
- The cost-of-living assumption was decreased from 3.25% to 2.75%.

*Benefit changes*

There were no changes in benefit provisions in the last two fiscal years.

	2018	2017	2016	2015
Actuarially determined contribution	*	\$ 620,865	\$ 605,346	\$ 596,536
Contributions in relation to the actuarially determined contribution	*	569,126	606,396	596,536
Contribution deficiency (excess)	*	51,739	(1,050)	-
Covered-employee payroll	*	11,032,951	10,987,945	10,848,107
Contributions as a percentage of covered-employee payroll	*	5.16%	5.52%	5.50%

\*2017 information will be determined after fiscal year end and will be included in the 2018 valuation report

**Notes to Schedule:**

Valuation Date	The actuarially determined contribution rate was determined as of January 1, 2018, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending June 30, 2019.
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*Methods and assumptions used to determine contribution rates:*

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	N/A

Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
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**Actuarial Assumptions:**

Net Investment Rate of Return	7.50%
Projected Salary Increases	2.75% plus service based merit increases
Cost of Living Adjustments	2.75%

Retirement Age	See changes of assumptions in the Notes to Schedule of Changes in the Net Pension Liability (Asset)
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Mortality	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.
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**City of Statesboro**  
**Required Supplemental Information**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**For the Year Ended June 30, 2018**

	<u>2018 (1)</u>	<u>2017 (1)</u>
<b>Total OPEB liability</b>		
Service cost	\$ 251,655	\$ 238,840
Interest	172,519	143,097
Changes of benefit terms	-	-
Differences between expected and actual experience	-	(19,053)
Changes in assumptions or other inputs	50,685	392,842
Other changes	387,130	305,798
Benefit payments	(95,433)	(98,018)
<b>Net change in total OPEB liability</b>	<u>766,556</u>	<u>963,506</u>
<b>Total OPEB liability-beginning</b>	<u>5,704,077</u>	<u>4,740,614</u>
<b>Total OPEB liability-ending</b>	<u><u>\$ 6,470,633</u></u>	<u><u>\$ 5,704,077</u></u>
 <b>Covered-employee payroll</b>	 \$ 9,814,896	 \$ 9,814,896
 <b>Total OPEB liability as a percentage of covered-employee payroll</b>	 65.93%	 58.12%

(1) Only fiscal year 2018 and 2017 was available. The City will continue to present information for years available until a full 10-year trend is compiled.

**Notes to Schedule:**

*Changes of assumptions*

Changes of assumptions and other inputs reflect the effects of changes in the discount rate, changes in the health care trend rates, and a change in the actuarial cost method.







## Supplementary Information







## Nonmajor Governmental Funds





City of Statesboro, Georgia  
Combining Balance Sheet  
Nonmajor Governmental Funds - By Fund Type  
June 30, 2018

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 525,420	\$ 160,818	\$ 686,238
Receivables:			
Hotel/motel taxes	78,176	-	78,176
Notes	202,605	-	202,605
Interfund	1,686	-	1,686
Prepaid items	107	-	107
<b>Total Assets</b>	<b>\$ 807,994</b>	<b>\$ 160,818</b>	<b>\$ 968,812</b>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts payable	\$ 175	\$ 3,006	\$ 3,181
Interfund payable	55,763	68,387	124,150
Unearned revenue	1,846	-	1,846
Other	203,298	-	203,298
<b>Total Liabilities</b>	<b>261,082</b>	<b>71,393</b>	<b>332,475</b>
<b>Fund Balances</b>			
Restricted	592,271	89,425	681,696
Unassigned	(45,359)	-	(45,359)
<b>Total Fund Balances</b>	<b>546,912</b>	<b>89,425</b>	<b>636,337</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 807,994</b>	<b>\$ 160,818</b>	<b>\$ 968,812</b>

City of Statesboro, Georgia  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds - By Fund Type  
For the Year Ended June 30, 2018

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Property taxes	\$ 99,222	\$ -	\$ 99,222
Hotel/motel taxes	856,407	-	856,407
Intergovernmental	6,004	40,890	46,894
Licenses and permits	2,575	-	2,575
Fines and forfeitures	112,149	-	112,149
Investment earnings	12	1,385	1,397
<b>Total Revenues</b>	<b>1,076,369</b>	<b>42,275</b>	<b>1,118,644</b>
<b>Expenditures</b>			
<b>Current:</b>			
Public works	3,154	-	3,154
Public safety	130,724	-	130,724
Community development	742,278	-	742,278
<b>Capital Outlay:</b>			
Public works	-	102,498	102,498
Parks and cemeteries	-	25,883	25,883
Engineering	-	28,455	28,455
<b>Total Expenditures</b>	<b>876,156</b>	<b>156,836</b>	<b>1,032,992</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>200,213</b>	<b>(114,561)</b>	<b>85,652</b>
<b>Other Financing Sources (Uses)</b>			
Transfers in	-	100,000	100,000
Transfers out	(42,820)	(40,890)	(83,710)
Issuance of capital lease	-	17,453	17,453
<b>Total Other Financing Sources (Uses)</b>	<b>(42,820)</b>	<b>76,563</b>	<b>33,743</b>
<b>Net Change in Fund Balances</b>	<b>157,393</b>	<b>(37,998)</b>	<b>119,395</b>
<b>Fund Balances Beginning of Year</b>	<b>389,519</b>	<b>127,423</b>	<b>516,942</b>
<b>Fund Balances End of Year</b>	<b>\$ 546,912</b>	<b>\$ 89,425</b>	<b>\$ 636,337</b>



## General Fund





City of Statesboro, Georgia  
General Fund  
Comparative Balance Sheet  
June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 3,230,704	\$ 2,301,186
Receivables:		
Taxes	150,457	155,074
Accounts	21,112	6,450
Intergovernmental	95,808	46,501
Interfund	2,483,366	2,351,634
Prepaid items	<u>36,770</u>	<u>42,374</u>
<b>Total Assets</b>	<u><u>\$ 6,018,217</u></u>	<u><u>\$ 4,903,219</u></u>
<b>Liabilities</b>		
Accounts payable	\$ 148,655	\$ 99,250
Intergovernmental payable	-	343
Accrued payroll and payroll taxes	267,786	214,509
Other liabilities	96,671	220,932
Interfund payable	56,506	-
Unearned revenue	<u>199,475</u>	<u>220,650</u>
<b>Total Liabilities</b>	<u>769,093</u>	<u>755,684</u>
<b>Deferred Inflows of Resources</b>		
Unavailable revenue - property taxes	<u>15,577</u>	<u>15,285</u>
<b>Fund Balances</b>		
Nonspendable	36,770	42,374
Unassigned	<u>5,196,777</u>	<u>4,089,876</u>
<b>Total Fund Balances</b>	<u>5,233,547</u>	<u>4,132,250</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u><u>\$ 6,018,217</u></u>	<u><u>\$ 4,903,219</u></u>

**City of Statesboro, Georgia**  
**General Fund**  
**Comparative Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**For the Years Ended June 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>Revenues</b>		
Taxes:		
Property	\$ 4,635,931	\$ 3,932,217
Automobiles	531,768	513,100
Franchise	1,734,055	1,845,269
Insurance premium	1,886,162	1,773,061
Alcoholic beverage	705,590	729,276
Other	95,252	89,696
Licenses and permits	953,488	865,105
Intergovernmental	73,166	129,789
Charges for services	303,415	251,455
Fines and forfeitures	783,224	1,028,329
Miscellaneous	41,006	62,184
<b>Total Revenues</b>	<u>11,743,057</u>	<u>11,219,481</u>
<b>Expenditures</b>		
<b>Current:</b>		
General government		
Governing body	182,567	140,059
City manager's office	333,651	317,274
City clerk's office	179,453	177,203
Elections	36,857	207
Financial administration	447,628	495,854
Legal	171,322	225,288
Human resources	208,899	248,896
Government buildings	130,785	158,151
General administration fees	46,021	45,865
<b>Total general government</b>	<u>1,737,183</u>	<u>1,808,797</u>
Municipal court	<u>426,030</u>	<u>478,322</u>
Public safety:		
Police	6,242,699	5,871,907
Emergency management	5,000	5,000
Animal control	69,192	42,021
<b>Total public safety</b>	<u>6,316,891</u>	<u>5,918,928</u>

(continued)

**General Fund**  
**Comparative Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**For the Years Ended June 30, 2018 and 2017**

(continued)

	<u>2018</u>	<u>2017</u>
Streets/public works	\$ 1,863,298	\$ 1,902,763
Parks and cemeteries	379,011	402,194
Engineering	330,604	243,844
Planning and zoning	325,620	300,439
Community services:		
Arts Center	129,531	132,943
Other	34,000	34,900
Total community services	163,531	167,843
Community development	80,551	80,293
<b>Debt Service:</b>		
Principal retirement	189,751	110,540
Interest and fiscal charges	44,936	19,806
<b>Total Debt Service</b>	234,687	130,346
<b>Total Expenditures</b>	11,857,406	11,433,769
<b>Deficiency of Revenues Under Expenditures</b>	(114,349)	(214,288)
<b>Other Financing Sources (Uses)</b>		
Transfers in	2,789,020	2,716,389
Transfers out	(1,583,250)	(1,474,000)
Sale of capital assets	9,876	38,655
<b>Total Other Financing Sources (Uses)</b>	1,215,646	1,281,044
<b>Net Change in Fund Balances</b>	1,101,297	1,066,756
<b>Fund Balances Beginning of Year</b>	4,132,250	3,065,494
<b>Fund Balances End of Year</b>	<u>\$ 5,233,547</u>	<u>\$ 4,132,250</u>







## Major Capital Projects Funds



City of Statesboro, Georgia  
2013 SPLOST Fund  
Comparative Balance Sheet  
June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 7,567,233	\$ 5,032,155
Intergovernmental receivable	<u>1,408,112</u>	<u>910,382</u>
<b>Total Assets</b>	<u><u>\$ 8,975,345</u></u>	<u><u>\$ 5,942,537</u></u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Accounts payable	\$ 738,329	\$ 252,094
Interfund payable	2,808,699	1,441,796
Unearned revenue	<u>21,516</u>	<u>-</u>
<b>Total Liabilities</b>	3,568,544	1,693,890
<b>Fund Balances</b>		
Restricted	<u>5,406,801</u>	<u>4,248,647</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 8,975,345</u></u>	<u><u>\$ 5,942,537</u></u>



City of Statesboro, Georgia  
2013 SPLOST Fund  
Comparative Statement of Revenues, Expenditures and  
Changes in Fund Balances  
For the Years Ended June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<b>Revenues</b>		
Intergovernmental	\$ 6,144,977	\$ 5,665,102
Investment earnings	606	550
<b>Total Revenues</b>	<u>6,145,583</u>	<u>5,665,652</u>
<b>Expenditures</b>		
Capital outlay:		
General government	75,485	-
Community development	10,911	22,083
Public safety	401,000	433,229
Public works	1,427,789	828,130
Debt service - principal	300,000	300,000
<b>Total Expenditures</b>	<u>2,215,185</u>	<u>1,583,442</u>
<b>Excess of Revenues Over Expenditures</b>	<u>3,930,398</u>	<u>4,082,210</u>
<b>Other Financing Uses</b>		
Transfers out	(2,772,244)	(3,284,900)
<b>Net Change in Fund Balances</b>	1,158,154	797,310
<b>Fund Balances Beginning of Year</b>	<u>4,248,647</u>	<u>3,451,337</u>
<b>Fund Balances End of Year</b>	<u><u>\$ 5,406,801</u></u>	<u><u>\$ 4,248,647</u></u>



# Nonmajor Capital Projects Funds



City of Statesboro, Georgia  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
June 30, 2018

	Capital Improvements Program Fund	2016 CDBG Fund	2007 SPLOST Fund	Total Nonmajor Capital Projects Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 149,136	\$ -	\$ 11,682	\$ 160,818
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 3,006	\$ -	\$ -	\$ 3,006
Interfund payable	68,387	-	-	68,387
<b>Toal Liabilities</b>	71,393	-	-	71,393
<b>Fund Balances</b>				
Restricted	77,743	-	11,682	89,425
<b>Total Liabilities and Fund Balances</b>	\$ 149,136	\$ -	\$ 11,682	\$ 160,818



City of Statesboro, Georgia  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Year Ended June 30, 2018

	Capital Improvements Program Fund	2016 CDBG Fund	2007 SPLOST Fund	Total Nonmajor Capital Projects Funds
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 40,890	\$ -	\$ 40,890
Investment earnings	-	-	1,385	1,385
<b>Total Revenues</b>	<u>-</u>	<u>40,890</u>	<u>1,385</u>	<u>42,275</u>
<b>Expenditures</b>				
<b>Capital Outlay:</b>				
Parks and cemeteries	25,883	-	-	25,883
Public works	101,027	-	1,471	102,498
Engineering	28,455	-	-	28,455
<b>Total Expenditures</b>	<u>155,365</u>	<u>-</u>	<u>1,471</u>	<u>156,836</u>
<b>Excess (Deficiency) of Revenues Under (Over) Expenditures</b>	<u>(155,365)</u>	<u>40,890</u>	<u>(86)</u>	<u>(114,561)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	100,000	-	-	100,000
Transfers out	-	(40,890)	-	(40,890)
Issuance of capital lease	17,453	-	-	17,453
<b>Total Other Financing Sources (Uses)</b>	<u>117,453</u>	<u>(40,890)</u>	<u>-</u>	<u>76,563</u>
<b>Net Change in Fund Balances</b>	<u>(37,912)</u>	<u>-</u>	<u>(86)</u>	<u>(37,998)</u>
<b>Fund Balances Beginning of Year</b>	<u>115,655</u>	<u>-</u>	<u>11,768</u>	<u>127,423</u>
<b>Fund Balances End of Year</b>	<u>\$ 77,743</u>	<u>\$ -</u>	<u>\$ 11,682</u>	<u>\$ 89,425</u>

City of Statesboro, Georgia  
*Capital Improvements Program Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 149,136	\$ -
Lease receivable	<u>-</u>	<u>139,717</u>
<b>Total Assets</b>	<u><u>\$ 149,136</u></u>	<u><u>\$ 139,717</u></u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Accounts payable	\$ 3,006	\$ -
Interfund payable	<u>68,387</u>	<u>24,062</u>
<b>Total Liabilities</b>	71,393	24,062
<b>Fund Balances</b>		
Restricted	<u>77,743</u>	<u>115,655</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 149,136</u></u>	<u><u>\$ 139,717</u></u>

City of Statesboro, Georgia  
*Capital Improvements Program Fund*  
*Comparative Statement of Revenues, Expenditures and*  
*Changes in Fund Balances*  
*For the Years Ended June 30, 2018 and 2017*

	2018	2017
<b>Revenues</b>	\$ -	\$ -
<b>Expenditures</b>		
<b>Capital Outlay</b>		
General government	-	16,527
Public works	101,027	104,976
Parks and cemeteries	25,883	42,981
Engineering	28,455	34,010
<b>Total Expenditures</b>	155,365	198,494
<b>Deficiency of Revenues Under Expenditures</b>	(155,365)	(198,494)
<b>Other Financing Sources</b>		
Transfers in	100,000	130,000
Issuance of capital lease	17,453	332,997
<b>Total Other Financing Sources</b>	117,453	462,997
<b>Net Change in Fund Balances</b>	(37,912)	264,503
<b>Fund Balances Beginning of Year</b>	115,655	(148,848)
<b>Fund Balances End of Year</b>	\$ 77,743	\$ 115,655

City of Statesboro, Georgia  
2016 CDBG Fund  
Comparative Balance Sheet  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
Cash	\$ -	\$ -
<b>Fund Balances</b>		
Restricted	\$ -	\$ -



City of Statesboro, Georgia  
2016 CDBG Fund  
*Comparative Statement of Revenues, Expenditures and  
Changes in Fund Balances  
For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Revenues</b>		
Intergovernmental	\$ 40,890	\$ 10,000
<b>Expenditures</b>		
Capital outlay:		
Public works	-	10,000
<b>Excess of Revenues Over Expenditures</b>	40,890	-
<b>Other Financing Uses</b>		
Transfers out	(40,890)	-
<b>Net Change in Fund Balances</b>	-	-
<b>Fund Balance Beginning of Year</b>	-	-
<b>Fund Balance End of Year</b>	<u>\$ -</u>	<u>\$ -</u>

City of Statesboro, Georgia  
2007 SPLOST Fund  
Comparative Balance Sheet  
June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	<u>\$ 11,682</u>	<u>\$ 265,105</u>
 <b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Interfund payable	\$ -	\$ 253,337
 <b>Fund Balances</b>		
Restricted	<u>11,682</u>	<u>11,768</u>
 <b>Total Liabilities and Fund Balances</b>	<u>\$ 11,682</u>	<u>\$ 265,105</u>

City of Statesboro, Georgia  
2007 SPLOST Fund  
Comparative Statement of Revenues, Expenditures and  
Changes in Fund Balances  
For the Years Ended June 30, 2018 and 2017

	2018	2017
<b>Revenues</b>		
Investment earnings	\$ 1,385	\$ 1,051
<b>Expenditures</b>		
Capital outlay:		
Public works	1,471	815
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(86)	236
<b>Other Financing Uses</b>		
Transfers out	-	(16,916)
<b>Net Change in Fund Balances</b>	(86)	(16,680)
<b>Fund Balances Beginning of Year</b>	11,768	28,448
<b>Fund Balances End of Year</b>	\$ 11,682	\$ 11,768



## Major Special Revenue Funds





City of Statesboro, Georgia  
*Statesboro Fire Service Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 870,906	\$ 610,145
Receivables:		
Accounts	33,924	36,836
Intergovernmental	64,470	29,618
Prepaid items	<u>38,488</u>	<u>42,348</u>
<b>Total Assets</b>	<u><u>\$ 1,007,788</u></u>	<u><u>\$ 718,947</u></u>
 <b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Accounts payable	\$ 14,517	\$ 18,707
Accrued payroll	<u>82,538</u>	<u>70,291</u>
<b>Total Liabilities</b>	<u>97,055</u>	<u>88,998</u>
 <b>Fund Balances</b>		
Nonspendable	38,488	42,348
Restricted	<u>872,245</u>	<u>587,601</u>
<b>Total Fund Balances</b>	<u>910,733</u>	<u>629,949</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 1,007,788</u></u>	<u><u>\$ 718,947</u></u>

City of Statesboro, Georgia  
*Statesboro Fire Service Fund*  
*Comparative Statement of Revenues, Expenditures and*  
*Changes in Fund Balances*  
*For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Revenues</b>		
Intergovernmental	\$ 65,340	\$ 38,363
Charges for services	1,223,339	1,178,046
Miscellaneous	<u>5,204</u>	<u>6,428</u>
<b>Total Revenues</b>	<u>1,293,883</u>	<u>1,222,837</u>
<b>Expenditures</b>		
<b>Current:</b>		
Public safety - Fire	<u>3,439,511</u>	<u>3,401,200</u>
<b>Deficiency of Revenues Under Expenditures</b>	<u>(2,145,628)</u>	<u>(2,178,363)</u>
<b>Other Financing Sources (Uses)</b>		
Transfers in	2,465,682	2,134,000
Transfers out	<u>(39,270)</u>	<u>(36,995)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>2,426,412</u>	<u>2,097,005</u>
<b>Net Change in Fund Balances</b>	280,784	(81,358)
<b>Fund Balances Beginning of Year</b>	<u>629,949</u>	<u>711,307</u>
<b>Fund Balances End of Year</b>	<u><u>\$ 910,733</u></u>	<u><u>\$ 629,949</u></u>



## Nonmajor Special Revenue Funds



City of Statesboro, Georgia  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2018

