



MACON-BIBB COUNTY, GEORGIA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2016**



**MACON-BIBB COUNTY,
GEORGIA**

**COMPREHENSIVE ANNUAL FINANCIAL
REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2016**

PREPARED BY:

Finance Department

INTRODUCTORY SECTION

MACON-BIBB COUNTY, GEORGIA

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Finance Director**

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**Kimberly T. Roberts
Assistant Finance Director**

December 21, 2016

Honorable Members of the Macon-Bibb County Board of Commissioners and
Citizens of Macon-Bibb County, Georgia:

State law requires all local governments publish a complete set of financial statements within six months of the close of each fiscal year. This report is to be based on accounting principles generally accepted in the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, I hereby issue Macon-Bibb County, Georgia's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016.

This financial report consists of management's representations concerning the finances of Macon-Bibb County, and it is complete and reliable in all material respects, to the best of my knowledge and belief. All disclosures necessary to enable interested citizens to gain a reasonable understanding of Macon-Bibb County's financial activities have been included. As management, we assume full responsibility for the completeness and reliability of all information presented.

The County's financial statements have been audited by Mauldin & Jenkins L.L.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance the financial statements in this report are free of material misstatement. The independent audit involved: 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 statement presentation. The independent auditor concluded, based upon the audit, there was a reasonable basis for rendering an unqualified opinion of Macon-Bibb County's financial statements for the fiscal year ended June 30, 2016, and that they are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of federal awards. These reports are available in the Single Audit section of the Comprehensive Annual Financial Report for Macon-Bibb County.

GAAP requires management provide a Management's Discussion and Analysis (MD&A) – which includes a narrative introduction, overview, and analysis – accompany the basic financial statements. The County's MD&A can be found immediately following the report of the independent auditors, and this letter of transmittal should be read in conjunction with it.

Profile of the Government

On April 20, 2012, Act 625 was signed into law by the Governor of Georgia to create and incorporate a new consolidated government under the name of Macon-Bibb County, subject to the approval by the voters of both the City of Macon and Bibb County, Georgia. The voters approved creating a new consolidated government on July 30, 2012, and a new Macon-Bibb County government became effective January 1, 2014.

Both governments existed for more than 190 years prior to consolidation, and the task of bringing the separate operations together was not an overnight process. Per the consolidation charter, a committee of 15 people referred to as the Transition Task Force, was selected. This Task Force worked with the two governments and other experts in local government to begin building the foundation of the new government. This included, but was not limited to, selecting health insurance, crafting ordinances, establishing an employee handbook, and constructing a new chart of organization. The Transition Task Force dissolved when the consolidated Macon-Bibb County Government became effective in January 2014.

Macon-Bibb County is located in the central part of the state, approximately 80 miles south of Atlanta on Interstate 75. As a consolidated entity, it is considered both a city and a county. The government serves a population of approximately 155,000, making it the fourth largest city in the state of Georgia. Macon-Bibb County is empowered to levy a property tax on both real and personal properties located within its boundaries.

The Macon-Bibb County Board of Commissioners is the legislative branch of the government and consists of the Mayor (serving as Chair of the Commission and Chief Executive Officer of the government) and nine Commissioners elected by districts. The Board of Commissioners is responsible for guiding policies by passing ordinances and resolutions, adopting the budget, confirming department heads, and making appointments to agencies and authorities within the county. A County Manager is responsible for the day-to-day operations of the County.

The annual budget serves as the foundation for Macon-Bibb County's financial planning and control. The Commission holds public hearings on the proposed budget and adopts a final budget no later than June 30, which is the close of Macon-Bibb County's fiscal year. The appropriated budget is prepared by fund (e.g., general), function (e.g., public works), and department (e.g., engineering). All departments and agencies funded by the County are required to submit a request for appropriations to the government's Budget and Strategic Planning Office each year.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is viewed from the broader perspective of the environment within which Macon-Bibb County operates.

Local Economy

Some of the strengths of our local economy are our location in the state along the interstates, our quality of life, our airports, our continued and growing investment in attracting new industries, our partnerships that focus on economic development, and the diversification of the types of industries located here.

Downtown Macon is a vibrant hub of activity. The Second Street revitalization efforts are underway, and once they are complete, more opportunities for housing, jobs, and other entertainment opportunities will be seen along this corridor. The Georgia Sports Hall of Fame, historic Douglass Theatre, Tubman African-American Museum, Cox Capital Theater, and Grand Opera House anchor the downtown entertainment district, and the

Museum of Arts and Sciences, located centrally in Macon-Bibb County, is Georgia's largest museum devoted to the arts and sciences.