	Confiscated Assets	CDBG	Department of Justice Grant	Hotel/Motel Tax	Multiple Grant	Technology Fee Fund	Tax Allocation District	Alcohol Beverage Control	Total Nonmajor Special Revenue Funds
<b>Assets</b>									
Cash and cash equivalents	\$ 74,771	\$ 24,179	\$ 141,691	\$ 62,310	\$ 1,846	\$ 24,155	\$ 192,553	3,915	\$ 525,420
Receivables:									
Hotel/motel taxes	-	-	-	78,176	-	-	-	-	78,176
Interfund	-	-	-	-	-	-	1,686	-	1,686
Notes	-	202,605	-	-	-	-	-	-	202,605
Prepaid items	-	-	-	-	-	-	-	107	107
<b>Total Assets</b>	<b>\$ 74,771</b>	<b>\$ 226,784</b>	<b>\$ 141,691</b>	<b>\$ 140,486</b>	<b>\$ 1,846</b>	<b>\$ 24,155</b>	<b>\$ 194,239</b>	<b>\$ 4,022</b>	<b>\$ 807,994</b>
<b>Liabilities and Fund Balances</b>									
<b>Liabilities</b>									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 175	\$ 175
Interfund payable	-	-	-	55,763	-	-	-	-	55,763
Unearned revenue	-	-	-	-	1,846	-	-	-	1,846
Other	73,216	-	-	130,082	-	-	-	-	203,298
<b>Total Liabilities</b>	<b>73,216</b>	<b>-</b>	<b>-</b>	<b>185,845</b>	<b>1,846</b>	<b>-</b>	<b>-</b>	<b>175</b>	<b>261,082</b>
<b>Fund Balances</b>									
Restricted	1,555	226,784	141,691	-	-	24,155	194,239	3,847	592,271
Unassigned	-	-	-	(45,359)	-	-	-	-	(45,359)
<b>Total Fund Balances</b>	<b>1,555</b>	<b>226,784</b>	<b>141,691</b>	<b>(45,359)</b>	<b>-</b>	<b>24,155</b>	<b>194,239</b>	<b>3,847</b>	<b>546,912</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 74,771</b>	<b>\$ 226,784</b>	<b>\$ 141,691</b>	<b>\$ 140,486</b>	<b>\$ 1,846</b>	<b>\$ 24,155</b>	<b>\$ 194,239</b>	<b>\$ 4,022</b>	<b>\$ 807,994</b>



City of Statesboro, Georgia  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2018

	Confiscated Assets	CDBG	Department of Justice Grant	Hotel/Motel Tax	Multiple Grant	Technology Fee Fund	Tax Allocation District	Alcohol Beverage Control	Total Nonmajor Special Revenue Funds
<b>Revenues</b>									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	99,222	\$ -	99,222
Hotel/motel taxes	-	-	-	856,407	-	-	-	-	856,407
Intergovernmental	-	-	-	-	6,004	-	-	-	6,004
Licenses and permits	-	-	-	-	-	-	-	2,575	2,575
Fines and forfeitures	-	-	35,314	-	-	71,835	-	5,000	112,149
Investment earnings	-	-	-	-	-	-	12	-	12
<b>Total Revenues</b>	-	-	35,314	856,407	6,004	71,835	99,234	7,575	1,076,369
<b>Expenditures</b>									
<b>Current:</b>									
Public safety	29,299	-	15,724	-	2,850	78,373	-	4,478	130,724
Public works	-	-	-	-	3,154	-	-	-	3,154
Community development	-	-	-	742,278	-	-	-	-	742,278
<b>Total Expenditures</b>	29,299	-	15,724	742,278	6,004	78,373	-	4,478	876,156
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(29,299)	-	19,590	114,129	-	(6,538)	99,234	3,097	200,213
<b>Other Financing Transfers out</b>	-	-	-	(42,820)	-	-	-	-	(42,820)
<b>Net Change in Fund Balances</b>	(29,299)	-	19,590	71,309	-	(6,538)	99,234	3,097	157,393
<b>Fund Balances Beginning of Year</b>	30,854	226,784	122,101	(116,668)	-	30,693	95,005	750	389,519
<b>Fund Balances End of Year</b>	1,555	226,784	141,691	(45,359)	-	24,155	194,239	3,847	546,912

City of Statesboro, Georgia  
*Confiscated Assets Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	<u>\$ 74,771</u>	<u>\$ 74,232</u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Other liabilities	\$ 73,216	\$ 43,378
<b>Fund Balances</b>		
Restricted	<u>1,555</u>	<u>30,854</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 74,771</u>	<u>\$ 74,232</u>

**City of Statesboro, Georgia**  
**Confiscated Assets Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2018**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	<u>2018</u>			<u>2017</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues</b>				
Fines and forfeitures	\$ 7,500	\$ -	\$ (7,500)	\$ 1,455
<b>Expenditures</b>				
<b>Current:</b>				
Public safety	46,500	29,299	17,201	109,162
<b>Net Change in Fund Balances</b>	<u>\$ (39,000)</u>	(29,299)	<u>\$ 9,701</u>	\$ (107,707)
<b>Fund Balances Beginning of Year</b>		<u>30,854</u>		<u>138,561</u>
<b>Fund Balances End of Year</b>		<u>\$ 1,555</u>		<u>\$ 30,854</u>

City of Statesboro, Georgia  
*Community Development Block Grant Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 24,179	\$ 7,679
Notes receivable	<u>202,605</u>	<u>219,105</u>
<b>Total Assets</b>	<u><u>\$ 226,784</u></u>	<u><u>\$ 226,784</u></u>
 <b>Fund Balances</b>		
Restricted	<u><u>\$ 226,784</u></u>	<u><u>\$ 226,784</u></u>

**City of Statesboro, Georgia**  
**Community Development Block Grant Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2018**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	<u>2018</u>			<u>2017</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues</b>				
Sale of lots	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
<b>Current:</b>				
Community development	-	-	-	-
<b>Net Change in Fund Balances</b>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
<b>Fund Balances Beginning of Year</b>		<u>226,784</u>		<u>226,784</u>
<b>Fund Balances End of Year</b>		<u>\$ 226,784</u>		<u>\$ 226,784</u>



City of Statesboro, Georgia  
*Department of Justice Grant Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	<u>\$ 141,691</u>	<u>\$ 122,101</u>
 <b>Fund Balances</b>		
Restricted	<u>\$ 141,691</u>	<u>\$ 122,101</u>

City of Statesboro, Georgia  
Department of Justice Grant Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2018  
(With Comparative Actual Amounts for the Year Ended June 30, 2017)

	2018			2017
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues</b>				
Fines and forfeitures	\$ 20,000	\$ 35,314	\$ 15,314	\$ 22,382
<b>Expenditures</b>				
<b>Current:</b>				
Public safety	50,000	15,724	34,276	10,567
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(30,000)	19,590	49,590	11,815
<b>Other Financing Sources</b>				
Sale of capital assets	-	-	-	9,917
<b>Net Change in Fund Balances</b>	<u>\$ (30,000)</u>	<u>19,590</u>	<u>\$ 49,590</u>	<u>21,732</u>
<b>Fund Balances Beginning of Year</b>		<u>122,101</u>		<u>100,369</u>
<b>Fund Balances End of Year</b>		<u>\$ 141,691</u>		<u>\$ 122,101</u>

City of Statesboro, Georgia  
*Hotel/Motel Tax Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash	\$ 62,310	\$ -
Taxes receivable	<u>78,176</u>	<u>83,588</u>
<b>Total Assets</b>	<u>\$ 140,486</u>	<u>\$ 83,588</u>
<b>Liabilities and Fund Balances</b>		
<b>Liabilities</b>		
Other liabilities	\$ 130,082	\$ 71,886
Interfund payable	<u>55,763</u>	<u>128,370</u>
<b>Total Liabilities</b>	<u>185,845</u>	<u>200,256</u>
<b>Fund Balances</b>		
Unassigned	<u>(45,359)</u>	<u>(116,668)</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 140,486</u>	<u>\$ 83,588</u>

City of Statesboro, Georgia  
*Hotel/Motel Tax Fund*  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balance - Budget and Actual*  
*For the Year Ended June 30, 2018*  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	2018			2017
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues</b>				
Hotel/motel taxes	\$ 875,000	\$ 856,407	\$ (18,593)	\$ 923,788
<b>Expenditures</b>				
<b>Current:</b>				
Community development	758,363	742,278	\$ 16,085	794,458
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	116,637	114,129	\$ (2,508)	129,330
<b>Other Financing Sources (Uses)</b>				
Transfers out	(43,750)	(42,820)	\$ 930	(46,189)
<b>Net Change in Fund Balances</b>	<u>\$ 72,887</u>	71,309	<u>\$ (1,578)</u>	83,141
<b>Fund Balances Beginning of Year</b>		<u>(116,668)</u>		<u>(199,809)</u>
<b>Fund Balances End of Year</b>		<u>\$ (45,359)</u>		<u>\$ (116,668)</u>

City of Statesboro, Georgia  
*Multiple Grant Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash	\$ 1,846	\$ 13,582
<b>Liabilities</b>		
Unearned revenue	\$ 1,846	\$ -
Interfund payable	-	13,582
<b>Total Liabilities</b>	<u>\$ 1,846</u>	<u>\$ 13,582</u>



City of Statesboro, Georgia  
*Multiple Grant Fund*  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balance - Budget and Actual*  
*For the Year Ended June 30, 2018*  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	2018				2017
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Intergovernmental	\$ -	\$ 6,004	\$ 6,004	\$ -	\$ 24,786
Expenditures					
Current:					
Community development	-	-	-	-	3,000
Public works	-	3,154	3,154	-	-
Public safety	-	2,850	2,850	-	21,786
Total Expenditures	-	6,004	6,004	-	24,786
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			<u>\$ -</u>		<u>\$ -</u>

City of Statesboro, Georgia  
*Technology Fee Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 24,155	\$ 30,693
<b>Fund Balances</b>		
Restricted	\$ 24,155	\$ 30,693

**City of Statesboro, Georgia**  
**Technology Fee Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2018**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	2018			2017
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues</b>				
Fines and forfeitures	\$ 70,000	\$ 71,835	\$ 1,835	\$ 77,618
<b>Expenditures</b>				
Public safety	92,850	78,373	14,477	111,428
<b>Net Change in Fund Balances</b>	<u>\$ (22,850)</u>	(6,538)	<u>\$ 16,312</u>	(33,810)
<b>Fund Balances Beginning of Year</b>		30,693		64,503
<b>Fund Balances End of Year</b>		<u>\$ 24,155</u>		<u>\$ 30,693</u>

City of Statesboro, Georgia  
*America's Best Communities Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ -	\$ 106,008
Interfund receivable	-	<u>13,582</u>
<b>Total Assets</b>	<u>\$ -</u>	<u>\$ 119,590</u>
<b>Liabilities</b>		
Accounts payable	<u>\$ -</u>	<u>\$ 119,590</u>

City of Statesboro, Georgia  
*America's Best Communities Fund*  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balance - Budget and Actual*  
*For the Year Ended June 30, 2018*  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	2018			2017
	Original and Final Budget	Actual	Positive (Negative)	Actual
<b>Revenues</b>				
Interest	\$ -	\$ -	\$ -	\$ 8
Donations and contributions	-	-	-	38,090
Miscellaneous	-	-	-	100,000
<b>Total Revenues</b>	-	-	-	138,098
<b>Expenditures</b>				
<b>Current:</b>				
Public works	-	-	\$ -	164,680
<b>Net Change in Fund Balances</b>	<u>\$ -</u>	-	<u>\$ -</u>	(26,582)
<b>Fund Balances Beginning of Year</b>		-		26,582
<b>Fund Balances End of Year</b>		<u>\$ -</u>		<u>\$ -</u>



**City of Statesboro, Georgia**  
***Tax Allocation District Fund***  
***Comparative Balance Sheet***  
***June 30, 2018 and 2017***

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 192,553	\$ 95,005
Interfund receivable	<u>1,686</u>	<u>-</u>
<b>Total Assets</b>	<u>\$ 194,239</u>	<u>\$ 95,005</u>
<b>Fund Balances</b>		
Restricted	<u>\$ 194,239</u>	<u>\$ 95,005</u>

**City of Statesboro, Georgia**  
**Tax Allocation District Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2018**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	<b>2018</b>			<b>2017</b>
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>	<b>Actual</b>
<b>Revenues</b>				
Property taxes	\$ 75,000	\$ 99,222	\$ 24,222	\$ 73,919
Investment earnings	-	12	12	4
<b>Total Revenues</b>	75,000	99,234	24,234	73,923
<b>Expenditures</b>				
General government	40,000	-	40,000	-
<b>Net Change in Fund Balances</b>	<u>\$ 35,000</u>	99,234	<u>\$ 64,234</u>	73,923
<b>Fund Balances Beginning of Year</b>		<u>95,005</u>		<u>21,082</u>
<b>Fund Balances End of Year</b>		<u>\$ 194,239</u>		<u>\$ 95,005</u>

City of Statesboro, Georgia  
*Alcohol Beverage Control Fund*  
*Comparative Balance Sheet*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 3,915	\$ 750
Prepaid items	<u>107</u>	<u>-</u>
<b>Total Assets</b>	<u><u>\$ 4,022</u></u>	<u><u>\$ 750</u></u>
<b>Liabilities and Fund Balance</b>		
<b>Liabilities</b>		
Accounts payable	\$ 175	\$ -
<b>Fund Balances</b>		
Restricted	<u>3,847</u>	<u>750</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 4,022</u></u>	<u><u>\$ 750</u></u>

**City of Statesboro, Georgia**  
**Alcohol Beverage Control Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2018**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2017)*

	2018			
	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
License and permits	\$ 16,500	\$ 16,500	\$ 2,575	\$ (13,925)
Fines and forfeitures	-	40,000	5,000	(35,000)
<b>Total Revenues</b>	16,500	56,500	7,575	(48,925)
<b>Expenditures</b>				
<b>Current:</b>				
Public safety	68,162	68,162	4,478	63,684
<b>Net Change in Fund Balances</b>	<u>\$ (51,662)</u>	<u>\$ (11,662)</u>	3,097	<u>\$ 14,759</u>
<b>Fund Balances Beginning of Year</b>			750	
<b>Fund Balances End of Year</b>			<u>\$ 3,847</u>	



## Major Enterprise Funds





City of Statesboro, Georgia  
Water and Sewer Operating Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 6,854,433	\$ 5,696,038
Receivables:		
Accounts	468,996	586,368
Intergovernmental	8,290	-
Unbilled accounts	892,648	717,651
Interfund	54,820	-
Materials and supplies inventory	279,757	245,894
Prepaid items	15,007	12,760
Restricted assets - Cash and cash equivalents	426,276	429,805
<b>Total Current Assets</b>	<u>9,000,227</u>	<u>7,688,516</u>
<b>Noncurrent Assets:</b>		
Net pension asset	416,905	41,411
<b>Restricted Assets:</b>		
Cash and cash equivalents	3,005,488	3,025,591
<b>Capital Assets:</b>		
Land	352,981	352,981
Buildings	1,182,881	1,182,881
Improvements other than buildings	79,571,502	70,032,069
Machinery and equipment	7,834,083	7,905,310
Less accumulated depreciation	(37,989,716)	(36,077,288)
Construction in progress	87,894	8,933,680
<b>Total Capital Assets</b>	<u>51,039,625</u>	<u>52,329,633</u>
<b>Total Noncurrent Assets</b>	<u>54,462,018</u>	<u>55,396,635</u>
<b>Total Assets</b>	<u>63,462,245</u>	<u>63,085,151</u>
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	146,000	166,652
Resources related to other post employment benefits	167,076	122,490
<b>Total Deferred Outflows of Resources</b>	<u>313,076</u>	<u>289,142</u>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	217,740	222,407
Accrued payroll	73,872	71,891
Accrued interest payable	130,206	135,607
Current portion of notes payable	199,387	191,107
Current portion of revenue bonds payable	560,000	535,000
Customer deposits	426,236	429,805
Compensated absences payable	23,261	24,616
Interfund payable	-	8,146
<b>Total Current Liabilities</b>	<u>1,630,702</u>	<u>1,618,579</u>
<b>Long-Term Liabilities:</b>		
Compensated absences payable (net of current portion)	93,044	98,464
Other post employment benefits payable	1,100,720	984,893
Notes payable (net of current portion)	2,314,956	2,514,348
Revenue bonds payable, net of unamortized premium (net of current portion)	10,765,483	11,338,058
<b>Total Long-Term Liabilities</b>	<u>14,274,203</u>	<u>14,935,763</u>
<b>Total Liabilities</b>	<u>15,904,905</u>	<u>16,554,342</u>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	347,938	88,797
Resources related to other post employment benefits	25,034	28,383
<b>Total Deferred Inflows of Resources</b>	<u>372,972</u>	<u>117,180</u>
<b>Net Position</b>		
Net investment in capital assets	37,917,178	38,601,793
Restricted for revenue bond retirement	791,125	791,165
Unrestricted	8,789,141	7,309,813
<b>Total Net Position</b>	<u>\$ 47,497,444</u>	<u>\$ 46,702,771</u>

City of Statesboro, Georgia  
*Water and Sewer Operating Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	2018	2017
<b>Operating Revenues</b>		
Water sales	\$ 4,750,548	\$ 5,009,419
Sewer charges	5,027,389	5,268,425
Penalties	121,565	102,217
Reconnecting charges	266,948	256,500
Service fees	299,805	313,359
Tap fees	237,600	175,565
Rental income	296,221	165,804
Miscellaneous	3,941	54,998
<b>Total Operating Revenues</b>	<b>11,004,017</b>	<b>11,346,287</b>
<b>Operating Expenses</b>		
Salaries	2,007,850	1,999,827
Employee benefits	697,379	720,340
Purchased services:		
Training	6,529	15,746
Dues and certification	5,677	8,723
Repairs and maintenance	409,298	313,286
Inspections	70,723	67,279
Contracted services	95,314	69,509
Laboratory services	22,802	23,098
Electricity	809,887	830,727
Telephone	54,023	55,302
Insurance	129,640	91,002
Equipment rental	7,710	7,087
Engineering fees	69,286	39,962
Tippage fees	191,080	157,100
Travel	9,539	13,815
Advertising	3,241	3,336
Postage	61,732	65,823
Materials and supplies:		
Uniforms	26,566	19,932
Materials and supplies	217,793	268,934
Chemicals	127,693	116,870
Gasoline, oil, etc.	59,850	58,810
Small equipment	25,535	22,548
Indirect cost allocation	1,010,163	904,011
Depreciation	2,056,159	1,960,562
Bad debts	22,373	100,911
Other	6,538	1,543
<b>Total Operating Expenses</b>	<b>8,204,380</b>	<b>7,936,083</b>
<b>Operating Income</b>	<b>2,799,637</b>	<b>3,410,204</b>
<b>Non-Operating Revenues (Expenses)</b>		
Intergovernmental	10,951	8,003
Investment earnings	164	289
Gain on sale of capital assets	6,111	-
Interest expense	(599,562)	(624,482)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(582,336)</b>	<b>(616,190)</b>
<b>Income Before Capital Contributions and Transfers</b>	<b>2,217,301</b>	<b>2,794,014</b>
Capital contributions	115,171	140,305
Transfers in	439,123	1,295,323
Transfers out	(1,976,922)	(1,632,195)
<b>Change in Net Position</b>	<b>794,673</b>	<b>2,597,447</b>
<b>Net Position Beginning of Year</b>	<b>46,702,771</b>	<b>44,105,324</b>
<b>Net Position End of Year</b>	<b>\$ 47,497,444</b>	<b>\$ 46,702,771</b>

City of Statesboro, Georgia  
Gas Operating Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 3,020,631	\$ 2,400,921
Receivables:		
Accounts	174,933	219,678
Unbilled accounts	319,594	284,555
Inventory	134,035	145,556
Prepaid items	9,803	7,899
Restricted assets - Cash and cash equivalents	83,060	82,585
<b>Total Current Assets</b>	<b>3,742,056</b>	<b>3,141,194</b>
<b>Noncurrent Assets:</b>		
Net pension asset	86,479	18,161
<b>Capital Assets:</b>		
Land	78,004	78,004
Buildings	317,389	317,389
Improvements other than buildings	6,873,766	6,746,753
Machinery and equipment	689,618	689,618
Less accumulated depreciation	(3,641,408)	(3,413,033)
Construction in progress	960,679	93,988
<b>Total Capital Assets</b>	<b>5,278,048</b>	<b>4,512,719</b>
<b>Total Noncurrent Assets</b>	<b>5,364,527</b>	<b>4,530,880</b>
<b>Total Assets</b>	<b>9,106,583</b>	<b>7,672,074</b>
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	18,803	22,058
Resources related to other post employment benefits	31,928	23,754
<b>Total Deferred Outflows of Resources</b>	<b>50,731</b>	<b>45,812</b>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	148,719	165,885
Accrued payroll	15,927	15,853
Accrued interest payable	-	1,091
Compensated absences payable	8,324	9,291
Sales tax payable	31,945	30,188
Customer deposits	83,060	82,585
Notes payable	22,519	29,034
<b>Total Current Liabilities</b>	<b>310,494</b>	<b>333,927</b>
<b>Long-Term Liabilities:</b>		
Compensated absences payable (net of current portion)	33,297	37,166
Other post employment benefits payable	197,270	176,036
Notes payable (net of current portion)	95,300	125,213
<b>Total Long-Term Liabilities</b>	<b>325,867</b>	<b>338,415</b>
<b>Total Liabilities</b>	<b>636,361</b>	<b>672,342</b>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	65,272	18,123
Resources related to other post employment benefits	4,890	5,504
<b>Total Deferred Inflows of Resources</b>	<b>70,162</b>	<b>23,627</b>
<b>Net Position</b>		
Net investment in capital assets	5,160,229	4,358,472
Unrestricted	3,290,562	2,663,445
<b>Total Net Position</b>	<b>\$ 8,450,791</b>	<b>\$ 7,021,917</b>

City of Statesboro, Georgia  
Gas Operating Fund  
Comparative Statement of Revenues,  
Expenses and Changes in Fund Net Position  
For the Years Ended June 30, 2018 and 2017

	2018	2017
<b>Operating Revenues</b>		
Charges for services	\$ 4,604,973	\$ 4,580,894
Penalties	36,788	46,515
Reconnecting charges	-	450
Tap fees	35,492	12,807
Transport fees	31,547	30,479
Service fees	4,200	2,880
Miscellaneous	10,482	5,071
<b>Total Operating Revenues</b>	<b>4,723,482</b>	<b>4,679,096</b>
<b>Operating Expenses</b>		
Salaries	344,120	362,252
Employee benefits	140,001	135,556
Purchased Services:		
Training	1,952	2,262
Dues and certification	13,050	5,485
Repairs and maintenance	102,017	45,002
Contracted services	21,674	20,352
Electricity	19,996	18,197
Telephone	9,409	10,321
Insurance	42,190	25,456
Equipment rental	2,111	2,781
Engineering fees	4,550	4,200
Water heater program	8,990	21,297
Travel	5,277	9,003
Advertising	841	2,592
Postage	131	281
Franchise fee	10,851	4,546
Materials and supplies:		
Uniforms	3,613	2,487
Materials and supplies	85,204	75,267
Chemicals	15,299	117
Gasoline, oil, etc.	19,234	17,651
Small equipment	8,951	2,055
Cost of sales	2,059,568	2,165,884
Indirect cost allocation	125,615	137,810
Depreciation	228,375	202,258
Bad debts	-	22,026
Other	2,107	953
<b>Total Operating Expenses</b>	<b>3,275,126</b>	<b>3,296,091</b>
<b>Operating Income</b>	<b>1,448,356</b>	<b>1,383,005</b>
<b>Non-Operating Revenues (Expenses)</b>		
Gain on sale of capital assets	407	8,600
Interest expense	(4,151)	(4,896)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(3,744)</b>	<b>3,704</b>
<b>Income Before Transfers</b>	<b>1,444,612</b>	<b>1,386,709</b>
Transfers in	870,782	108,481
Transfers out	(886,520)	(906,995)
<b>Change in Net Position</b>	<b>1,428,874</b>	<b>588,195</b>
<b>Net Position Beginning of Year</b>	<b>7,021,917</b>	<b>6,433,722</b>
<b>Net Position End of Year</b>	<b>\$ 8,450,791</b>	<b>\$ 7,021,917</b>



City of Statesboro, Georgia  
Solid Waste Collection Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 1,216,554	\$ 978,538
Receivables:		
Accounts	204,679	205,800
Unbilled accounts	328,168	308,351
Prepaid items	6,969	7,958
Restricted assets - Cash and cash equivalents	153,828	155,515
<b>Total Current Assets</b>	<u>1,910,198</u>	<u>1,656,162</u>
<b>Noncurrent Assets:</b>		
Net pension asset	140,918	24,163
<b>Capital Assets:</b>		
Buildings	450,550	256,122
Machinery and equipment	5,094,774	4,963,668
Less accumulated depreciation	<u>(3,657,092)</u>	<u>(3,343,010)</u>
<b>Total Capital Assets</b>	<u>1,888,232</u>	<u>1,876,780</u>
<b>Total Noncurrent Assets</b>	<u>2,029,150</u>	<u>1,900,943</u>
<b>Total Assets</b>	<u>3,939,348</u>	<u>3,557,105</u>
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	32,434	37,998
Resources related to other post employment benefits	53,219	39,262
<b>Total Deferred Outflows of Resources</b>	<u>85,653</u>	<u>77,260</u>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable	41,826	10,049
Accrued payroll	20,438	21,490
Compensated absences payable	6,198	6,866
Customer deposits	153,828	155,515
<b>Total Current Liabilities</b>	<u>222,290</u>	<u>193,920</u>
<b>Long-Term Liabilities:</b>		
Compensated absences payable (net of current portion)	24,793	27,465
Other post employment benefits payable	314,212	277,954
<b>Total Long-Term Liabilities</b>	<u>339,005</u>	<u>305,419</u>
<b>Total Liabilities</b>	<u>561,295</u>	<u>499,339</u>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	107,225	26,649
Resources related to other post employment benefits	8,049	9,097
<b>Total Deferred Inflows of Resources</b>	<u>115,274</u>	<u>35,746</u>
<b>Net Position</b>		
Net investment in capital assets	1,888,232	1,876,780
Unrestricted	1,460,200	1,222,500
<b>Total Net Position</b>	<u>\$ 3,348,432</u>	<u>\$ 3,099,280</u>

City of Statesboro, Georgia  
Solid Waste Collection Fund  
Comparative Statement of Revenues,  
Expenses and Changes in Fund Net Position  
For the Years Ended June 30, 2018 and 2017

	2018	2017
<b>Operating Revenues</b>		
Sanitation charges	\$ 3,836,395	\$ 3,805,027
Penalties	70,041	52,332
Miscellaneous	13,695	5,807
<b>Total Operating Revenues</b>	<u>3,920,131</u>	<u>3,863,166</u>
<b>Operating Expenses</b>		
Salaries	588,104	598,750
Employee benefits	256,417	279,597
Purchases services:		
Training	567	1,481
Dues and certification	2,418	2,254
Repairs and maintenance	356,110	325,661
Contracted services	2,814	3,014
Electricity	7,506	4,303
Telephone	15,555	12,964
Insurance	40,619	25,682
Tippage fees	920,528	963,021
Travel	587	1,446
Advertising	3,039	2,985
Materials and supplies:		
Uniforms	7,166	8,024
Materials and supplies	9,019	6,318
Gasoline, oil, etc.	102,625	98,792
Chemicals	3,262	3,239
Indirect cost allocation	166,042	162,559
Depreciation	499,942	441,600
Bad debts	21,782	5,000
Other	2,650	3,024
<b>Total Operating Expenses</b>	<u>3,006,752</u>	<u>2,949,714</u>
<b>Operating Income</b>	<u>913,379</u>	<u>913,452</u>
<b>Non-Operating Revenues</b>		
Intergovernmental	63,111	157,591
Gain on sale of capital assets	23,172	2,944
<b>Total Non-Operating Revenues</b>	<u>86,283</u>	<u>160,535</u>
<b>Income Before Transfers</b>	999,662	1,073,987
Transfers in	-	153,894
Transfers out	(750,510)	(726,995)
<b>Change in Net Position</b>	249,152	500,886
<b>Net Position Beginning of Year</b>	<u>3,099,280</u>	<u>2,598,394</u>
<b>Net Position End of Year</b>	<u><u>\$ 3,348,432</u></u>	<u><u>\$ 3,099,280</u></u>

City of Statesboro, Georgia  
Solid Waste Disposal Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 34,336	\$ 456,016
Receivables:		
Accounts	6,426	73,533
Unbilled accounts	193,723	209,969
Interfund	1,366,903	-
Prepaid items	2,935	4,017
<b>Total Current Assets</b>	<b>1,604,323</b>	<b>743,535</b>
<b>Noncurrent Assets:</b>		
Net pension asset	57,543	8,320
<b>Capital Assets:</b>		
Land	123,425	123,425
Buildings	1,422,415	1,422,415
Improvements other than buildings	309,857	269,757
Infrastructure	225,697	225,697
Machinery and equipment	2,153,098	2,314,498
Less accumulated depreciation	(2,253,772)	(2,196,444)
Construction in progress	2,882	-
<b>Total Capital Assets</b>	<b>1,983,602</b>	<b>2,159,348</b>
<b>Total Noncurrent Assets</b>	<b>2,041,145</b>	<b>2,167,668</b>
<b>Total Assets</b>	<b>3,645,468</b>	<b>2,911,203</b>
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	16,444	18,790
Resources related to other post employment benefits	22,277	16,405
<b>Total Deferred Outflows of Resources</b>	<b>38,721</b>	<b>35,195</b>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	171,067	141,138
Accrued payroll	9,314	8,756
Compensated absences payable	4,110	3,580
Interfund payable	486,092	-
Landfill postclosure care costs	167,000	167,000
<b>Total Current Liabilities</b>	<b>837,583</b>	<b>320,474</b>
<b>Long-Term Liabilities:</b>		
Compensated absences payable	16,441	14,322
Other post employment benefits payable	142,143	126,889
Landfill postclosure care costs (net of current portion)	1,622,749	1,744,000
<b>Total Long-Term Liabilities</b>	<b>1,781,333</b>	<b>1,885,211</b>
<b>Total Liabilities</b>	<b>2,618,916</b>	<b>2,205,685</b>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	45,900	11,930
Resources related to other post employment benefits	3,361	3,801
<b>Deferred Inflows of Resources</b>	<b>49,261</b>	<b>15,731</b>
<b>Net Position</b>		
Net investment in capital assets	1,983,602	2,159,348
Unrestricted	(967,590)	(1,434,366)
<b>Total Net Position</b>	<b>\$ 1,016,012</b>	<b>\$ 724,982</b>

City of Statesboro, Georgia  
Solid Waste Disposal Fund  
Comparative Statement of Revenues,  
Expenses and Changes in Fund Net Position  
For the Years Ended June 30, 2018 and 2017

	2018	2017
<b>Operating Revenues</b>		
Tippage fees	\$ 2,362,887	\$ 2,440,160
Penalties	1,008	12,318
<b>Total Operating Revenues</b>	<u>2,363,895</u>	<u>2,452,478</u>
<b>Operating Expenses</b>		
Salaries	247,941	250,176
Employee benefits	142,928	143,483
Purchased services:		
Training	650	723
Dues and certification	801	796
Repairs and maintenance	89,734	52,164
Contracted services	11,901	9,712
Electricity	6,779	6,222
Telephone	9,728	5,640
Insurance	19,039	22,311
Equipment rental	345	96
Transportation and disposal	744,835	709,015
Air rights	1,391,848	1,422,363
Advertising	20	619
Postage	54	-
Waste reduction	57,112	39,589
Enforcement and monitoring	122,000	122,000
Travel	715	526
Materials and supplies:		
Uniforms	2,458	2,541
Materials and supplies	8,613	13,308
Gasoline, oil, etc.	34,432	22,818
Chemicals	534	576
Depreciation	323,705	295,392
Bad debts	21,910	44,448
Postclosure care costs	-	384,025
Miscellaneous	1,947	972
<b>Total Operating Expenses</b>	<u>3,240,029</u>	<u>3,549,515</u>
<b>Operating (Loss)</b>	<u>(876,134)</u>	<u>(1,097,037)</u>
<b>Non-Operating Revenues</b>		
Gain on sale of capital assets	27,305	-
<b>Total Non-Operating Revenues</b>	<u>27,305</u>	<u>-</u>
<b>Loss before Transfers</b>	(848,829)	(1,097,037)
Transfers in	1,471,879	1,737,283
Transfers out	(332,020)	(326,995)
<b>Change in Net Position</b>	291,030	313,251
<b>Net Position Beginning of Year</b>	<u>724,982</u>	<u>411,731</u>
<b>Net Position End of Year</b>	<u><u>\$ 1,016,012</u></u>	<u><u>\$ 724,982</u></u>



## Nonmajor Enterprise Funds





City of Statesboro, Georgia  
Combining Statement of Net Position  
Nonmajor Enterprise Funds  
June 30, 2018

	Reclaimed Water System	Stormwater	Total
<b>Assets</b>			
<b>Current Assets:</b>			
Cash and cash equivalents	\$ 101,995	\$ 598,872	\$ 700,867
Receivables			
Accounts	5,060	40,811	45,871
Unbilled accounts	-	84,056	84,056
Interfund	-	68,387	68,387
Inventory	-	17,585	17,585
Prepaid items	-	1,227	1,227
<b>Total Current Assets</b>	<b>107,055</b>	<b>810,938</b>	<b>917,993</b>
<b>Noncurrent Assets:</b>			
Net pension asset	-	64,464	64,464
<b>Capital Assets:</b>			
Land	-	19,703	19,703
Construction in progress	-	294,653	294,653
Depreciable capital assets, net	811,434	1,304,944	2,116,378
<b>Total Noncurrent Assets</b>	<b>811,434</b>	<b>1,683,764</b>	<b>2,495,198</b>
<b>Total Assets</b>	<b>918,489</b>	<b>2,494,702</b>	<b>3,413,191</b>
<b>Deferred Outflows of Resources</b>			
Resources related to other post employment benefits	1,033	24,023	25,056
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts payable	-	79,276	79,276
Accrued payroll	-	9,934	9,934
Compensated absences payable	-	3,367	3,367
Capital lease payable	-	167,318	167,318
<b>Total Current Liabilities</b>	<b>-</b>	<b>259,895</b>	<b>259,895</b>
<b>Long-Term Liabilities:</b>			
Compensated absences payable (net of current portion)	-	13,466	13,466
Capital lease payable (net of current portion)	-	568,975	568,975
Other post employment benefits payable	3,482	88,535	92,017
<b>Total Long-Term Liabilities</b>	<b>3,482</b>	<b>670,976</b>	<b>674,458</b>
<b>Total Liabilities</b>	<b>3,482</b>	<b>930,871</b>	<b>934,353</b>
<b>Deferred Inflows of Resources</b>			
Resources related pensions	-	39,957	39,957
Resources related to other post employment benefits	158	3,448	3,606
<b>Total Deferred Inflows of Resources</b>	<b>158</b>	<b>43,405</b>	<b>43,563</b>
<b>Net Position</b>			
Net investment in capital assets	811,434	883,007	1,694,441
Unrestricted	104,448	661,442	765,890
<b>Total Net Position</b>	<b>\$ 915,882</b>	<b>\$ 1,544,449</b>	<b>\$ 2,460,331</b>

**City of Statesboro, Georgia**  
**Combining Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2018**

	<b>Reclaimed Water System</b>	<b>Stormwater</b>	<b>Total</b>
<b>Operating Revenues</b>			
Charges for services	\$ 53,115	\$ 1,008,301	\$ 1,061,416
<b>Operating Expenses</b>			
Salaries	11,700	291,636	303,336
Employee benefits	404	138,764	139,168
Purchased services	5,641	84,287	89,928
Materials and supplies	4,818	53,721	58,539
Depreciation	18,692	171,419	190,111
Bad debt	-	3,495	3,495
Other	-	790	790
<b>Total Operating Expenses</b>	<b>41,255</b>	<b>744,112</b>	<b>785,367</b>
<b>Operating Income</b>	<b>11,860</b>	<b>264,189</b>	<b>276,049</b>
<b>Non-Operating Revenues (Expenses)</b>			
Intergovernmental	-	11,996	11,996
Loss on sale of capital assets	-	(1,328)	(1,328)
<b>Income before Capital Contributions and Transfers</b>	<b>11,860</b>	<b>274,857</b>	<b>286,717</b>
Capital contributions	-	101,810	101,810
Transfers in	-	31,350	31,350
Transfers out	-	(41,495)	(41,495)
<b>Change in Net Position</b>	<b>11,860</b>	<b>366,522</b>	<b>378,382</b>
<b>Net Position Beginning of Year</b>	<b>904,022</b>	<b>1,177,927</b>	<b>2,081,949</b>
<b>Net Position End of Year</b>	<b>\$ 915,882</b>	<b>\$ 1,544,449</b>	<b>\$ 2,460,331</b>

City of Statesboro, Georgia  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2018

	Reclaimed Water System	Stormwater	Total
<b>Cash Flows from Operating Activities</b>			
Cash received from customers	\$ 52,271	\$ 1,011,087	\$ 1,063,358
Cash payments to employees for services	(11,700)	(432,650)	(444,350)
Cash payments for goods and services	(10,459)	(66,734)	(77,193)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>30,112</u>	<u>511,703</u>	<u>541,815</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Advances from (to) other funds	-	(69,741)	(69,741)
Operating grants received	-	11,996	11,996
Transfers in (out)	-	(41,495)	(41,495)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<u>-</u>	<u>(99,240)</u>	<u>(99,240)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Proceeds from sale of capital assets	-	16,448	16,448
Proceeds from of capital lease	-	403,484	403,484
Payments on capital leases	-	(100,299)	(100,299)
Transfers in from capital projects funds	-	31,350	31,350
Payments for capital acquisitions	-	(627,933)	(627,933)
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<u>-</u>	<u>(276,950)</u>	<u>(276,950)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	30,112	135,513	165,625
<b>Cash and Cash Equivalents Beginning of Year</b>	<u>71,883</u>	<u>463,359</u>	<u>535,242</u>
<b>Cash and Cash Equivalents End of Year</b>	<u><u>\$ 101,995</u></u>	<u><u>\$ 598,872</u></u>	<u><u>\$ 700,867</u></u>

City of Statesboro, Georgia  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2018

	Reclaimed Water System	Stormwater	Total
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b>			
<b>Operating Income (Loss)</b>	\$ 11,860	\$ 264,189	\$ 276,049
<b>Adjustments:</b>			
Depreciation	18,692	171,419	190,111
<b>(Increase) Decrease in Assets and Deferred Outflows of Resources:</b>			
Accounts receivable	(844)	2,786	1,942
Materials and supplies inventory	-	2,755	2,755
Prepaid items	-	(156)	(156)
Deferred outflows related to other post employment benefits	(266)	(6,905)	(7,171)
<b>Increase (Decrease) in Liabilities and Deferred Inflows of Resources:</b>			
Accounts payable	-	72,960	72,960
Accrued payroll	-	872	872
Compensated absences payable	-	4,305	4,305
Other post employment benefits payable	690	17,937	18,627
Deferred inflows related to pensions	-	39,957	39,957
Deferred inflows related to other post employment benefits	(20)	(518)	(538)
Net pension asset/obligation	-	(57,898)	(57,898)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>\$ 30,112</u>	<u>\$ 511,703</u>	<u>\$ 541,815</u>



**City of Statesboro, Georgia**  
**Reclaimed Water System Fund**  
**Comparative Statement of Net Position**  
**June 30, 2018 and 2017**

	<b>2018</b>	<b>2017</b>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 101,995	\$ 71,883
Accounts receivable	5,060	4,216
<b>Total Current Assets</b>	<b>107,055</b>	<b>76,099</b>
<b>Capital Assets:</b>		
Improvements other than buildings	934,580	934,580
Less accumulated depreciation	(123,146)	(104,454)
<b>Total Capital Assets</b>	<b>811,434</b>	<b>830,126</b>
<b>Total Assets</b>	<b>918,489</b>	<b>906,225</b>
<b>Deferred Outflows of Resources</b>		
Resources related to other post employment benefits	1,033	767
<b>Liabilities</b>		
<b>Long-Term Liabilities:</b>		
Other post employment benefits payable	3,482	2,792
<b>Deferred Inflows of Resources</b>		
Resources related to other post employment benefits	158	178
<b>Net Position</b>		
Net investment in capital assets	811,434	830,126
Unrestricted	104,448	73,896
<b>Total Net Position</b>	<b>\$ 915,882</b>	<b>\$ 904,022</b>