Two public airport facilities serve Macon-Bibb County and the Middle Georgia region. The Middle Georgia Regional Airport provides a hub for maintenance, repair, and overhaul services for airlines, while the Downtown Airport serves private users along with a new aviation training program run by Middle Georgia State University. Passenger service from Middle Georgia Regional Airport is a goal to better serve the region, and Macon-Bibb County is currently in the process of working with a carrier to provide service to Washington, DC. According to a study conducted by the Georgia Department of Transportation, the Airports have an annual economic impact of more than \$200 million and are responsible for almost 2,000 jobs. Macon-Bibb County continues to support expansion and growth of the airport and extension of the primary runway, which would be a major boost to becoming a transportation and logistics hub for the state and region.

In May 2012, a \$5 million bond issuance was approved for NewTown Macon to stimulate development in downtown Macon through gap type financing of projects. These projects have produced 181 loft apartments and refurbished 15 commercial storefronts. Some of the buildings being renovated are in an opportunity zone allowing for maximum tax credits for new jobs created within the building.

Macon-Bibb County continues to provide tax incentives that would attract large employers to the area in an effort to provide jobs for its residents and improve the local economy. The 2012 SPLOST included \$5.9 million in funds for Economic Development that has assisted in bringing the Tractor Supply Company Distribution Center to Macon-Bibb County, and has the potential to bring in other companies and jobs to Middle Georgia. In November 2016, the voters of Macon-Bibb approved a continuation of the SPLOST, and it includes \$29 million for economic development.

Macon-Bibb County, the Macon-Bibb County Industrial Authority, the Macon Economic Development Commission, and the Greater Macon Chamber of Commerce work together as a team to promote and encourage economic development. The collaborative efforts of this team have made it possible to successfully recruit and/or retain more than 59 new or expanding industries with a capital investment of \$811,587,690. These efforts have resulted in the creation of 4,397 new jobs and the retention of 497 existing jobs, including the opening of the Kumho Tire Plant (their first in North America), First Quality Diapers, Mr. Chips Pickles, and more.

Major employers within Macon-Bibb County include Navicent Health Medical Center (formerly the Medical Center of Central Georgia), GEICO, the Bibb County School District, Coliseum Health System, Mercer University, Macon-Bibb Government, Wal-Mart, and YKK, Inc. Macon-Bibb County has more than 500 practicing physicians using three full service and two psychiatric hospitals, totaling more than 1,150 beds. This includes Navicent Health Medical Center, which is a regional care facility serving a 50 county area.

The aerospace, manufacturing, lodging, and food service industries also provide a large number of well-paid jobs. Robins Air Force Base (RAFB), located in adjacent Houston County, continues to favorably impact the Macon-Bibb County economy. RAFB has an annual federal payroll of \$1.3 billion and a retiree payroll of \$692 million. Using the standard Air Force formula, the annual value of indirect jobs created was \$1.41 billion for a total economic impact of \$2.75 billion in Georgia for fiscal 2015.

Long-Term Financial Planning

The voters of Macon-Bibb County have passed two major financial boosts for the community. First, they passed a Special Purpose Local Option Sales Tax in 2011 (to begin in 2012) to provide funding that would start major capital projects and pay off debt that would otherwise be paid from General Fund revenues. In 2016, the voters approved continuing that SPLOST so that the improvements already seen (new and improved recreation centers, a new animal shelter, new fire stations, public safety equipment, new juvenile justice center, repaired roads, and more) could continue for years to come.

Included in the next SPLOST are: more recreation center improvements; millions of dollars for economic development; an airport runway extension; funding to attack blight in our neighborhoods; public safety

equipment; road and bridge construction improvements and repairs; a courthouse addition; storm water improvements; closure of the landfill; and more.

As part of consolidation, Macon-Bibb County was required to reduce the combined budgets of the former city and county by 20% within five years. This was accomplished in just three years after Commissioners and staff reduced revenue and expenditures by approximately \$20 million. This has required departments and partner agencies to be more effective with their funds, focus on the strategic initiatives identified by the public and Commission, and find new ways of operating.

Relevant Financial Policies

Macon-Bibb County has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance of the safeguarding of assets and the proper recording of financial transactions.

Budgetary control is maintained at the department level. No increase in the overall budget can be made without the approval of the Board of Commissioners and amendment to the budget. Unencumbered appropriations in the annual operating budget lapse at fiscal year-end.