City of Statesboro, Georgia  
*Reclaimed Water System Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Operating Revenues</b>		
Charges for services	\$ 53,115	\$ 53,033
<b>Operating Expenses</b>		
Salaries	11,700	11,700
Employee benefits	404	348
Purchased services:		
Insurance	13	83
Electricity	5,278	5,164
Engineering	350	350
Materials and supplies:		
Parts and materials	912	2,958
Gasoline, oil, etc.	2,300	2,300
Chemicals	1,606	2,661
Depreciation	18,692	18,692
<b>Total Operating Expenses</b>	<u>41,255</u>	<u>44,256</u>
<b>Change in Net Position</b>	11,860	8,777
<b>Net Position Beginning of Year</b>	<u>904,022</u>	<u>895,245</u>
<b>Net Position End of Year</b>	<u>\$ 915,882</u>	<u>\$ 904,022</u>

City of Statesboro, Georgia  
*Stormwater Operating Fund*  
*Comparative Statement of Net Position*  
*June 30, 2018 and 2017*

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 598,872	\$ 463,359
Receivables		
Accounts	40,811	44,847
Unbilled accounts	84,056	82,806
Interfund	68,387	-
Inventory	17,585	20,340
Prepaid items	1,227	1,071
<b>Total Current Assets</b>	<b>810,938</b>	<b>612,423</b>
<b>Noncurrent Assets:</b>		
Net pension asset	64,464	6,566
<b>Capital Assets:</b>		
Land	19,703	19,703
Buildings	155,611	148,291
Improvements other than buildings	314,841	232,950
Machinery and equipment	1,661,416	1,253,605
Less accumulated depreciation	(826,924)	(684,539)
Construction in progress	294,653	108,742
<b>Total Capital Assets</b>	<b>1,619,300</b>	<b>1,078,752</b>
<b>Total Noncurrent Assets</b>	<b>1,683,764</b>	<b>1,085,318</b>
<b>Total Assets</b>	<b>2,494,702</b>	<b>1,697,741</b>
<b>Deferred Outflows of Resources</b>		
Resources related to other post employment benefits	24,023	17,118
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	79,276	6,316
Accrued payroll	9,934	9,062
Compensated absences payable	3,367	2,506
Capital leases payable	167,318	86,622
Interfund payable	-	1,354
<b>Total Current Liabilities</b>	<b>259,895</b>	<b>105,860</b>
<b>Long-Term Liabilities:</b>		
Compensated absences payable (net of current portion)	13,466	10,022
Capital leases payable (net of current portion)	568,975	346,486
Other post employment benefits payable	88,535	70,598
<b>Total Long-Term Liabilities</b>	<b>670,976</b>	<b>427,106</b>
<b>Total Liabilities</b>	<b>930,871</b>	<b>532,966</b>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	39,957	-
Resources related to other post employment benefits	3,448	3,966
<b>Total Deferred Inflows of Resources</b>	<b>43,405</b>	<b>3,966</b>
<b>Net Position</b>		
Net investment in capital assets	883,007	645,644
Unrestricted	661,442	532,283
<b>Total Net Position</b>	<b>\$ 1,544,449</b>	<b>\$ 1,177,927</b>

**City of Statesboro, Georgia**  
**Stormwater Operating Fund**  
**Comparative Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**For the Years Ended June 30, 2018 and 2017**

	<b>2018</b>	<b>2017</b>
<b>Operating Revenues</b>		
Charges for services	\$ 995,070	\$ 1,094,748
Penalties	13,231	10,285
<b>Total Operating Revenues</b>	<b>1,008,301</b>	<b>1,105,033</b>
<b>Operating Expenses</b>		
Salaries	291,636	261,046
Employee benefits	138,764	125,865
Purchased Services:		
Training	1,781	1,480
Dues and certification	2,940	2,492
Repairs and maintenance	57,538	56,492
Contracted services	1,825	1,691
Electricity	958	-
Telephone	4,325	6,394
Insurance	1,740	2,492
Tippage fees	12,686	11,905
Travel	226	148
Advertising	268	516
Materials and supplies:		
Uniforms	2,290	2,719
Materials and supplies	30,056	9,526
Gasoline, oil, etc.	18,414	15,731
Small equipment	2,961	4,745
Depreciation	171,419	76,326
Bad debts	3,495	17,000
Other	790	1,152
<b>Total Operating Expenses</b>	<b>744,112</b>	<b>597,720</b>
<b>Operating Income</b>	<b>264,189</b>	<b>507,313</b>
<b>Non-Operating Revenues (Expenses)</b>		
Intergovernmental	11,996	-
Gain (loss) on sale of capital assets	(1,328)	5,501
<b>Total Non-Operating Revenues (Expenses)</b>	<b>10,668</b>	<b>5,501</b>
<b>Income before Capital Contributions and Transfers</b>	<b>274,857</b>	<b>512,814</b>
Capital contributions	101,810	-
Transfers in	31,350	6,835
Transfers out	(41,495)	(51,995)
<b>Change in Net Position</b>	<b>366,522</b>	<b>467,654</b>
<b>Net Position Beginning of Year</b>	<b>1,177,927</b>	<b>710,273</b>
<b>Net Position End of Year</b>	<b>\$ 1,544,449</b>	<b>\$ 1,177,927</b>





## Internal Service Funds





City of Statesboro, Georgia  
Combining Statement of Net Position  
Internal Service Funds  
For the Year Ended June 30, 2018

	Health Insurance	Fleet Management	Wellness Program	Central Services	Total
<b>Assets</b>					
<b>Current Assets:</b>					
Cash and cash equivalents	\$ 703,221	\$ 27,176	\$ 28,417	\$ 10,850	\$ 769,664
Accounts receivable	58,461	-	-	-	58,461
Inventory	-	170,351	-	-	170,351
Prepaid items	-	1,027	-	21,904	22,931
<b>Total Current Assets</b>	<b>761,682</b>	<b>198,554</b>	<b>28,417</b>	<b>32,754</b>	<b>1,021,407</b>
<b>Noncurrent Assets:</b>					
Net pension asset	-	64,842	-	72,156	136,998
<b>Capital Assets:</b>					
Depreciable capital assets, net	-	591,138	-	439,592	1,030,730
<b>Total Noncurrent Assets</b>	<b>-</b>	<b>655,980</b>	<b>-</b>	<b>511,748</b>	<b>1,167,728</b>
<b>Total Assets</b>	<b>761,682</b>	<b>854,534</b>	<b>28,417</b>	<b>544,502</b>	<b>2,189,135</b>
<b>Deferred Outflows of Resources</b>					
Resources related to pensions	-	15,574	-	15,274	30,848
Resources related to other post employment benefits	-	25,326	-	25,335	50,661
<b>Total Deferred Outflows of Resources</b>	<b>-</b>	<b>40,900</b>	<b>-</b>	<b>40,609</b>	<b>81,509</b>
<b>Liabilities</b>					
<b>Current Liabilities:</b>					
Accounts payable	-	42,133	-	8,523	50,656
Accrued payroll	-	11,815	-	13,032	24,847
Claims payable	446,321	-	-	-	446,321
Compensated absences payable	-	4,929	-	5,880	10,809
Capital lease payable	-	28,834	-	-	28,834
Interfund payable	-	173,072	-	326,643	499,715
<b>Total Current Liabilities</b>	<b>446,321</b>	<b>260,783</b>	<b>-</b>	<b>354,078</b>	<b>1,061,182</b>
<b>Long-Term Liabilities</b>					
Capital lease payable (net of current portion)	-	43,902	-	-	43,902
Compensated absences payable (net of current portion)	-	19,716	-	23,521	43,237
Other post employment benefits payable	-	149,878	-	128,797	278,675
<b>Total Long-Term Liabilities</b>	<b>-</b>	<b>213,496</b>	<b>-</b>	<b>152,318</b>	<b>365,814</b>
<b>Total Liabilities</b>	<b>446,321</b>	<b>474,279</b>	<b>-</b>	<b>506,396</b>	<b>1,426,996</b>
<b>Deferred Inflows of Resources</b>					
Resources related to pensions	-	49,462	-	54,898	104,360
Resources related to other post employment benefits	-	3,806	-	3,651	7,457
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>53,268</b>	<b>-</b>	<b>58,549</b>	<b>111,817</b>
<b>Net Position</b>					
Net investment in capital assets	-	518,402	-	439,592	957,994
Unrestricted	315,361	(150,515)	28,417	(419,426)	(226,163)
<b>Total Net Position</b>	<b>\$ 315,361</b>	<b>\$ 367,887</b>	<b>\$ 28,417</b>	<b>\$ 20,166</b>	<b>\$ 731,831</b>

City of Statesboro, Georgia  
Combining Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Internal Service Funds  
For the Year Ended June 30, 2018

	Health Insurance	Fleet Management	Wellness Program	Central Services	Total
<b>Operating Revenues</b>					
Charges for services	\$ 3,709,669	\$ 1,153,857	\$ 18,509	\$ 692,340	\$ 5,574,375
<b>Total Operating Revenues</b>	<u>3,709,669</u>	<u>1,153,857</u>	<u>18,509</u>	<u>692,340</u>	<u>5,574,375</u>
<b>Operating Expenses</b>					
Salaries	-	283,943	-	304,633	588,576
Employee benefits	-	87,346	-	62,855	150,201
Purchased services	-	122,503	10,748	362,984	496,235
Materials and supplies	-	30,512	16,419	113,179	160,110
Cost of sales	-	531,443	-	-	531,443
Depreciation	-	51,309	-	87,454	138,763
Claims and administrative fees	3,624,308	-	-	-	3,624,308
Other	-	1,967	-	97	2,064
<b>Total Operating Expenses</b>	<u>3,624,308</u>	<u>1,109,023</u>	<u>27,167</u>	<u>931,202</u>	<u>5,691,700</u>
<b>Operating Income (Loss)</b>	85,361	44,834	(8,658)	(238,862)	(117,325)
<b>Non-Operating Revenues</b>					
Gain on sale of capital assets	-	4,830	-	-	4,830
<b>Income (Loss) before Transfers</b>	85,361	49,664	(8,658)	(238,862)	(112,495)
Transfers in	230,000	-	-	85,360	315,360
Transfers out	-	(14,205)	-	(3,050)	(17,255)
<b>Change in Net Position</b>	315,361	35,459	(8,658)	(156,552)	185,610
<b>Net Position Beginning of Year</b>	-	332,428	37,075	176,718	546,221
<b>Net Position End of Year</b>	<u>\$ 315,361</u>	<u>\$ 367,887</u>	<u>\$ 28,417</u>	<u>\$ 20,166</u>	<u>\$ 731,831</u>

City of Statesboro, Georgia  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2018

	Health Insurance	Fleet Management	Wellness Program	Central Services	Total
<b>Cash Flows from Operating Activities</b>					
Cash received from customers	\$ 3,709,669	\$ 1,153,857	\$ 18,509	\$ 692,340	\$ 5,574,375
Cash payments to employees for services	-	(374,314)	-	(359,810)	(734,124)
Cash payments for goods and services	-	(667,698)	(27,167)	(478,822)	(1,173,687)
Cash payments for claims and administrative fees	(3,911,696)	-	-	-	(3,911,696)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>(202,027)</b>	<b>111,845</b>	<b>(8,658)</b>	<b>(146,292)</b>	<b>(245,132)</b>
<b>Cash Flows from Noncapital Financing Activities</b>					
Advances from (to) other funds	-	(61,436)	-	66,582	5,146
Transfers in (out)	230,000	(14,205)	-	82,310	298,105
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>230,000</b>	<b>(75,641)</b>	<b>-</b>	<b>148,892</b>	<b>303,251</b>
<b>Cash Flows from Capital and Related Financing Activities</b>					
Proceeds from sale of capital assets	-	4,830	-	-	4,830
Proceeds from capital lease	-	25,112	-	-	25,112
Payments on capital lease	-	(23,812)	-	-	(23,812)
Purchases of capital assets	-	(33,522)	-	-	(33,522)
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<b>-</b>	<b>(27,392)</b>	<b>-</b>	<b>-</b>	<b>(27,392)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>27,973</b>	<b>8,812</b>	<b>(8,658)</b>	<b>2,600</b>	<b>30,727</b>
<b>Cash and Cash Equivalents Beginning of Year</b>	<b>675,248</b>	<b>18,364</b>	<b>37,075</b>	<b>8,250</b>	<b>738,937</b>
<b>Cash and Cash Equivalents End of Year</b>	<b>\$ 703,221</b>	<b>\$ 27,176</b>	<b>\$ 28,417</b>	<b>\$ 10,850</b>	<b>\$ 769,664</b>

City of Statesboro, Georgia  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2018

	Health Insurance	Fleet Management	Wellness Program	Central Services	Total
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b>					
Operating Income (Loss)	\$ 85,361	\$ 44,834	\$ (8,658)	\$ (238,862)	\$ (117,325)
<b>Adjustments:</b>					
Depreciation	-	51,309	-	87,454	138,763
<b>(Increase) Decrease in Assets and Deferred Outflows of Resources:</b>					
Accounts receivable	354,517	-	-	-	354,517
Materials and supplies inventory	-	21,865	-	-	21,865
Prepaid items	-	142	-	(4,251)	(4,109)
Deferred outflows related to pensions	-	2,686	-	2,882	5,568
Deferred outflows related to other post employment benefits	-	(6,728)	-	(7,229)	(13,957)
<b>Increase (Decrease) in Liabilities and Deferred Inflows of Resources:</b>					
Accounts payable	-	(3,280)	-	1,689	(1,591)
Accrued payroll	-	985	-	3,328	4,313
Claims payable	(641,905)	-	-	-	(641,905)
Compensated absences payable	-	526	-	9,200	9,726
Other post employment benefits payable	-	17,477	-	18,781	36,258
Net pension asset/obligation	-	(56,371)	-	(60,478)	(116,849)
Deferred inflows related to other post employment benefits	-	(504)	-	(544)	(1,048)
Deferred inflows related to pensions	-	38,904	-	41,738	80,642
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ (202,027)</b>	<b>\$ 111,845</b>	<b>\$ (8,658)</b>	<b>\$ (146,292)</b>	<b>\$ (245,132)</b>



City of Statesboro, Georgia  
*Health Insurance Fund*  
*Comparative Statement of Net Position*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 703,221	\$ 675,248
Accounts receivable	<u>58,461</u>	<u>412,978</u>
<b>Total Current Assets</b>	<u>761,682</u>	<u>1,088,226</u>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Claims payable	<u>446,321</u>	<u>1,088,226</u>
<b>Net Position</b>		
Unrestricted	<u>\$ 315,361</u>	<u>\$ -</u>

City of Statesboro, Georgia  
*Health Insurance Fund*  
**Comparative Statement of Revenues,  
Expenses and Changes in Fund Net Position**  
**For the Years Ended June 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
<b>Operating Revenues</b>		
Premiums - City and employees	\$ 3,709,669	\$ 3,726,962
<b>Operating Expenses</b>		
Claims and administrative fees	<u>3,624,308</u>	<u>4,157,243</u>
<b>Income (Loss) before Transfers</b>	85,361	(430,281)
Transfers in	<u>230,000</u>	<u>88,364</u>
<b>Change in Net Position</b>	315,361	(341,917)
<b>Net Position Beginning of Year</b>	<u>-</u>	<u>341,917</u>
<b>Net Position End of Year</b>	<u><u>\$ 315,361</u></u>	<u><u>\$ -</u></u>

City of Statesboro, Georgia  
*Fleet Management Fund*  
*Comparative Statement of Net Position*  
*June 30, 2018 and 2017*

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 27,176	\$ 18,364
Inventory	170,351	192,216
Prepaid items	1,027	1,169
<b>Total Current Assets</b>	<b>198,554</b>	<b>211,749</b>
<b>Noncurrent Assets:</b>		
Net pension asset	64,842	8,471
<b>Capital Assets:</b>		
Buildings	548,495	540,085
Equipment	505,558	458,236
Less accumulated depreciation	(462,915)	(389,396)
<b>Total Capital Assets</b>	<b>591,138</b>	<b>608,925</b>
<b>Total Noncurrent Assets</b>	<b>655,980</b>	<b>617,396</b>
<b>Total Assets</b>	<b>854,534</b>	<b>829,145</b>
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	15,574	18,260
Resources related to other post employment benefits	25,326	18,598
<b>Total Deferred Outflows of Resources</b>	<b>40,900</b>	<b>36,858</b>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	42,133	45,413
Accrued payroll	11,815	10,830
Compensated absences payable	4,929	4,824
Capital lease payable	28,834	23,812
Interfund payable	173,072	234,508
<b>Total Current Liabilities</b>	<b>260,783</b>	<b>319,387</b>
<b>Long-Term Liabilities</b>		
Capital leases payable (net of current portion)	43,902	47,624
Compensated absences payable (net of current portion)	19,716	19,295
Other post employment benefits payable	149,878	132,401
<b>Total Long-Term Liabilities</b>	<b>213,496</b>	<b>199,320</b>
<b>Total Liabilities</b>	<b>474,279</b>	<b>518,707</b>
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	49,462	10,558
Resources related to other post employment benefits	3,806	4,310
<b>Total Deferred Inflows of Resources</b>	<b>53,268</b>	<b>14,868</b>
<b>Net Position</b>		
Net investment in capital assets	518,402	537,489
Unrestricted	(150,515)	(205,061)
<b>Total Net Position</b>	<b>\$ 367,887</b>	<b>\$ 332,428</b>

City of Statesboro, Georgia  
*Fleet Management Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Operating Revenues</b>		
Parts sales and labor charges	\$ 1,153,857	\$ 1,079,719
Miscellaneous	-	118
<b>Total Operating Revenues</b>	<u>1,153,857</u>	<u>1,079,837</u>
<b>Operating Expenses</b>		
Salaries	283,943	283,617
Employee benefits	87,346	93,929
Purchased services:		
Training	561	3,577
Dues and certification	1,178	160
Repairs and maintenance	22,515	28,819
Contracted services	68,212	76,298
Electricity	18,308	16,253
Telephone	2,895	1,994
Insurance	6,432	6,357
Equipment rental	453	222
Travel	1,949	3,845
Materials and supplies:		
Uniforms	2,278	2,684
Materials and supplies	20,798	21,160
Gasoline, oil, etc.	7,436	6,613
Cost of sales	531,443	478,037
Depreciation	51,309	47,035
Other	1,967	1,956
<b>Total Operating Expenses</b>	<u>1,109,023</u>	<u>1,072,556</u>
<b>Operating Income</b>	44,834	7,281
<b>Non-Operating Revenues</b>		
Gain on sale of capital assets	4,830	-
<b>Income before Transfers</b>	49,664	7,281
Transfers out	(14,205)	(36,995)
<b>Change in Net Position</b>	35,459	(29,714)
<b>Net Position Beginning of Year</b>	<u>332,428</u>	<u>362,142</u>
<b>Net Position End of Year</b>	<u>\$ 367,887</u>	<u>\$ 332,428</u>

City of Statesboro, Georgia  
*Workers Compensation Fund*  
*Comparative Statement of Net Position*  
*June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ -	\$ -
Accounts receivable	<u>-</u>	<u>-</u>
 <b>Total Current Assets</b>	 <u>-</u>	 <u>-</u>
 <b>Liabilities</b>		
<b>Current Liabilities:</b>		
Claims payable	<u>-</u>	<u>-</u>
 <b>Net Position</b>		
Unrestricted	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



City of Statesboro, Georgia  
*Workers Compensation Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Operating Expenses</b>		
Claims	<u>\$ -</u>	<u>\$ 7,624</u>
<b>Total Operating Expenses</b>	<u>-</u>	<u>7,624</u>
<b>Loss before Transfers</b>	-	(7,624)
Transfers out	<u>-</u>	<u>(88,364)</u>
<b>Change in Net Position</b>	-	(95,988)
<b>Net Position Beginning of Year</b>	<u>-</u>	<u>95,988</u>
<b>Net Position End of Year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

City of Statesboro, Georgia  
Wellness Program Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	<u>\$ 28,417</u>	<u>\$ 37,075</u>
 <b>Net Position</b>		
Unrestricted	<u><u>\$ 28,417</u></u>	<u><u>\$ 37,075</u></u>

City of Statesboro, Georgia  
*Wellness Program Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	<u>2018</u>	<u>2017</u>
<b>Operating Revenues</b>		
Wellness dues	<u>\$ 18,509</u>	<u>\$ 18,481</u>
<b>Operating Expenses</b>		
Repairs and maintenance	10,748	774
Small equipment	<u>16,419</u>	<u>4,384</u>
<b>Total Operating Expenses</b>	<u>27,167</u>	<u>5,158</u>
<b>Change in Net Position</b>	(8,658)	13,323
<b>Net Position Beginning of Year</b>	<u>37,075</u>	<u>23,752</u>
<b>Net Position End of Year</b>	<u><u>\$ 28,417</u></u>	<u><u>\$ 37,075</u></u>

City of Statesboro, Georgia  
Central Services Fund  
Comparative Statement of Net Position  
June 30, 2018 and 2017

	2018	2017
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 10,850	\$ 8,250
Prepaid items	21,904	17,653
<b>Total Current Assets</b>	32,754	25,903
<b>Noncurrent Assets:</b>		
<b>Net pension asset</b>	72,156	11,678
<b>Capital Assets:</b>		
Improvements other than buildings	271,001	271,001
Machinery and equipment	346,937	346,937
Less accumulated depreciation	(178,346)	(90,892)
<b>Total Capital Assets</b>	439,592	527,046
<b>Total Noncurrent Assets</b>	511,748	538,724
<b>Total Assets</b>	544,502	564,627
<b>Deferred Outflows of Resources</b>		
Resources related to pensions	15,274	18,156
Resources related to other post employment benefits	25,335	18,106
<b>Total Deferred Outflows of Resources</b>	40,609	36,262
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accounts payable	8,523	6,834
Accrued payroll	13,032	9,704
Compensated absences payable	5,880	4,040
Interfund payable	326,643	260,061
<b>Total Current Liabilities</b>	354,078	280,639
<b>Long-Term Liabilities</b>		
Compensated absences payable (net of current portion)	23,521	16,161
Other post employment benefits payable	128,797	110,016
<b>Total Long-Term Liabilities</b>	152,318	126,177
<b>Total Liabilities</b>	506,396	406,816
<b>Deferred Inflows of Resources</b>		
Resources related to pensions	54,898	13,160
Resources related to other post employment benefits	3,651	4,195
<b>Total Deferred Inflows of Resources</b>	58,549	17,355
<b>Net Position</b>		
Net investment in capital assets	439,592	527,046
Unrestricted	(419,426)	(350,328)
<b>Total Net Position</b>	\$ 20,166	\$ 176,718

City of Statesboro, Georgia  
*Central Services Fund*  
*Comparative Statement of Revenues,*  
*Expenses and Changes in Fund Net Position*  
*For the Years Ended June 30, 2018 and 2017*

	2018	2017
<b>Operating Revenues</b>		
Indirect costs for GIS	\$ 125,000	\$ 125,000
Device/user charges	567,240	497,285
Miscellaneous	100	-
<b>Total Operating Revenues</b>	692,340	622,285
<b>Operating Expenses</b>		
Salaries	304,633	276,119
Employee benefits	62,855	60,230
Purchased services:		
Training	7,133	12,210
Travel	577	1,847
Dues and certification	141	-
Repairs and maintenance	4,097	5,663
Contracted services	290,213	288,846
Electricity	9,082	7,928
Telephone	46,263	46,241
Advertising	158	2
Insurance	5,320	10,899
Materials and supplies:		
Materials and supplies	109,892	50,352
Gasoline, oil, etc.	459	297
Small equipment	2,828	964
Depreciation	87,454	83,364
Other	97	-
<b>Total Operating Expenses</b>	931,202	844,962
<b>Loss before Transfers</b>	(238,862)	(222,677)
Transfers in	85,360	258,965
Transfers out	(3,050)	-
<b>Change in Net Position</b>	(156,552)	36,288
<b>Net Position Beginning of Year</b>	176,718	140,430
<b>Net Position End of Year</b>	\$ 20,166	\$ 176,718



# Downtown Statesboro Development Authority





**City of Statesboro, Georgia**  
**Downtown Statesboro Development Authority**  
**Comparative Statement of Net Position**  
**June 30, 2018 and 2017**

	<b>2018</b>	<b>2017</b>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 268,247	\$ 593,200
Intergovernmental receivable	29,999	16,769
Note receivable	375,000	-
Prepaid items	2,745	2,159
<b>Total Current Assets</b>	<b>675,991</b>	<b>612,128</b>
<b>Noncurrent Assets:</b>		
<b>Capital Assets:</b>		
Equipment	15,613	15,613
Less accumulated depreciation	(6,330)	(4,362)
Property held for sale	549,385	-
Construction in progress	-	149,984
<b>Total Capital Assets</b>	<b>558,668</b>	<b>161,235</b>
<b>Total Assets</b>	<b>1,234,659</b>	<b>773,363</b>
<b>Liabilities</b>		
<b>Current Liabilities:</b>		
Accrued payroll and payroll taxes	3,823	3,387
Accounts payable	6,164	11,395
Note payable	375,500	-
<b>Total Current Liabilities</b>	<b>385,487</b>	<b>14,782</b>
<b>Net Position</b>		
Net investment in capital assets	558,668	161,235
Unrestricted	290,504	597,346
<b>Total Net Position</b>	<b>\$ 849,172</b>	<b>\$ 758,581</b>

City of Statesboro, Georgia  
Downtown Statesboro Development Authority  
Comparative Statement of Revenues,  
Expenses and Changes in Fund Net Position  
For the Years Ended June 30, 2018 and 2017

	2018	2017
<b>Operating Revenues</b>		
Intergovernmental:		
City of Statesboro	\$ 80,000	\$ 79,997
City of Statesboro - Hotel/ Motel tax	170,425	183,834
Miscellaneous	16,776	12,345
<b>Total Operating Revenues</b>	<b>267,201</b>	<b>276,176</b>
<b>Operating Expenses</b>		
Salaries	91,399	83,118
Employee benefits	43,680	9,231
Purchased services:		
Training	3,264	12,360
Dues and subscriptions	3,394	3,517
Repairs and maintenance	1,856	914
Contracted services	17,226	16,128
Bank charges	119	-
Electricity	1,683	2,210
Telephone	2,888	2,940
Advertising	7,354	13,098
Postage	62	192
Printing	632	1,433
Insurance	7,458	6,946
Annual meeting	1,624	2,134
Travel	1,631	1,238
Facade grants	2,219	8,082
Special events	10,902	19,813
Materials and supplies	2,924	1,970
Depreciation	1,967	2,186
Miscellaneous	3,098	6,891
<b>Total Operating Expenses</b>	<b>205,380</b>	<b>194,401</b>
<b>Operating Income</b>	<b>61,821</b>	<b>81,775</b>
<b>Non-Operating Revenues (Expenses)</b>		
Capital contributions	30,000	-
Investment earnings	227	1,844
Interest expense	(1,457)	-
<b>Total Non-Operating Revenues (Expenses)</b>	<b>28,770</b>	<b>1,844</b>
<b>Change in Net Position</b>	<b>90,591</b>	<b>83,619</b>
<b>Net Position Beginning of Year</b>	<b>758,581</b>	<b>674,962</b>
<b>Net Position End of Year</b>	<b>\$ 849,172</b>	<b>\$ 758,581</b>

City of Statesboro, Georgia  
Downtown Statesboro Development Authority  
Statement of Cash Flows  
For the Year Ended June 30, 2018

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<b>Cash Flows from Operating Activities</b>	
Cash received from City of Statesboro	\$ 253,971
Cash payments to employees for services	(134,643)
Cash payments for goods and services	<u>(74,151)</u>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>45,177</u>
 <b>Cash Flows from Capital and Related Financing Activities</b>	
Proceeds from note payable	375,500
Interest paid on debt	(1,457)
Payments for capital acquisitions	<u>(369,400)</u>
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<u>4,643</u>
 <b>Cash Flows from Investing Activities</b>	
Investment earnings	227
Increase in note receivable	<u>(375,000)</u>
<b>Net Cash Provided by (Used in) Investing Activities</b>	<u>(374,773)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(324,953)
 <b>Cash and Cash Equivalents Beginning of Year</b>	<u>593,200</u>
<b>Cash and Cash Equivalents End of Year</b>	<u><u>\$ 268,247</u></u>

City of Statesboro, Georgia  
*Downtown Statesboro Development Authority*  
*Statement of Cash Flows*  
*For the Year Ended June 30, 2018*

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**Reconciliation of Operating Income to Net Cash  
Provided by (Used in) Operating Activities**

<b>Operating Income</b>	\$ 61,821
<b>Adjustments:</b>	
Depreciation	1,967
<b>(Increase) Decrease in Assets:</b>	
Intergovernmental receivable	(13,230)
Prepaid items	(586)
<b>Increase (Decrease) in Liabilities:</b>	
Accounts payable	(5,231)
Accrued payroll and payroll taxes	436
	<hr/>
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 45,177</b>

City of Statesboro, Georgia  
Schedule of SPLOST Expenditures  
From Inception and for the Fiscal Year Ended June 30, 2018

2007 SPLOST						
	Original Estimated Costs	Current Estimated Costs	Prior Years	Expenditures		Estimated Percentage of Completion
				Current Year	Total	
Joint City/County Solid Waste Disposal	\$ 7,000,000	\$ 7,347,455	\$ 7,347,455	\$ -	\$ 7,347,455	100%
Cemetery Expansion	900,000	900,000	887,828	1,471	889,299	99%
Waste and Sewer Projects	9,860,000	6,943,741	6,943,741	-	6,943,741	100%
Street and Drainage Projects	5,307,500	4,018,153	4,018,153	-	4,018,153	100%
Public Safety Facilities and Equipment	4,200,000	4,345,301	4,345,301	-	4,345,301	100%
Solid Waste Handling Equipment	1,400,000	997,867	997,867	-	997,867	100%
	<u>\$ 28,667,500</u>	<u>\$ 24,552,517</u>	<u>\$ 24,540,345</u>	<u>\$ 1,471</u>	<u>\$ 24,541,816</u>	<u>100%</u>

Reconciliation of current year expenditures to Statement of Revenues, Expenditures and Changes in Fund Balances:

Total 2007 SPLOST fund expenditures per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 1,471
Transfer to other funds	-
Total current year expenditures per above	<u>\$ 1,471</u>



City of Statesboro, Georgia  
Schedule of SPLOST Expenditures  
From Inception and for the Fiscal Year Ended June 30, 2018

2013 SPLOST					
	Original Estimated Costs	Current Estimated Costs	Prior Years	Expenditures Current Year	Estimated Percentage of Completion
				Total	
Roads / Streets	\$7,370,012	\$7,370,012	\$ 1,710,279	\$ 612,969	32%
Public Safety Facilities and Equipment	5,771,142	5,771,142	3,130,370	700,999	66%
Facility Improvements	587,190	587,190	127,543	75,485	35%
Water / Sewer Projects	9,000,000	9,000,000	2,682,729	429,583	35%
Natural Gas Projects	2,677,500	2,677,500	618,696	870,782	56%
Solid Waste Handling Equipment	1,350,000	1,350,000	448,894	211,000	49%
Economic Development	2,160,000	2,160,000	1,092,138	10,911	51%
Joint City/County Solid Waste Disposal	10,775,000	10,775,000	4,631,760	1,471,879	57%
	<u>\$39,690,844</u>	<u>\$39,690,844</u>	<u>\$14,442,409</u>	<u>\$ 4,383,608</u>	<u>47%</u>

Reconciliation of current year expenditures to Statement of Revenues, Expenditures and Changes in Fund Balances:

Total 2013 SPLOST fund expenditures per Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 2,215,185
Transfer to other funds	2,772,244
Less intergovernmental revenue from other sources	(603,821)
Total current year expenditures per above	<u>\$ 4,383,608</u>



## Statistical Section



# City of Statesboro, Georgia

## *Statistical Section*

### *(Unaudited)*

This part of the City of Statesboro's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, not disclosures, and supplementary information. This information has not been audited by the independent auditor.

<b>Contents</b>	<b><u>Page</u></b>
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<b>Financial Trends</b>	<b>S-1</b>
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These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.

<b>Revenue Capacity</b>	<b>S-10</b>
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These tables contain information that may assist the reader in assessing the City's two most significant local revenue sources, the property and sales taxes.

<b>Debt Capacity</b>	<b>S-18</b>
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These tables present information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

<b>Economic &amp; Demographic Information</b>	<b>S-22</b>
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This table offers economic and demographic indicators that are commonly used for financial analysis and that can inform one's understanding the City's present and ongoing financial status.

<b>Operating Information</b>	<b>S-24</b>
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These tables contain service and infrastructure indicators that can inform one's understanding how the information in the City's financial statements relates to the services the City provides and the activities it performs.

**Source:**

Unless otherwise noted, the information in these tables is derived from the annual financial reports for the relevant year.



City of Statesboro, Georgia  
Government-wide Expenses, Program Revenues and  
Net (Expense)/Revenue by Function/Program  
Last Ten Fiscal Years  
(accrual basis of accounting)

Function/Program	Fiscal Year 2018			Fiscal Year 2017			Fiscal Year 2016			Fiscal Year 2015			Fiscal Year 2014		
	Expenses	Program Revenues	Net (Expense)/Revenue <sup>1</sup>	Expenses	Program Revenues	Net (Expense)/Revenue <sup>1</sup>	Expenses	Program Revenues	Net (Expense)/Revenue <sup>1</sup>	Expenses	Program Revenues	Net (Expense)/Revenue <sup>1</sup>	Expenses	Program Revenues	Net (Expense)/Revenue <sup>1</sup>
<b>Governmental Activities</b>															
General government	\$ 1,818,731	\$ 890,847	\$ (927,884)	\$ 1,968,975	\$ 813,324	\$ (1,155,651)	\$ 1,707,991	\$ 768,875	\$ (939,116)	\$ 1,590,793	\$ 719,912	\$ (870,881)	\$ 2,095,218	\$ 766,610	\$ (1,328,608)
Municipal court	436,950	-	(436,950)	508,188	-	(508,188)	553,858	-	(553,858)	567,015	-	(567,015)	565,829	-	(565,829)
Public safety	10,863,589	3,065,147	(7,798,442)	10,718,966	3,306,804	(7,412,162)	10,677,711	3,241,053	(7,436,658)	10,146,941	3,286,228	(6,860,713)	9,607,582	3,262,755	(6,344,827)
Public works	3,364,470	5,198,176	1,833,706	3,451,180	4,700,693	1,249,513	4,698,391	4,698,391	1,481,386	3,016,792	4,909,455	1,892,663	3,047,404	3,860,595	813,191
Community development	855,871	279,774	(576,097)	921,965	409,649	(512,316)	799,087	322,313	(476,774)	727,449	288,232	(439,217)	941,487	94,258	(847,229)
Parks and cemeteries	483,201	37,000	(446,201)	515,643	-	(515,643)	462,575	-	(462,575)	443,169	-	(443,169)	459,438	-	(459,438)
Engineering	367,444	60,188	(307,256)	282,548	33,772	(248,776)	232,815	95,275	(137,540)	411,919	104,615	(307,304)	316,680	42,621	(274,059)
Planning and zoning	342,988	197,202	(145,786)	297,290	155,547	(141,743)	321,222	263,951	(57,271)	374,778	246,840	(127,938)	380,512	144,327	(236,185)
Community services	261,311	-	(261,311)	265,623	-	(265,623)	258,312	-	(258,312)	297,890	-	(297,890)	281,110	-	(281,110)
Interest on long-term debt	44,936	-	(44,936)	19,806	-	(19,806)	20,231	-	(20,231)	24,249	-	(24,249)	51,909	-	(51,909)
<b>Subtotal Governmental Activities</b>	<b>18,836,791</b>	<b>9,728,334</b>	<b>(9,108,457)</b>	<b>18,979,602</b>	<b>9,419,789</b>	<b>(9,559,813)</b>	<b>18,250,807</b>	<b>9,389,858</b>	<b>(8,860,950)</b>	<b>17,600,995</b>	<b>9,555,282</b>	<b>(8,045,713)</b>	<b>17,747,169</b>	<b>8,171,166</b>	<b>(9,576,003)</b>
<b>Business-type Activities</b>															
Water and sewer	8,814,790	11,126,198	2,311,408	8,674,680	11,439,597	2,764,917	9,090,967	10,902,715	1,811,748	8,803,476	13,023,723	4,220,247	8,795,084	12,834,245	4,039,161
Reclaimed Water	41,255	53,115	11,860	44,256	53,033	8,777	24,585	52,252	27,667	40,145	43,560	3,415	23,748	15,543	(8,205)
Stormwater	740,278	1,122,107	381,829	610,552	1,105,033	494,481	401,735	905,185	503,450	-	-	-	-	-	-
Gas	3,279,916	4,713,000	1,433,084	3,318,781	4,674,025	1,355,244	2,750,175	4,473,004	1,722,829	3,551,858	5,226,644	1,674,786	4,273,768	5,662,963	1,389,195
Solid waste collection	2,995,140	3,960,547	1,433,084	2,972,290	4,014,950	1,042,660	2,974,268	3,508,278	634,010	2,956,705	3,586,026	792,321	2,612,595	3,403,098	791,103
Solid waste disposal	3,239,186	2,363,895	(875,291)	3,565,151	2,452,478	(1,112,673)	2,795,044	2,176,252	(618,792)	2,958,029	2,323,665	(634,364)	3,710,838	2,123,632	(1,587,206)
<b>Subtotal Business-type Activities</b>	<b>19,110,565</b>	<b>23,347,862</b>	<b>4,237,297</b>	<b>19,185,710</b>	<b>23,739,116</b>	<b>4,553,406</b>	<b>17,936,774</b>	<b>22,017,686</b>	<b>4,080,912</b>	<b>18,145,213</b>	<b>24,203,618</b>	<b>6,058,405</b>	<b>19,416,033</b>	<b>24,040,081</b>	<b>4,624,048</b>
<b>Total Primary Government</b>	<b>\$ 37,947,356</b>	<b>\$ 33,076,196</b>	<b>\$ (4,871,160)</b>	<b>\$ 38,165,312</b>	<b>\$ 33,158,905</b>	<b>\$ (5,006,407)</b>	<b>\$ 36,187,581</b>	<b>\$ 31,407,544</b>	<b>\$ (4,780,038)</b>	<b>\$ 35,746,208</b>	<b>\$ 33,758,900</b>	<b>\$ (1,987,308)</b>	<b>\$ 37,163,202</b>	<b>\$ 32,211,247</b>	<b>\$ (4,951,955)</b>
<b>Function/Program</b>															
<b>Governmental Activities</b>															
General government	\$ 1,961,130	\$ 678,909	\$ (1,282,221)	\$ 1,934,249	\$ 656,558	\$ (1,277,691)	\$ 2,368,425	\$ 927,986	\$ (1,440,439)	\$ 2,364,710	\$ 661,459	\$ (1,703,251)	\$ 2,683,348	\$ 765,661	\$ (1,917,687)
Municipal court	567,964	-	(567,964)	556,554	-	(556,554)	622,589	-	(622,589)	603,544	-	(603,544)	697,203	-	(697,203)
Public safety	9,099,016	3,535,427	(5,562,589)	9,119,781	3,750,528	(5,369,253)	8,806,859	3,718,363	(5,088,496)	8,935,759	4,084,378	(4,851,381)	8,465,499	3,255,928	(5,209,571)
Public works	2,732,868	4,480,151	1,747,283	2,807,901	4,159,318	1,351,417	2,634,834	4,372,241	1,737,407	2,530,638	4,942,553	2,411,915	2,452,550	2,121,763	(330,787)
Community development	864,315	-	(864,315)	922,364	12,859	(909,505)	553,860	-	(553,860)	534,041	-	(534,041)	539,771	-	(539,771)
Parks and cemeteries	443,998	-	(443,998)	427,882	-	(427,882)	458,607	-	(458,607)	514,166	-	(514,166)	533,706	-	(533,706)
Engineering	439,610	482,485	42,875	437,128	375,947	(61,181)	597,136	352,570	(244,566)	850,662	284,887	(565,775)	760,687	100,637	(660,050)
Planning and zoning	308,038	-	(308,038)	273,596	-	(273,596)	477,485	-	(477,485)	326,066	-	(326,066)	285,709	-	(285,709)
Community services	264,449	100,000	(164,449)	269,663	-	(269,663)	519,484	-	(519,484)	284,557	-	(284,557)	535,258	5,500	(529,758)
Interest on long-term debt	22,064	-	(22,064)	27,512	-	(27,512)	42,893	-	(42,893)	34,202	-	(34,202)	30,966	-	(30,966)
<b>Subtotal Governmental Activities</b>	<b>16,701,452</b>	<b>9,276,972</b>	<b>(7,424,480)</b>	<b>16,477,030</b>	<b>8,955,210</b>	<b>(7,521,820)</b>	<b>17,082,172</b>	<b>9,371,160</b>	<b>(7,711,012)</b>	<b>16,978,345</b>	<b>9,973,277</b>	<b>(7,005,068)</b>	<b>16,984,697</b>	<b>6,249,489</b>	<b>(10,735,208)</b>
<b>Business-type Activities</b>															
Water and sewer	8,695,892	10,262,621	1,566,729	8,177,825	11,439,597	3,261,772	9,090,967	10,902,715	1,811,748	8,803,476	13,023,723	4,220,247	8,795,084	12,834,245	4,039,161
Reclaimed Water	23,376	26,606	3,230	21,359	26,149	4,790	24,585	52,252	27,667	40,145	43,560	3,415	23,748	15,543	(8,205)
Solid waste collection	3,718,441	5,131,134	1,412,693	3,528,771	4,597,727	1,068,956	4,169,752	5,204,257	1,034,505	4,293,665	5,294,826	1,001,161	5,000,258	6,053,741	1,013,483
Solid waste disposal	2,339,949	3,222,984	883,035	2,183,140	2,900,086	716,946	2,005,386	2,701,765	696,379	2,094,925	2,605,201	510,276	2,026,631	2,538,590	511,959
<b>Subtotal Business-type Activities</b>	<b>2,931,680</b>	<b>2,156,748</b>	<b>(774,932)</b>	<b>2,884,566</b>	<b>1,959,947</b>	<b>(924,619)</b>	<b>2,828,187</b>	<b>1,782,842</b>	<b>(1,045,345)</b>	<b>3,103,903</b>	<b>1,969,726</b>	<b>(1,134,177)</b>	<b>3,284,953</b>	<b>2,075,590</b>	<b>(1,208,963)</b>
<b>Subtotal Primary Government</b>	<b>17,709,338</b>	<b>20,800,093</b>	<b>3,090,755</b>	<b>16,795,661</b>	<b>18,255,431</b>	<b>1,459,770</b>	<b>16,673,158</b>	<b>19,256,619</b>	<b>2,583,461</b>	<b>16,399,019</b>	<b>18,619,839</b>	<b>2,220,820</b>	<b>16,909,415</b>	<b>17,599,945</b>	<b>690,530</b>
<b>Total Primary Government</b>	<b>\$ 34,410,790</b>	<b>\$ 30,077,065</b>	<b>\$ (4,333,725)</b>	<b>\$ 33,272,691</b>	<b>\$ 27,210,641</b>	<b>\$ (6,062,050)</b>	<b>\$ 33,755,330</b>	<b>\$ 28,627,779</b>	<b>\$ (5,127,550)</b>	<b>\$ 33,377,364</b>	<b>\$ 28,593,116</b>	<b>\$ (4,784,248)</b>	<b>\$ 33,894,112</b>	<b>\$ 23,849,434</b>	<b>\$ (10,044,677)</b>