Major Initiatives

The focus of the Macon-Bibb County Forward Together Strategic Plan is to strengthen our core and grow our community within five focus areas: Economic and Community Development, Safe Neighborhoods and Safe Communities, Effective and Efficient Government, Infrastructure Improvements, and Quality of Life.

For the past several years, there has been a goal of tearing down 100 dilapidated houses in our neighborhoods in an effort to attack blight. Macon-Bibb County has formed a Task Force, made up of government, nonprofit organizations, neighborhood associations, community leaders, and citizens. The Task Force is administering \$14 million in bond funding to take action beyond demolition. Strategies include abandoned house demolition, creating green space and recreation areas, adding lighting, building sidewalks, and more. This initiative is part of the Economic and Community Development focus area.

Macon-Bibb County's goal is to create a walkable, bikeable community by focusing on adding sidewalks, bike lanes, and recreational spaces and improving the downtown urban core. One exciting initiative of the Safe Neighborhood and Safe Community focus area is the pedestrian-friendly Second Street Corridor, which will connect East Macon to the business and residential areas of Downtown to Mercer University, and eventually all the way to Middle Georgia State College.

Macon-Bibb County is expanding its use of SeeClickFix, an online and web-based application where citizens can request services from the departments directly and track the progress of those requests. On average, more than 1,300 requests per month are managed, and of the tickets closed, we average 80-90% closure rate in 10 days. We continue to expand SeeClickFix to more departments. This initiative is part of the Effective and Efficient Government focus area.

The Solid Waste Management Plan is part of the Infrastructure Improvement focus area. In the next five to seven years, Macon-Bibb County must close the landfill, which necessitates a Solid Waste Management Plan to identify how we will divert waste out of the landfill and what we will do with the waste once the landfill is closed. The goal is to build a recycling center. Three components of the plan include: expanding our recycling program, building a transfer station to other landfills, and educating the public on the importance of recycling.

Macon-Bibb County's Quality of Life focus area incorporates arts and cultural events, tourism improvements, and a community-wide system of passive and active recreation. A significant initiative in this area has been upgrading and improving the County's recreation facilities. With SPLOST funding of approximately \$38 million, Macon-Bibb County is addressing the upgrades needed as well as building a new recreation center in the southern portion of the County.


Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Distinguished Budget Presentation Award to Macon-Bibb County for its annual budget document for the fiscal year beginning July 1, 2015. This was the second consecutive Distinguished Budget Presentation Award for the newly consolidated government. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, an operations guide, a financial plan, and a communications device.