Notes:

<sup>1</sup> Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance

City of Statesboro, Georgia  
Government-wide Program Revenues<sup>1</sup> by Category  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015	Fiscal Year 2014
<b>Governmental Activities</b>					
Charges for Services:					
General Government	\$ 890,847	\$ 813,324	\$ 768,875	\$ 719,912	\$ 766,610
Public Safety	2,210,729	2,409,325	2,564,600	2,490,943	2,598,100
Public Works	-	90	-	-	-
Parks and Cemeteries	37,000	-	-	-	-
Engineering	42,412	33,772	95,275	104,615	42,621
Planning and Zoning	197,202	155,547	263,951	246,840	144,327
Operating Grants and Contributions	141,356	206,242	-	25,181	50,339
Capital Grants and Contributions	6,208,788	5,801,489	5,697,157	5,967,791	4,569,169
<b>Subtotal Governmental Activities Program Revenues</b>	<b>9,728,334</b>	<b>9,419,789</b>	<b>9,389,858</b>	<b>9,555,282</b>	<b>8,171,166</b>
<b>Business-type Activities</b>					
Charges for Services:					
Water and Sewer	11,000,076	11,291,289	10,747,337	10,403,692	9,177,683
Reclaimed Water System	53,115	53,033	52,252	43,560	15,543
Stormwater	1,008,301	1,105,033	905,185	-	-
Gas	4,713,000	4,674,025	4,473,004	5,226,644	5,662,963
Solid Waste Collection	3,906,436	3,857,359	3,508,278	3,509,785	3,403,698
Solid Waste Disposal	2,363,895	2,452,478	2,176,252	2,323,665	2,123,632
Operating Grants and Contributions	86,058	165,594	-	-	-
Capital Grants and Contributions	216,981	140,305	155,378	2,696,272	3,656,562
<b>Subtotal Business-type Activities Program Revenues</b>	<b>23,347,862</b>	<b>23,739,116</b>	<b>22,017,686</b>	<b>24,203,618</b>	<b>24,040,081</b>
<b>Primary Government</b>					
Charges for Services	\$ 26,423,013	\$ 26,845,275	\$ 25,555,009	25,069,656	23,935,177
Operating Grants and Contributions	227,414	371,836	25,181	-	50,339
Capital Grants and Contributions	6,425,769	5,941,794	5,852,535	8,664,063	8,225,731
<b>Total Primary Government Program Revenues</b>	<b>\$ 33,076,196</b>	<b>\$ 33,158,905</b>	<b>\$ 31,407,544</b>	<b>\$ 33,758,900</b>	<b>\$ 32,211,247</b>
<b>Governmental Activities</b>	<b>Fiscal Year 2013</b>	<b>Fiscal Year 2012</b>	<b>Fiscal Year 2011</b>	<b>Fiscal Year 2010</b>	<b>Fiscal Year 2009</b>
Charges for Services:					
General Government	\$ 678,909	\$ 656,558	\$ 658,209	\$ 661,459	\$ 672,700
Public Safety	2,329,080	2,468,175	2,501,127	2,576,214	2,752,193
Engineering	482,485	375,947	352,570	284,887	100,637
Operating Grants and Contributions	127,208	196,009	186,407	134,935	162,191
Capital Grants and Contributions	5,659,290	5,258,521	5,672,847	6,315,782	2,561,768
<b>Subtotal Governmental Activities Program Revenues</b>	<b>9,276,972</b>	<b>8,955,210</b>	<b>9,371,160</b>	<b>9,973,277</b>	<b>6,249,489</b>
<b>Business-type Activities</b>					
Charges for Services:					
Water and Sewer	9,542,530	8,561,971	9,011,417	8,045,383	6,792,832
Reclaimed Water	26,606	26,149	1,944	-	-
Solid Waste Collection	5,131,134	4,597,727	5,204,257	5,276,270	6,008,260
Solid Waste Disposal	3,222,984	2,900,086	2,701,765	2,605,201	2,538,590
Operating Grants and Contributions	2,156,748	1,959,947	1,782,842	1,969,726	2,073,273
Capital Grants and Contributions	-	-	-	18,556	48,198
	720,091	209,551	554,394	704,703	138,792
<b>Subtotal Business-type Activities Program Revenues</b>	<b>20,800,093</b>	<b>18,255,431</b>	<b>19,256,619</b>	<b>18,619,839</b>	<b>17,599,945</b>
<b>Primary Government</b>					
Charges for Services	23,570,476	21,546,560	22,214,131	21,419,140	20,938,485
Operating Grants and Contributions	127,208	196,009	186,407	153,491	210,389
Capital Grants and Contributions	6,379,381	5,468,072	6,227,241	7,020,485	2,700,560
<b>Total Primary Government Program Revenues</b>	<b>\$ 30,077,065</b>	<b>\$ 27,210,641</b>	<b>\$ 28,627,779</b>	<b>\$ 28,593,116</b>	<b>\$ 23,849,434</b>

Notes:

<sup>1</sup> Program revenues are related to specific activities of the City. Their sources are either fees, fines, charges for services or grants restricted to a specific purpose.



City of Statesboro, Georgia  
Government-wide General Revenues and Other Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015	Fiscal Year 2014	Fiscal Year 2013	Fiscal Year 2012	Fiscal Year 2011	Fiscal Year 2010	Fiscal Year 2009
<b>Net (Expense), Total Primary Government (see page S-1)</b>										
Governmental activities	\$ (9,108,457)	\$ (9,559,813)	\$ (8,860,950)	\$ (8,045,713)	\$ (9,576,003)	\$ (7,424,480)	\$ (7,521,820)	\$ (7,711,012)	\$ (7,005,068)	\$ (10,735,209)
Business activities	4,237,297	4,553,406	4,080,913	6,038,405	4,624,048	3,090,755	1,459,770	2,583,461	2,220,820	690,530
<b>Total Primary Government</b>	<b>(4,871,160)</b>	<b>(5,006,407)</b>	<b>(4,780,037)</b>	<b>(1,987,308)</b>	<b>(4,951,955)</b>	<b>(4,333,725)</b>	<b>(6,062,050)</b>	<b>(5,127,551)</b>	<b>(4,784,248)</b>	<b>(10,044,678)</b>
<b>General revenues and other changes in net position</b>										
<b>Governmental Activities:</b>										
Taxes										
Property taxes levied for general purposes	5,267,213	4,523,095	4,467,095	4,432,213	4,130,721	3,816,182	3,845,135	3,833,544	3,960,151	3,785,398
Hotel/motel taxes	856,407	923,788	814,263	774,064	728,017	553,966	526,504	473,055	439,838	456,994
Insurance premium taxes	1,886,162	1,773,061	1,636,651	1,531,963	1,466,120	1,415,987	1,333,111	1,221,874	1,258,448	1,270,366
Franchise taxes	1,734,055	1,845,269	1,898,393	1,765,369	1,740,726	1,897,448	1,974,408	1,815,932	1,688,915	1,587,617
Other taxes	800,842	818,972	818,739	793,086	776,577	798,934	818,160	773,241	751,225	812,149
Gain (loss) on sale of capital assets	-	48,572	37,789	19,355	(61,690)	28,465	16,597	377	4,641	(17,225)
Investment earnings	12	12	-	-	-	-	-	14,063	4,473	12,624
Miscellaneous	46,210	85,644	51,967	84,127	39,141	37,437	39,801	136,829	56,671	38,698
Transfers from (to) business-type activities	1,174,333	343,359	521,193	506,355	603,046	(2,311,318)	676,249	1,471,179	1,369,524	2,389,521
<b>Subtotal Governmental Activities</b>	<b>11,765,234</b>	<b>10,361,772</b>	<b>10,246,090</b>	<b>9,906,532</b>	<b>9,422,658</b>	<b>6,237,101</b>	<b>9,229,965</b>	<b>9,740,094</b>	<b>9,533,886</b>	<b>10,336,142</b>
<b>Business-type Activities:</b>										
Gain (loss) on the sale of capital assets	55,667	17,045	106,888	35,384	224,935	190,287	16,839	36,125	4,708	66,753
Investment earnings	164	289	315	344	1,045	4,411	11,822	4,414	4,153	9,316
Miscellaneous	28,118	65,876	7,246	24,545	43,608	69,463	94,586	186,479	248,261	163,021
Transfers from (to) governmental activities	(1,174,333)	(343,359)	(521,193)	(506,355)	(603,046)	2,311,318	(676,249)	(1,471,179)	(1,369,524)	(2,389,521)
<b>Subtotal Business-type Activities</b>	<b>(1,090,384)</b>	<b>(260,149)</b>	<b>(406,744)</b>	<b>(446,082)</b>	<b>(333,458)</b>	<b>2,575,479</b>	<b>(553,002)</b>	<b>(1,244,161)</b>	<b>(1,112,402)</b>	<b>(2,150,431)</b>
<b>Change in Net Position</b>										
Governmental activities	2,656,777	801,959	1,385,140	1,860,819	(153,345)	(1,187,379)	1,708,145	2,029,082	2,528,818	(399,067)
Business-type activities	3,146,912	4,293,257	3,674,169	5,612,322	4,290,590	5,666,234	906,768	1,339,299	1,108,418	(1,459,900)
<b>Total Primary Government</b>	<b>\$ 5,803,689</b>	<b>\$ 5,095,216</b>	<b>\$ 5,059,309</b>	<b>\$ 7,473,141</b>	<b>\$ 4,137,245</b>	<b>\$ 4,478,855</b>	<b>\$ 2,614,913</b>	<b>\$ 3,368,381</b>	<b>\$ 3,637,236</b>	<b>\$ (1,858,967)</b>

City of Statesboro, Georgia  
Government-wide Net Position by Category<sup>1</sup>  
Last Ten Fiscal Years  
(accrual basis of accounting)

	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013	June 30, 2012	June 30, 2011	June 30, 2010	June 30, 2009
<b>Governmental Activities</b>										
Net investment in capital assets	\$ 26,988,150	\$ 27,344,828	\$ 28,381,095	\$ 27,032,739	\$ 25,244,149	\$ 24,191,592	\$ 23,678,952	\$ 24,229,149	\$ 24,168,198	\$ 23,985,317
Restricted for:										
Capital projects	5,496,226	4,376,070	3,779,785	3,996,808	4,715,524	6,096,391	7,876,543	5,576,870	3,374,025	137,990
Specific projects and programs	1,503,004	1,135,386	1,289,188	1,187,986	967,803	709,155	796,432	865,624	821,383	810,377
Unrestricted	1,939,433	413,752	393,610	241,005	(328,593)	(244,910)	(412,320)	(440,181)	(161,226)	739,878
<b>Subtotal Governmental Activities Net Position</b>	<b>35,926,813</b>	<b>33,270,036</b>	<b>33,843,678</b>	<b>32,458,538</b>	<b>30,598,883</b>	<b>30,752,228</b>	<b>31,939,607</b>	<b>30,231,462</b>	<b>28,202,380</b>	<b>25,673,562</b>
<b>Business-type Activities</b>										
Net investment in capital assets	48,643,682	48,905,271	48,361,766	46,388,355	42,160,987	35,992,575	31,743,483	31,190,564	31,110,236	33,047,246
Restricted for revenue bond retirement	791,125	791,165	791,206	791,247	791,288	791,193	790,834	790,672	1,046,098	199,193
Renewal & extension	-	-	-	-	-	-	-	-	200,000	200,000
Unrestricted	12,993,492	9,584,951	6,479,802	4,779,003	3,394,458	5,272,375	4,034,144	3,680,457	1,966,060	(232,463)
<b>Subtotal Business-type Activities Net Position</b>	<b>62,428,299</b>	<b>59,281,387</b>	<b>55,632,774</b>	<b>51,958,605</b>	<b>46,346,733</b>	<b>42,056,143</b>	<b>36,568,461</b>	<b>35,661,693</b>	<b>34,322,394</b>	<b>33,213,976</b>
<b>Primary Government</b>										
Net investment in capital assets	75,631,832	76,250,099	76,742,861	73,421,094	67,405,136	60,184,167	55,422,435	55,419,713	55,278,434	57,032,563
Restricted										
Capital projects	5,496,226	4,376,070	3,779,785	3,996,808	4,715,524	6,096,391	7,876,543	5,576,870	3,374,025	137,990
Restricted for revenue bond retirement	791,125	791,165	791,206	791,247	791,288	791,193	790,834	790,672	1,046,098	199,193
Renewal & Extension	-	-	-	-	-	-	-	-	200,000	200,000
Specific projects and programs	1,503,004	1,135,386	1,289,188	1,187,986	967,803	709,155	796,432	865,624	821,383	810,377
Unrestricted	14,932,925	9,998,703	6,873,412	5,020,008	3,065,865	5,027,465	3,621,824	3,240,276	1,804,834	507,415
<b>Total Primary Government Net Position</b>	<b>\$ 98,355,112</b>	<b>\$ 92,551,423</b>	<b>\$ 89,476,452</b>	<b>\$ 84,417,143</b>	<b>\$ 76,945,616</b>	<b>\$ 72,808,371</b>	<b>\$ 68,508,068</b>	<b>\$ 65,893,155</b>	<b>\$ 62,524,774</b>	<b>\$ 58,887,538</b>

Notes:<sup>1</sup> Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets, restricted, and unrestricted. Net position is considered restricted only when (1) an external party, such as the State of Georgia or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City.

City of Statesboro, Georgia  
General Governmental Revenues by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Source	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Taxes	\$ 7,900,077	\$ 8,024,950	\$ 8,166,418	\$ 8,529,072	\$ 8,472,005	\$ 8,870,477	\$ 9,303,278	\$ 9,628,162	\$ 9,880,326	\$ 10,544,387
<sup>1</sup> Intergovernmental	2,723,959	6,450,717	5,859,254	5,445,203	5,748,585	4,611,692	5,988,720	5,637,313	5,868,040	6,330,377
Licenses and permits	703,815	865,829	926,979	941,669	1,071,307	861,217	982,677	1,013,905	869,805	956,063
Fines and forfeitures	1,766,110	1,568,641	1,475,975	1,469,610	1,246,407	1,382,420	1,318,504	1,285,361	1,129,784	895,373
Charges for services	1,055,605	1,088,090	1,108,952	1,089,401	1,172,760	1,308,021	1,261,129	1,393,435	1,412,469	1,526,754
Investment earnings	8,496	4,056	14,063	9,327	10,871	7,816	4,253	2,712	1,613	2,003
Miscellaneous	38,698	56,671	136,829	39,801	64,479	39,141	84,127	109,099	223,734	46,210
Total revenues	\$ 14,196,760	\$ 18,058,954	\$ 17,688,470	\$ 17,524,083	\$ 17,786,414	\$ 17,080,784	\$ 18,942,688	\$ 19,069,987	\$ 19,385,771	\$ 20,301,167
% change from prior year	-8.8%	27.2%	-2.1%	-0.9%	1.5%	-4.0%	10.9%	0.7%	1.7%	4.7%

**Note:**

<sup>1</sup> Includes special purpose local option sales tax revenue received from Bulloch County which fluctuated significantly for years prior to fiscal year 2010.