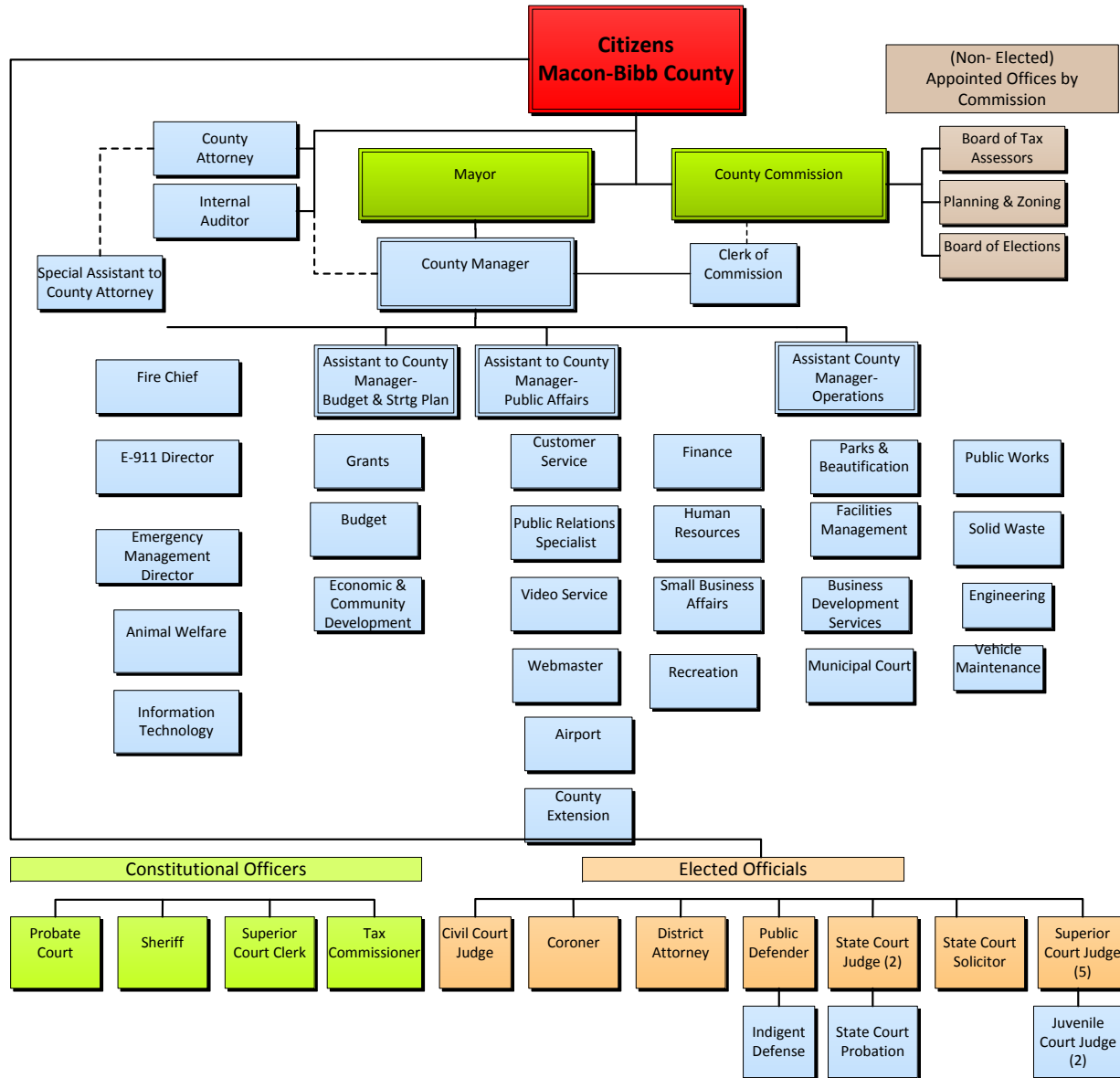
The Government Finance Officers Association (GFOA) of the United States and Canada also awards Certificates of Achievement for Excellence in Financial Reporting. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report that satisfies both generally accepted accounting principles and applicable legal requirements. We believe our current Comprehensive Annual Financial Report meets the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for a certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department, Budget and Strategic Planning and the Office of the Mayor. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the Board of Commissioners for maintaining the highest standards of professionalism in the oversight of Macon-Bibb County's finances.

Respectfully submitted,

A handwritten signature in black ink that reads "Christy W. Iulucci". The signature is written in a cursive style with a large, looped initial "C".

Christy W. Iulucci, CPA
Finance Director



MACON-BIBB COUNTY, GEORGIA
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2016

Titles	Names
Mayor	Robert A.B. Reichert
Mayor Pro-Tem	Bert Bivins III
Commissioner	Gary Bechtel
Commissioner	Ed Defore
Commissioner	Mallory Jones
Commissioner	Elaine Lucas
Commissioner	Larry Schlesinger
Commissioner	Warren "Scotty" Shepherd
Commissioner	Al Tillman
Commissioner	Virgil Watkins
Constitutional Officers:	
Probate Court Judge	Sarah Harris
Sheriff	David Davis
Superior Court Clerk	Erica Woodford
Tax Commissioner	Wade McCord
Elected Officials:	
Civil and Magistrate Judge	William P. Randall
Chief Superior Court Judge	Tilman Self
Coroner	Leon Jones
District Attorney	David Cooke
Public Defender	Rick Waller
State Court Judge	William Adams
State Court Judge	Jeffrey Hanson
State Court Solicitor General	Rebecca Grist
Superior Court Judge	Verda Colvin
Superior Court Judge	Edgar Ennis, Jr.
Superior Court Judge	Philip Raymond
Superior Court Judge	Howard Simms
Administrative:	
County Manager	Dale M. Walker
Assistant County Manager	Charles L. Coney
Assistant to County Manager – Budget/Strategic Planning/Grants	Julie Moore
Assistant to County Manager – Public Affairs	Chris Floore
Director of Human Resources	Ben Hubbard
Director of Finance	Christy W. Iulucci
County Attorney	Judd Drake
Fire Chief	Marvin Riggins
Director of E-911	Donnie Self
Emergency Management Director	Spencer Hawkins
Director of Business Development	Marcus Robinson
Director of Facilities Management	Robert Ryals
Director of Recreation	Reginald Moore
Director of Vehicle Maintenance	Sam Hughley
Economic & Community Development Manager	Wanzina Jackson
Director of Parks and Beautification - Interim	Sam Kitchens
Chief Information Officer	Brett Lavender
Municipal Court Clerk	LaTonya Slaughter
Director of Public Works	Marvin Land
Director of Engineering	Dave Fortson
Director of Solid Waste	Kevin Barkley
Director of Animal Welfare	Sonja Adams
Director of Small Business Affairs	Dr. James Bumpus
Municipal Court Judge	Robert Faulkner
Clerk of the Commission	Janice Ross
Airport Manager	Erick D'Leon
Internal Auditor	Stephanie Jones
Elections Supervisor	Janetta Watson

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT



INDEPENDENT AUDITOR'S REPORT

**To the Board of Commissioners
of Macon-Bibb County, Georgia
Macon, Georgia**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **Macon-Bibb County, Georgia** as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Macon-Bibb County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Macon-Bibb County Industrial Authority, the Middle Georgia Regional Library, the Macon-Bibb County Transit Authority, the Macon-Bibb County Board of Health, the Macon-Bibb County Urban Development Authority, the Macon-Bibb County Convention and Visitors Bureau, the Macon-Bibb County Planning and Zoning Commission, or the Development Authority of Bibb County, which represent 98.2% of the assets, 97.5% of net position, and 98.3% of revenues of Macon-Bibb County, Georgia's component units as of and for the year ended June 30, 2016. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Macon-Bibb County Industrial Authority, the Middle Georgia Regional Library, the Macon-Bibb County Transit Authority, the Macon-Bibb County Board of Health, the Macon-Bibb County Urban Development Authority, the Macon-Bibb County Convention and Visitors Bureau, the Macon-Bibb County Planning and Zoning Commission, and the Development Authority of Bibb County is based solely on the report of the other auditors. 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, based on our report and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Macon-Bibb County, Georgia, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison information for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 4 through 22 and the schedule of changes in the County's net pension liabilities and related ratios, the schedule of County contributions for the respective pension plans, the schedule of pension investment returns for the respective pension plans, and the schedule of funding progress other postemployment benefit plans on pages 126 through 139 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 Macon-Bibb County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-121, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements of the County.

The introductory and statistical sections have not been subject 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.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2016, on our consideration of Macon-Bibb County, 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 Macon-Bibb County, Georgia's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
December 21, 2016

MACON-BIBB COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION & ANALYSIS
JUNE 30, 2016

As management of Macon-Bibb County, Georgia, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - v of this report.

Financial Highlights

- The assets and deferred outflows of the County exceeded its liabilities and deferred inflows as of June 30, 2016, by \$184,641,505 (net position).
- The government's total net position decreased \$13.3 million.
- As of June 30, 2016, the County's governmental funds reported combined ending fund balances of \$75,900,465, a decrease of \$13,019,274 in comparison with the prior year. Approximately 73% of this total amount, \$55,242,942 was restricted.
- For the fiscal year ended June 30, 2016, fund balance for the General Fund decreased \$8,211,373 to \$19,748,721. Unassigned fund balance decreased \$3,981,346 to \$322,006. Assigned for working capital decreased \$590,869 to \$17,611,323. Assigned for working capital and unassigned totaled \$17,933,329 or 13% of General Fund expenditures.
- During the FY 2016 fiscal year, Macon-Bibb County's total long-term debt increased by \$18.8 million. Principal retirements in governmental activities included general obligation bonds \$7,335,000, revenue bonds \$1,935,000 and capital leases \$775,778. Principal retirements in business-type activities included revenue bonds \$585,000, capital leases \$366,597 and notes payable \$111,002. Proceeds from new debt included revenue bonds \$5,280,431 in governmental activities and capital leases \$593,378 in business-type activities. Other changes in long-term debt included a decrease in Group Insurance Fund claims payable of \$505,571; a decrease in Workers Compensation Fund claims payable of \$598,000; a decrease in the liability for compensated absences of \$563,370; an increase in the Postemployment benefit obligation \$6,817,166; an increase in the Pension benefit obligation \$18,540,996; an increase in the landfill postclosure liability \$860,000 and net amortization of bond premiums and discounts totaling \$500,256.

Overview of the Financial Statements

This Management Discussion and Analysis is intended to serve as an introduction to the County's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

The statements within the first component are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status in a manner similar to a private-sector business.

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The statements within the second component are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide financial statements.