City of Statesboro, Georgia  
General Fund Tax Revenues by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Fiscal Year	Property	Vehicles	Franchise	Insurance Premium	Alcoholic Beverage	Other	Total
2009	3,581,923	191,028	1,587,617	1,270,366	683,371	128,778	7,443,083
2010	3,704,711	181,813	1,688,915	1,258,448	675,794	75,431	7,585,112
2011	3,695,637	186,679	1,815,932	1,221,874	647,353	125,888	7,693,363
2012	3,675,552	201,337	1,974,408	1,333,111	672,491	145,669	8,002,568
2013	3,524,293	281,377	1,897,448	1,415,987	690,423	108,511	7,918,039
2014	3,647,594	511,443	1,740,726	1,466,120	693,278	83,299	8,142,460
2015	3,923,619	515,177	1,765,369	1,531,963	698,554	94,532	8,529,214
2016	3,913,446	525,588	1,898,393	1,636,651	728,929	89,810	8,792,817
2017	3,932,217	513,100	1,845,269	1,773,061	729,276	89,696	8,882,619
2018	4,635,931	531,768	1,734,055	1,886,162	705,590	95,252	9,588,758

Percentage Change In Dollars Over 10 Years	29%	178%	9%	48%	3%	-26%	29%
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City of Statesboro, Georgia  
General Governmental Expenditures by Function  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Function	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Current:</b>										
General government	\$ 2,461,925	\$ 2,202,086	\$ 2,396,839	\$ 1,762,517	\$ 1,838,780	\$ 1,839,076	\$ 1,514,518	\$ 1,515,172	\$ 1,808,797	\$ 1,737,183
Municipal court	684,444	588,804	555,219	541,681	569,468	555,185	576,371	526,926	478,322	426,030
Public safety	7,973,168	8,441,641	7,961,549	8,135,532	8,192,129	8,456,060	9,259,590	9,240,059	9,577,021	9,887,126
Streets/public works	1,779,706	1,852,879	1,849,010	1,917,899	1,940,179	1,987,420	2,030,080	1,965,707	2,067,443	1,866,452
Parks and cemeteries	444,407	430,178	376,518	338,438	377,665	369,113	367,113	346,163	402,194	379,011
Engineering	721,165	797,572	557,869	396,485	403,009	410,968	366,351	202,100	243,844	330,604
Planning and zoning	290,564	319,139	465,345	260,767	314,132	366,749	367,044	294,395	300,439	325,620
Community services	436,326	185,625	171,704	171,883	166,669	169,058	182,010	160,532	167,843	163,531
Community development	539,549	533,993	554,130	622,364	857,758	927,358	703,722	776,956	877,751	822,829
<b>Total Current</b>	<b>15,331,254</b>	<b>15,351,917</b>	<b>14,888,183</b>	<b>14,147,566</b>	<b>14,659,789</b>	<b>15,080,987</b>	<b>15,366,799</b>	<b>15,028,010</b>	<b>15,923,654</b>	<b>15,938,386</b>
<b>% Change From Prior Year</b>	<b>6.4%</b>	<b>0.1%</b>	<b>-3.0%</b>	<b>-5.0%</b>	<b>3.6%</b>	<b>2.9%</b>	<b>1.9%</b>	<b>-2.2%</b>	<b>6.0%</b>	<b>0.1%</b>
<b>Capital Outlay</b>	<b>1,062,731</b>	<b>1,547,723</b>	<b>1,575,578</b>	<b>1,232,555</b>	<b>3,961,860</b>	<b>3,011,216</b>	<b>3,236,507</b>	<b>3,103,395</b>	<b>1,492,751</b>	<b>2,072,021</b>
<b>% Change From Prior Year</b>	<b>-56.3%</b>	<b>45.6%</b>	<b>1.8%</b>	<b>-21.8%</b>	<b>221.4%</b>	<b>-24.0%</b>	<b>7.5%</b>	<b>-4.1%</b>	<b>-51.9%</b>	<b>38.8%</b>
<b>Debt Service</b>										
Principal	347,306	304,313	331,413	278,869	223,853	486,759	469,498	420,441	410,540	489,751
Interest	30,966	34,202	42,893	27,512	22,064	51,909	24,249	20,231	19,806	44,936
<b>Total Debt Service</b>	<b>378,272</b>	<b>338,515</b>	<b>374,306</b>	<b>306,381</b>	<b>245,917</b>	<b>538,668</b>	<b>493,747</b>	<b>440,672</b>	<b>430,346</b>	<b>534,687</b>
<b>% Change From Prior Year</b>	<b>25.9%</b>	<b>-10.5%</b>	<b>10.6%</b>	<b>-18.1%</b>	<b>-19.7%</b>	<b>119.0%</b>	<b>-8.3%</b>	<b>-10.7%</b>	<b>-2.3%</b>	<b>24.2%</b>
<b>Total Expenditures</b>	<b>\$ 16,772,257</b>	<b>\$ 17,238,155</b>	<b>\$ 16,838,067</b>	<b>\$ 15,686,502</b>	<b>\$ 18,867,566</b>	<b>\$ 18,630,871</b>	<b>\$ 19,097,053</b>	<b>\$ 18,572,077</b>	<b>\$ 17,846,751</b>	<b>\$ 18,545,094</b>
<b>% Change From Prior Year</b>	<b>-2.2%</b>	<b>2.8%</b>	<b>-2.3%</b>	<b>-6.8%</b>	<b>20.3%</b>	<b>-1.3%</b>	<b>2.5%</b>	<b>-2.7%</b>	<b>-3.9%</b>	<b>3.9%</b>
<b>Debt Service as a Percentage of Total Noncapital Expenditures</b>	<b>2.4%</b>	<b>2.2%</b>	<b>2.5%</b>	<b>2.1%</b>	<b>1.6%</b>	<b>3.4%</b>	<b>3.1%</b>	<b>2.8%</b>	<b>2.6%</b>	<b>3.2%</b>

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Total Revenues</b>	\$ 14,196,760	\$ 18,058,954	\$ 17,688,470	\$ 17,524,083	\$ 17,786,414	\$ 17,080,784	\$ 18,942,688	\$ 19,069,987	\$ 19,385,771	\$ 20,301,167
<b>Total Expenditures</b>	16,772,257	17,238,155	16,838,067	15,686,502	18,867,566	18,630,871	19,097,053	18,572,077	17,846,751	18,545,094
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(2,575,497)	820,799	850,403	1,837,581	(1,081,152)	(1,550,087)	(154,365)	497,910	1,539,020	1,756,073
<b>Other Financing Sources (Uses)</b>	2,290,973	1,404,892	1,479,037	773,443	(800,814)	680,585	182,324	476,428	502,958	903,557
<b>Net Change in Fund Balances</b>	(284,524)	2,225,691	2,329,440	2,611,024	(1,881,966)	(869,502)	27,959	974,338	2,041,978	2,659,630



City of Statesboro, Georgia  
Governmental Fund - Fund Balances  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Fund</b>										
Nonspendable	\$ 174,009	\$ 197,547	\$ 214,608	\$ 211,929	\$ 233,964	\$ 185,417	\$ 255,626	\$ 263,632	\$ 42,374	\$ 36,770
Unassigned	947,789	(98,438)	(33,145)	290,475	313,505	614,769	1,387,427	2,501,862	4,089,876	5,196,777
<b>Subtotal General Fund</b>	<b>1,121,798</b>	<b>99,109</b>	<b>181,463</b>	<b>502,404</b>	<b>547,469</b>	<b>800,186</b>	<b>1,643,053</b>	<b>2,765,494</b>	<b>4,132,250</b>	<b>5,233,547</b>
<b>General Fund Percentage Change</b>	<b>-32.0%</b>	<b>-91.2%</b>	<b>83.1%</b>	<b>176.9%</b>	<b>9.0%</b>	<b>46.2%</b>	<b>105.3%</b>	<b>68.3%</b>	<b>49.4%</b>	<b>26.7%</b>
<b>All Other Governmental Funds</b>										
Nonspendable	11,045	17,613	17,370	23,792	31,726	42,708	39,390	46,827	42,348	38,488
Assigned	-	-	-	59,602	-	16,513	29,593	-	-	-
Unassigned	-	-	(64,478)	-	(256,988)	(405,267)	(316,375)	(348,657)	(116,668)	(45,359)
Restricted										
Special Revenue Funds	799,332	803,770	848,254	772,640	934,417	1,330,362	1,148,596	1,242,361	1,093,788	1,464,516
Capital Projects Fund	136,651	3,374,025	5,641,348	7,876,543	6,096,391	4,699,011	3,967,215	3,779,785	4,376,070	5,496,226
<b>Subtotal All Other Governmental Funds</b>	<b>947,028</b>	<b>4,195,408</b>	<b>6,442,494</b>	<b>8,732,577</b>	<b>6,805,546</b>	<b>5,683,327</b>	<b>4,868,419</b>	<b>4,720,316</b>	<b>5,395,538</b>	<b>6,953,871</b>
<b>Total Governmental Funds</b>										
Nonspendable	185,054	215,160	231,978	235,721	265,690	228,125	295,016	310,459	84,722	75,258
Assigned	-	-	-	59,602	-	16,513	29,593	-	-	-
Restricted	935,983	4,177,795	6,489,602	8,649,183	7,030,808	6,029,373	5,115,811	5,022,146	5,469,858	6,960,742
Unassigned	947,789	(98,438)	(97,623)	290,475	56,517	209,502	1,071,052	2,153,205	3,973,208	5,151,418
<b>Total Governmental Funds</b>	<b>\$ 2,068,826</b>	<b>\$ 4,294,517</b>	<b>\$ 6,623,957</b>	<b>\$ 9,234,981</b>	<b>\$ 7,353,015</b>	<b>\$ 6,483,513</b>	<b>\$ 6,511,472</b>	<b>\$ 7,485,810</b>	<b>\$ 9,527,788</b>	<b>\$ 12,187,418</b>
<b>All Governmental Funds Percentage Change</b>	<b>-12.1%</b>	<b>107.6%</b>	<b>54.2%</b>	<b>39.4%</b>	<b>-20.4%</b>	<b>-11.8%</b>	<b>0.4%</b>	<b>15.0%</b>	<b>27.3%</b>	<b>27.9%</b>

**City of Statesboro, Georgia**  
**Taxable Assessed Value and Estimated Actual Value of Property**  
**Last Ten Fiscal Years**

Fiscal Year	Amounts										Percentages		
	Motor										Total		
	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Conservation Use Property	Utility Property	Other Property	Less: Tax Exempt Property	Total Taxable Assessed Value <sup>1</sup>	Direct Tax Rate <sup>2</sup>	Estimated Actual Value	Annual Percentage Change	
2009	198,301,459	364,606,300	9,438,297	788,800	527,600	15,171,200	120,480	7,730,648	613,371,554	6.358	1,552,755,505	4.2%	
2010	200,928,770	371,633,720	11,259,654	746,640	527,600	15,104,470	64,840	8,572,899	624,339,081	6.358	1,582,279,950	1.9%	
2011	196,866,411	364,696,848	10,189,050	736,640	690,800	15,060,270	64,840	8,019,526	609,059,797	6.358	1,542,698,308	-2.5%	
2012	187,609,087	371,446,074	10,948,474	808,861	1,017,661	14,301,419	-	8,662,633	606,125,908	6.358	1,536,971,353	-0.4%	
2013	173,205,402	366,085,868	12,311,779	712,904	1,017,608	14,727,479	-	9,396,663	588,780,679	6.358	1,495,443,355	-2.7%	
2014	170,620,330	376,645,879	11,862,370	722,925	998,417	15,091,201	-	8,865,865	599,467,217	6.358	1,520,832,705	1.7%	
2015	171,698,992	426,599,183	13,124,317	839,776	919,170	14,825,297	7,300	8,950,361	646,382,000	6.358	1,638,330,903	7.7%	
2016	180,065,696	464,110,200	13,706,737	820,403	1,292,307	14,650,801	-	10,466,933	683,653,842	6.358	1,735,301,938	5.9%	
2017	179,502,378	436,409,738	16,756,554	807,030	919,170	14,782,713	11,031	10,385,454	653,201,157	6.358	1,658,966,528	-4.4%	
2018	184,614,357	443,388,584	13,269,868	811,361	911,599	15,204,106	9,485	6,607,436	662,454,612	6.358	1,672,655,120	0.8%	

Fiscal Year	Percentages										Total		
	Motor										Total		
	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Conservation Use Property	Utility Property	Other Property	Less: Tax Exempt Property	Total Taxable Assessed Value <sup>1</sup>	Direct Tax Rate <sup>2</sup>	Estimated Actual Value	Annual Percentage Change	
2009	31.9%	58.7%	1.5%	0.1%	0.1%	2.4%	0.0%	1.3%	98.7%	6.358	1,552,755,505	4.2%	
2010	31.7%	58.7%	1.8%	0.1%	0.1%	2.4%	0.0%	1.4%	98.6%	6.358	1,582,279,950	1.9%	
2011	31.9%	59.1%	1.7%	0.1%	0.1%	2.4%	0.0%	1.3%	98.7%	6.358	1,542,698,308	-2.5%	
2012	30.5%	60.4%	1.8%	0.1%	0.2%	2.3%	0.0%	1.4%	98.6%	6.358	1,536,971,353	-0.4%	
2013	29.0%	61.2%	2.1%	0.1%	0.2%	2.5%	0.0%	1.6%	98.4%	6.358	1,495,443,355	-2.7%	
2014	28.0%	61.9%	1.9%	0.1%	0.2%	2.5%	0.0%	1.5%	98.5%	6.358	1,520,832,705	1.7%	
2015	26.2%	65.1%	2.0%	0.1%	0.1%	2.3%	0.0%	1.4%	98.6%	6.358	1,638,330,903	7.7%	
2016	25.9%	66.9%	2.0%	0.1%	0.2%	2.1%	0.0%	1.5%	98.5%	6.358	1,735,301,938	5.9%	
2017	27.1%	65.8%	2.5%	0.1%	0.1%	2.2%	0.0%	1.6%	98.4%	6.358	1,658,966,528	-4.4%	
2018	27.6%	66.3%	2.0%	0.1%	0.1%	2.3%	0.0%	1.0%	99.0%	6.358	1,672,655,120	0.8%	

**Source:**

Georgia Department of Revenue, Tax Digest Consolidation Summary  
Bulloch County Consolidation & Evaluation of Digest submitted to City Tax Office

**Notes:**

<sup>1</sup> All property is assessed at 40% of fair market value.

<sup>2</sup> Tax rates expressed in rate per \$1,000

**City of Statesboro, Georgia**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
*(rate per \$1,000 of assessed taxable value)*

Fiscal Year	City Direct Rate	Overlapping Rates <sup>1</sup>				Total Overlapping and Direct
		Bulloch County	Bulloch County Schools	State of Georgia <sup>2</sup>	Total Overlapping	
2009	6.358	10.440	9.450	0.250	20.140	26.498
2010	6.358	10.440	9.450	0.250	20.140	26.498
2011	6.358	10.440	9.450	0.250	20.140	26.498
2012	6.358	10.440	9.450	0.250	20.140	26.498
2013	6.358	10.440	9.950	0.200	20.590	26.948
2014	6.358	10.440	9.950	0.200	20.590	26.948
2015	6.358	10.440	9.950	0.200	20.590	26.948
2016	6.358	10.440	9.950	0.200	20.590	26.948
2017	6.358	10.440	9.950	0.200	20.590	26.948
2018	7.308	12.340	9.685	0.200	22.225	29.533

**Source:**

Georgia Department of Revenue, Property Tax Division

**Notes:**

<sup>1</sup> Overlapping rates are those of Bulloch County governments and the State of Georgia that apply to property owners within the City of Statesboro.

<sup>2</sup> The State of Georgia levies one fifth of one mill on each county's taxable property to help finance their certification of each Georgia county's tax digests.

**City of Statesboro, Georgia**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the		Collections in Subsequent Years	Total Collections to Date		Total	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy	Uncollected Taxes Amount	Percentage of Levy
2009	3,726,612	3,581,923	96.12%	144,596	3,726,519	100.00%	93	0.00%
2010	3,761,983	3,704,711	98.48%	57,054	3,761,765	100.00%	218	0.00%
2011	3,689,454	3,622,799	98.19%	66,474	3,689,273	100.00%	181	0.00%
2012	3,691,019	3,675,552	99.58%	15,092	3,690,644	100.00%	375	0.00%
2013	3,559,927	3,524,293	99.00%	35,022	3,559,315	100.00%	612	0.00%
2014	3,722,640	3,647,594	97.98%	74,750	3,722,344	100.00%	296	0.00%
2015	3,935,960	3,923,619	99.69%	11,626	3,935,245	100.00%	715	0.00%
2016	3,971,469	3,913,446	98.54%	32,506	3,945,952	99.36%	25,517	0.64%
2017	4,061,440	4,006,140	99.11%	36,619	4,042,759	99.54%	18,681	0.46%
2018	4,718,706	4,677,005	99.12%	-	4,677,005	99.12%	41,701	0.88%

Source:

City of Statesboro Tax Office

**City of Statesboro, Georgia**  
**Principal Property Taxpayers**  
*For the Fiscal Year Ended June 30, 2018 and Nine Years Ago*

	2018			2009		
	Principal Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Principal Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
	Breckenridge Group Statesboro	\$ 17,844,315	2.69%	Statesboro HMA Inc.	\$ 17,188,160	2.80%
	Statesboro HMA Inc.	17,117,616	2.58%	Campus Club Associates, LLC	11,263,201	1.80%
	The Hamptons Statesboro LLC	12,392,556	1.87%	Copper Beech Townhome	10,748,201	1.80%
	Monarch 301 Apts, LLC	11,098,512	1.68%	Frontier Communications of GA	8,992,111	1.47%
	Forum Statesboro LLC	9,643,291	1.46%	Fairfield Statesboro Exchange	7,694,560	1.25%
	Layton Land LLC & Bonnie Screws	9,154,323	1.38%	Lanier Inman	6,586,120	1.07%
	Copper Beech Townhome LLLP	8,960,368	1.35%	Lanier Inman L. Jr as Trustee	6,311,441	1.03%
	Diamond URS Statesboro LLC	8,957,604	1.35%	Lanier Drive Associates LLC	5,624,601	0.92%
	Georgia Power Co.	8,702,709	1.31%	Georgia Power	5,471,480	0.89%
	AP III South Owner LLC	7,327,304	1.11%	The Garden District	5,366,880	0.87%
	Total Principal Taxpayers	111,198,598	16.79%	Total Principal Taxpayers	85,246,755	13.90%
	All Other Taxpayers	551,256,014	83.21%	All Other Taxpayers	528,124,799	86.10%
	Total	\$ 662,454,612	100.00%	Total	\$ 613,371,554	100.00%

**Source:**

City of Statesboro Tax Office

**City of Statesboro, Georgia**  
**Overlapping Sales Tax Rates<sup>1</sup>**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>State of Georgia</b>	<b>Bulloch County</b>			<b>Total Overlapping Rate</b>
		<b>LOST</b>	<b>SPLOST<sup>2</sup></b>	<b>E-SPLOST<sup>3</sup></b>	
2009	4.00%	1.00%	1.00%	1.00%	7.00%
2010	4.00%	1.00%	1.00%	1.00%	7.00%
2011	4.00%	1.00%	1.00%	1.00%	7.00%
2012	4.00%	1.00%	1.00%	1.00%	7.00%
2013	4.00%	1.00%	1.00%	1.00%	7.00%
2014	4.00%	1.00%	1.00%	1.00%	7.00%
2015	4.00%	1.00%	1.00%	1.00%	7.00%
2016	4.00%	1.00%	1.00%	1.00%	7.00%
2017	4.00%	1.00%	1.00%	1.00%	7.00%
2018	4.00%	1.00%	1.00%	1.00%	7.00%

**Source:**

Georgia Department of Revenue, Sales and Use Tax Division

**Notes:**

<sup>1</sup>State law does not authorize the City to directly levy a sales tax, however, the City has an agreement with Bulloch County that they will receive amounts from the 2013 special purpose local option sales taxes.

<sup>2</sup> The current special purpose local option sales tax was approved effective October 1, 2013 and expires September 30, 2019.

<sup>3</sup>Effective January 1, 2004 the Bulloch County Board of Education began levying a 1% special purpose local option sales tax.



City of Statesboro, Georgia  
Water and Sewer Rates  
Fiscal Years 2009 - 2018

If a Customer Has Both Water and Sewer Services, the Rates Are:

Fiscal Year	Water				
	Inside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-19,000 Gallons	20,000-49,000 Gallons	Rate per 50,000 Gallons and up
2009	4.60	1.94	2.04	2.04	2.14
2010	6.00	2.15	2.25	2.50	3.00
2011	6.50	2.25	2.35	2.60	3.15
2012	6.50	2.25	2.35	2.60	3.15
2013	6.50	2.25	2.35	2.60	3.15
2014	6.50	2.25	2.35	2.60	3.15
2015	6.50	2.25	2.35	2.60	3.15
2016	6.50	2.25	2.35	2.60	3.15
2017	7.50	2.25	2.35	2.60	3.15
2018	7.50	2.25	2.35	2.60	3.15

Fiscal Year	Outside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-19,000 Gallons	20,000-49,000 Gallons	Rate per 50,000 Gallons and up
	Rate		Gallons	Gallons	
2009	9.20	3.88	4.08	4.08	4.28
2010	12.00	4.30	4.50	5.00	6.00
2011	13.00	4.50	4.70	5.20	6.30
2012	13.00	4.50	4.70	5.20	6.30
2013	13.00	4.50	4.70	5.20	6.30
2014	13.00	4.50	4.70	5.20	6.30
2015	13.00	4.50	4.70	5.20	6.30
2016	13.00	4.50	4.70	5.20	6.30
2017	15.00	4.50	4.70	5.20	6.30
2018	15.00	4.50	4.70	5.20	6.30

Fiscal Year	Inside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 50,000 Gallons and up
	Rate		Gallons	
2009	4.60	2.35	2.45	2.55
2010	6.00	2.60	2.70	2.80
2011	6.50	2.70	2.80	2.90
2012	6.50	2.70	2.80	2.90
2013	6.50	2.70	2.80	2.90
2014	6.50	2.70	2.80	2.90
2015	6.50	2.70	2.80	2.90
2016	6.50	2.70	2.80	2.90
2017	7.50	2.70	2.80	2.90
2018	7.50	2.70	2.80	2.90

Fiscal Year	Outside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 50,000 Gallons and up
	Rate		Gallons	
2009	9.20	4.70	4.90	5.10
2010	12.00	5.20	5.40	5.60
2011	13.00	5.40	5.60	6.30
2012	13.00	5.40	5.60	5.80
2013	13.00	5.40	5.60	5.80
2014	13.00	5.40	5.60	5.80
2015	13.00	5.40	5.60	5.80
2016	13.00	5.40	5.60	5.80
2017	15.00	5.40	5.60	5.80
2018	15.00	5.40	5.60	5.80

Note: Rates are based on 5/8" meter, which is the standard household meter size.

(continued)

City of Statesboro, Georgia  
Water and Sewer Rates  
Fiscal Years 2009 - 2018

(continued)

**If a Residential Customer Has Water Service Only, The Rates Are:**

Fiscal Year	Water				
	Inside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 20,000-49,000 and up	Rate per 50,000 Gallons and up
2009	9.20	1.94	2.04	2.04	2.14
2010	12.00	2.15	2.25	2.50	3.00
2011	13.00	2.25	2.35	2.60	3.15
2012	13.00	2.25	2.35	2.60	3.15
2013	13.00	2.25	2.35	2.60	3.15
2014	13.00	2.25	2.35	2.60	3.15
2015	13.00	2.25	2.35	2.60	3.15
2016	13.00	2.25	2.35	2.60	3.15
2017	15.00	2.25	2.35	2.00	3.15
2018	15.00	2.25	2.35	2.00	3.15

Fiscal Year	Outside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 20,000-49,000 Gallons	Rate per 50,000 Gallons and up
2009	18.40	3.88	4.08	4.08	4.28
2010	24.00	4.30	4.50	5.00	6.00
2011	26.00	4.50	4.70	5.20	6.30
2012	26.00	4.50	4.70	5.20	6.30
2013	26.00	4.50	4.70	5.20	6.30
2014	26.00	4.50	4.70	5.20	6.30
2015	26.00	4.50	4.70	5.20	6.30
2016	26.00	4.50	4.70	5.20	6.30
2017	30.00	4.50	4.70	5.20	6.30
2018	30.00	4.50	4.70	5.20	6.30

**If a Customer Has Sewer Service Only, The Rates Are:**

Fiscal Year	Sewer			
	Inside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 50,000 Gallons and up
2009	9.20	2.35	2.45	2.55
2010	12.00	2.60	2.70	2.80
2011	13.00	2.70	2.80	2.90
2012	13.00	2.70	2.80	2.90
2013	13.00	2.70	2.80	2.90
2014	13.00	2.70	2.80	2.90
2015	13.00	2.70	2.80	2.90
2016	13.00	2.70	2.80	2.90
2017	15.00	2.70	2.80	2.90
2018	15.00	2.70	2.80	2.90

Fiscal Year	Outside Base Rate	Rate per 0-9000 Gallons	Rate per 10,000-49,000 Gallons	Rate per 50,000 Gallons and up
2009	18.40	4.70	4.90	5.10
2010	24.00	5.20	5.40	5.60
2011	26.00	5.40	5.60	5.80
2012	26.00	5.40	5.60	5.80
2013	26.00	5.40	5.60	5.80
2014	26.00	5.40	5.60	5.80
2015	26.00	5.40	5.60	5.80
2016	26.00	5.40	5.60	5.80
2017	30.00	5.40	5.60	5.80
2018	30.00	5.40	5.60	5.80

Note: Rates are based on 5/8" meter, which is the standard household meter size.

**City of Statesboro, Georgia**  
**Water Sold by Type of Customer**  
**Last Ten Fiscal Years**  
*(in millions of gallons)*

Type of Customer	Fiscal Year 2009		Fiscal Year 2010		Fiscal Year 2011		Fiscal Year 2012		Fiscal Year 2013	
	Gallons	%	Gallons	%	Gallons	%	Gallons	%	Gallons	%
Residential	616.8	56%	574.5	52%	590.6	55%	527.3	47%	565.8	51%
Industrial	75.0	7%	75.5	7%	77.7	7%	159.7	14%	55.9	5%
Commercial	339.0	31%	248.6	23%	270.3	25%	255.5	23%	258.8	23%
Government	69.3	6%	118.5	11%	126.6	12%	178.5	16%	239.7	21%
Total	1,100.1	100%	1,100.1	100%	1,065.2	100%	1,121.0	100%	1,120.2	100%

Type of Customer	Fiscal Year 2014		Fiscal Year 2015		Fiscal Year 2016		Fiscal Year 2017		Fiscal Year 2018	
	Gallons	%	Gallons	%	Gallons	%	Gallons	%	Gallons	%
Residential	557.7	51%	554.9	50%	582.9	52%	596.0	52.3%	573.6	50.3%
Industrial	65.0	6%	81.0	7%	75.0	7%	85.2	7.5%	91.9	8.1%
Commercial	241.5	22%	239.8	21%	231.4	21%	247.8	21.7%	237.2	20.8%
Government	233.1	21%	240.6	22%	221.0	20%	211.2	18.5%	236.8	20.8%
Total	1,097.3	100%	1,116.3	100%	1,110.3	100%	1,140.2	100%	1,139.5	100%

**City of Statesboro, Georgia**  
*Ratios of Total Debt Outstanding by Type*  
*Last Ten Fiscal Years*

Fiscal Year	Governmental- Activities	Business-type Activities					Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Leases	Water Bonds	Gas Notes	Water Notes	Capital Leases	Total			
2009	1,734,864	485,000	394,398	9,801,212	365,872	11,046,482	12,781,346	3.9%	508
2010	1,764,662	15,040,000	334,949	3,414,117	285,697	19,074,763	20,839,425	6.0%	775
2011	1,433,249	14,565,000	311,396	3,619,516	205,522	18,701,434	20,134,683	5.6%	706
2012	1,226,380	14,115,000	287,128	3,548,390	125,347	18,075,865	19,302,245	4.2%	663
2013	2,559,566	13,650,000	262,125	3,393,763	52,173	17,358,061	19,917,627	3.4%	656
2014	2,141,210	13,175,440	236,363	3,232,490	-	16,644,293	18,785,503	3.4%	651
2015	1,937,238	12,695,000	209,820	3,064,216	-	15,969,036	17,906,274	2.8%	590
2016	1,492,985	12,195,000	182,426	2,888,633	-	15,266,059	16,759,044	2.4%	546
2017	1,391,630	11,675,000	154,247	2,705,455	433,108	14,967,810	16,359,440	3.7%	630
2018	920,632	11,140,000	117,819	2,514,343	736,293	14,508,455	15,429,087	1.7%	481

**Notes:**

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

City of Statesboro, Georgia  
*Legal Debt Margin*  
*Last Ten Fiscal Years*  
*(Amounts presented in \$1,000)*

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Assessed Value</b>	\$ 613,372	\$ 624,339	\$ 609,060	\$ 606,126	\$ 588,781	\$ 599,467	\$ 646,382	\$ 683,654	\$ 653,201	\$ 662,455
<b>Legal Debt Margin</b>										
Debt limit (10% of assessed value)	\$ 61,337	\$ 62,434	\$ 60,906	\$ 60,613	\$ 58,878	\$ 59,947	\$ 64,638	\$ 68,365	\$ 65,320	\$ 66,246
Debt applicable to limit:										
General obligation bonds	-	-	-	-	-	-	-	-	-	-
Less: Amount reserved for repayment of general obligation debt	-	-	-	-	-	-	-	-	-	-
Total debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 61,337	\$ 62,434	\$ 60,906	\$ 60,613	\$ 58,878	\$ 59,947	\$ 64,638	\$ 68,365	\$ 65,320	\$ 66,246
As a percentage of debt limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**Note:**

Under Article 9, Section 5, Paragraph 1 of the State of Georgia Constitution, the City's outstanding general obligation debt should not exceed 10% of the assessed valuation of taxable property within the City.

City of Statesboro, Georgia  
Direct and Overlapping Debt  
June 30, 2018

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Amount Applicable to Primary Government</u>
<b>Debt Repaid With Property Taxes</b>			
Bulloch County Board of Education <sup>1</sup>	\$ 48,875,000	100.0%	\$ 48,875,000
<b>City Direct Debt</b>			<u>920,632</u>
<b>Total Direct and Overlapping Debt</b>			<u><u>\$ 49,795,632</u></u>

**Source:**

<sup>1</sup> Bulloch County Board of Education

**Notes:**

<sup>2</sup> Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.

<sup>3</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using assessed property values. Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the City's boundaries and dividing it by each unit's total assessed value.



**City of Statesboro, Georgia**  
***Pledged Revenue Bond Coverage***  
***Last Ten Fiscal Years***

<b>Water and Sewer Revenue Bonds</b>							
<b>Fiscal Year</b>	<b>Operating Revenue</b>	<b>Less: Operating Expenses<sup>1</sup></b>	<b>Net Available Revenue</b>	<b>Debt Service</b>			<b>Times Coverage<sup>2</sup></b>
				<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2009	6,911,791	4,323,869	2,587,922	255,000	31,512	286,512	9.03
2010	8,242,802	4,620,860	3,621,942	270,000	25,085	295,085	12.27
2011	9,152,401	5,259,636	3,892,765	475,000	558,425	1,033,425	3.77
2012	8,648,835	5,785,579	2,863,256	450,000	733,400	1,183,400	2.42
2013	9,560,134	6,491,839	3,068,295	465,000	712,666	1,177,666	2.61
2014	9,214,751	6,380,134	2,834,617	475,000	696,065	1,171,065	2.42
2015	10,415,470	6,403,427	4,012,043	500,000	560,222	1,060,222	3.78
2016	10,747,625	6,517,673	4,229,952	520,000	541,022	1,061,022	3.99
2017	11,346,287	5,975,521	5,370,766	520,000	521,021	1,041,021	5.16
2018	11,004,017	6,148,221	4,855,796	535,000	505,421	1,040,421	4.67

**Notes:**

<sup>1</sup> Operating expenses do not include depreciation or interest.

<sup>2</sup> The net revenues of the system must equal at least 1.20 times the highest annual debt service on bonds outstanding.

City of Statesboro, Georgia  
Principal Employers  
For the Fiscal Year Ended June 30, 2018 and Nine Years Ago

<u>Employer</u>	2018		2009	
	<u>Number of Employees</u>	<u>Percentage of Total City Employment</u>	<u>Number of Employees</u>	<u>Percentage of Total City Employment</u>
Georgia Southern University	3,564	26.63%	1,974	17.84%
Bulloch County Board of Education	1,493	11.16%	1,431	12.93%
East Georgia Regional Medical Center	800	3.92%	715	6.46%
Wal-Mart Supercenter	525	2.85%	594	5.37%
Bulloch County Board of Commissioners	381	5.98%	359	3.24%
City of Statesboro	310	2.32%	274	2.48%
H. A. Sack Company	300	2.24%	105	0.95%
Lowe's Home Center	200	1.49%	103	0.93%
Claude Howard Lumber	130	0.74%	100	0.90%
Braswells	99	0.97%	87	0.79%
<b>Total Principal Employers</b>	<b>7,802</b>	<b>58.30%</b>	<b>5,742</b>	<b>51.89%</b>
Other Employers	<b>5,580</b>	<b>41.70%</b>	<b>5,324</b>	<b>48.11%</b>
<b>Total All Employers</b>	<b>13,382</b>	<b>100.00%</b>	<b>11,066</b>	<b>100.00%</b>

**Source:**

All Employers H/R Department  
Department of Labor -Statesboro  
Bulloch County Board of Education  
Bulloch County Board of Commissioners  
East Georgia Medical Center Human Resource Department  
Wal-Mart Super Center People Department

**City of Statesboro, Georgia**  
**Demographic and Economic Statistics**  
**Last Ten Years**

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<b>Year</b>	<b>Estimated Population</b>	<b>Personal Income</b>	<b>Per Capita Income</b>	<b>Median Age</b>	<b>School Enrollment</b>	<b>Unemployment Rate</b>
2009	25,165	327,572,805	13,017	22	9,476	9.1%
2010	26,874	349,818,858	13,017	22	9,530	10.4%
2011	28,522	359,947,640	12,620	22	9,367	12.7%
2012	29,104	457,049,216	15,704	29	9,890	10.2%
2013	30,382	577,744,112	19,016	22	9,858	14.3%
2014	28,844	548,728,256	19,024	22	9,861	12.0%
2015	30,367	635,854,613	20,939	23	10,342	8.9%
2016	30,721	699,302,123	22,763	23	10,185	8.9%
2017	31,238	798,849,374	25,573	23	10,533	6.5%
2018	32,101	912,438,824	28,424	23	10,473	5.1%

**Sources:**

Suburbanstats.org/statesboro/ga

Zoomprospector.com/communitydetail.

Georgia Department of Education

Department of Labor

**City of Statesboro, Georgia**  
**City Employees by Function/Program**  
**Last Ten Fiscal Years**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b><u>Function/program</u></b>										
City Manager's Office	3	3	2	2	2	2	2	2	3	3
City Clerk's Office	10	10	3	3	3	3	3	3	3	3
Finance	6	6	6	6	6	6	7	7	6	6
Legal Division	0	0	1	1	1	1	1	1	1	1
Human Resources	2	2	1	2	2	2	2	3	3	3
Governmental Buildings	3	2	1	0	0	1	1	1	1	1
Engineering	6	7	6	5	5	5	5	3.5	3.5	3.5
Customer Service Division	0	0	4	5	6	6	6	6	6	6
Municipal Court	3	2	3	3	3	3	3	3	3	3
Police Administration	77	76	75.5	74.5	75.5	78.5	83.5	85.5	4	4
Police Support Bureau	0	0	0	0	0	0	0	0	14	13
Police Investigations Bureau	0	0	0	0	0	0	0	0	11	11
Police Patrol Bureau	0	0	0	0	0	0	0	0	58	58
Animal Control	0	2	0	0	0	0	0	0	2	2
Public Works Administration	2	2	2	2	2	2	2	2	2	2
Streets	22	22	21	21	21	22	22	22	22	22
Parks	9	9	8	7	7	7	7	7	7	7
Protective Inspections	4	4	2	2	2	2	2	2	2	2
Planning and Development	3	3	4	4	4	4	4	5	5	5
Code Compliance	0	0	2	2	2	2	2	2	0	0
Fire Department	33	33	32.5	37.5	43.5	47.5	50.5	50.5	50	50
Alcohol Beverage Control Fund	0	0	0	0	0	0	0	1	1	1
Water and Sewer	23	23.5	23.5	23.5	24.5	24.5	23.5	23.5	23.5	23.5
Wastewater Treatment Plant	27	27	27	27	28	28	28	28	27	27
Storm Water Utility Fund	0	0	0	0	0	0	0	6.5	6.5	6.5
Natural Gas	9	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5
Solid Waste Collection	16	16	15	16	18	18	18	18	18	18
Solid Waste Disposal	8	8	8	8	8	8	8	8	8	8
Fleet Management	6	6	6	6	6	6	6	6	6	6
Information Technology	2	3	4	4	4	5	7	6	6	6
<b>Total</b>	<b>274</b>	<b>275</b>	<b>266</b>	<b>270</b>	<b>282</b>	<b>292</b>	<b>302</b>	<b>311</b>	<b>311</b>	<b>310</b>

**Source:**

City of Statesboro's Finance department

**City of Statesboro, Georgia**  
**Capital Asset and Infrastructure Statistics by Function/Program**  
**Last Ten Fiscal Years**

<u>Function/program</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Police										
Stations	1	1	1	1	1	1	1	1	1	1.25
Patrol units	49	43	47	50	47	53	54	62	62	65
Fire stations	2	2	2	2	2	2	2	2	2	2
Refuse collection										
Collection trucks	7	9	9	9	11	14	14	16	18	18
Streets and highways										
Streets (miles)	119	119	119	120	121	121	121	122	122	122
Traffic signals	15	15	15	15	16	16	16	16	16	16
Parks and recreation										
Acreage	83	83	83	83	83	83	83	83	83	83
Water										
Water mains (miles)	216	219.5	219.5	221.5	227.1	233.02	237	240.39	244.11	245.47
Fire hydrants	69	1,487	1,487	1,503	1,533	1,596	1,596	1,605	1,628	1,640
Storage capacity (thousands of gallons)	1,400	1,400	1,400	1,400	1,900	1,900	2,900	2,900	2,900	2,900
Wastewater										
Sanitary sewers (miles)	181	184	184	187	187.8	191.9	194	196.67	198.4	199.8
Treatment capacity (thousands of gallons)	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Storm sewers (miles)	5	5	5	5	5	5	5	5	5	5

**Source:**

Various City Departments

City of Statesboro, Georgia  
Operating Statistics by Function/Program  
Last Ten Fiscal Years

Function/program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Police										
Physical arrests	2,185	2,105	2,587	2,350	2,184	2,386	2,300	2,396	2,063	1,628
Traffic violations	9,442	10,299	10,460	10,921	8,937	7,729	7,771	7,920	10,116	9,204
Fire										
Emergency responses	1,106	637	876	722	826	889	906	1,054	1,156	992
Fires extinguished	200	257	259	224	201	168	181	135	173	193
Inspections	1,973	1,343	1,046	1,139	2,096	1,692	1,904	2,293	1,709	1,330
Refuse collection										
Refuse collected (tons per month)	1,426.0	1,496.0	1,342.4	1,482.0	1,358.9	1,417.5	2,123.8	2,124.7	2,242.9	2,097.0
Streets and highways										
Resurfacing (miles)	2.75	0.603	1.609	1.895	4.1	3.5	3.9	2.5	3.2	3.75
Water										
New connections	188	367	77	497	935	298	369	333	60	93
Water mains breaks	7	19	23	26	26	18	22	15	18	20
Average daily consumption (thousands of gallons)	3,130	2,787	2,738	3,367	3,124	3,000	3,076	3,112	3,289	3,237
Peak daily consumption (thousands of gallons)	5,179	4,422	4,964	4,703	4,898	4,790	4,306	4,568	4,585	5,212
Wastewater										
Average daily sewage treatment (thousands of gallons)	3,106	4,000	3,270	3,280	3,595	4,780	4,960	4,611	4,893	4,408

**Sources:**

Various City departments



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### **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 City Council  
City of Statesboro, 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Statesboro, Georgia, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City of Statesboro's basic financial statements and have issued our report thereon dated December 19, 2018.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City of Statesboro, 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 Statesboro's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Statesboro, Georgia's internal control.

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

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

### **Compliance and Other Matters**

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

### **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.

*Lanier, Dahl & Proctor*

Statesboro, Georgia  
December 19, 2018







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