The notes to the financial statements are the third component of the basic financial statements. The notes provide descriptions of policies underlying the amounts displayed in the financial statements, additional detail or explanations concerning amounts displayed in the financial statements, and additional information on items that do not meet the criteria for recognition and so are not reflected in the financial statements.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances. These two statements are the 1) statement of net position and 2) statement of activities.

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

The statement of activities presents information showing how the government's net position changed during FY 2016. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial, public safety, public works, housing and development, health and welfare, and culture and recreation. The business-type activities are Lake Tobesofkee Recreation, Solid Waste, Airport, Coliseum, Mulberry Street Parking Garage, and Bowden Golf Course.

The government-wide financial statements include not only Macon-Bibb County Government (known as the primary government), but also the component units of Macon-Bibb County. Financial information for the component units is reported separately from the financial information presented for the primary government itself. Data for the component units is combined into a single aggregated presentation. Additional information for all component units can be found in the combining statements on pages 178 - 181 of this report.

The government-wide financial statements can be found on pages 23 – 25 of this report.

Fund Financial Statements. The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Macon-Bibb County, like other state and local governments,

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uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three (3) categories: 1) governmental funds, 2) proprietary funds, and 3) fiduciary funds.

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

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

Macon-Bibb County maintains twenty-six (26) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balance for the General Fund, SPLOST 2012 City, SPLOST 2012 County, and 2015 MBCUDA Project Fund, which are considered to be major funds. Data from the other twenty-two (22) governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining fund statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund, special revenue funds and debt service fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance.

The basic governmental fund financial statements can be found on pages 26 - 32 of this report.

Proprietary Funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for Lake Tobesofkee Recreation, Sanitation, Airport, Coliseum, Mulberry Street Parking Garage and Bowden Golf Course. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. Internal service funds are used to account for the County's Group Insurance and Vehicle Maintenance Funds. The costs of these services have been allocated between the governmental activities and the business-type activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste Fund and Airport Fund. Data from the other enterprise funds is combined into a single, aggregated presentation. The two internal service funds are combined into a single, aggregated column in the proprietary

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fund financial statements. Individual fund data for the internal service funds is provided in the form of combining fund statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 33 - 37 of this report.

Fiduciary Funds. Fiduciary fund statements provide information about the financial relationships in which the County acts solely as a trustee or agent for resources held for the benefit of parties outside the government, such as the pension plan and other post employment benefit plan for Macon-Bibb County employees. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Individual fund data for the fiduciary funds is provided in the form of both combining statements and individual fund statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on pages 38 - 39 of this report.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 40 - 125 of this report.

Government-wide Financial Analysis

	Governmental Activities		Summary of Net Position Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and Other Assets	\$108,955,037	\$119,650,440	\$15,131,413	\$15,591,354	\$124,086,450	\$135,241,794
Capital Assets	298,849,073	292,261,820	36,833,271	36,738,721	335,682,344	329,000,541
Total Assets	407,804,110	411,912,260	51,964,684	52,330,075	459,768,794	464,242,335
Deferred Outflows	23,755,004	11,990,640	780,164	695,564	24,535,168	12,686,204
Long-Term Liabilities	221,537,114	203,049,520	22,994,101	22,665,298	244,531,215	225,714,818
Other Liabilities	17,270,679	13,790,708	2,381,392	1,383,369	19,652,071	15,174,077
Total Liabilities	238,807,793	216,840,228	25,375,493	24,048,667	264,183,286	240,888,895
Deferred Inflows	35,055,693	37,192,778	423,478	849,395	35,479,171	38,042,173
Net Position:						
Net investment in capital assets	240,455,488	229,739,351	34,743,304	34,182,571	275,198,792	263,921,922
Restricted	55,242,942	59,518,723	-	-	55,242,942	59,518,723
Unrestricted	(138,002,802)	(119,388,180)	(7,797,427)	(6,054,994)	(145,800,229)	(125,443,174)
Total Net Position	\$157,695,628	\$169,869,894	\$26,945,877	\$28,127,577	\$184,641,505	\$197,997,471

Net position may serve over time as a useful indicator of a government's financial position. Macon-Bibb County's, assets and deferred outflows exceeded liabilities and deferred inflows by \$184,641,505 at the close of FY 2016.

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

There was a decrease of \$4,275,781 in restricted net position reported for the County's governmental activities.

- The total restricted for debt service increased \$2,139,928.
 - The General Debt Service Fund had an increase in restricted for debt service totaling \$2,057,256 primarily due to activity of the GMA Leasepool program. The Fund transferred \$908,361 to reimburse capital outlay purchases in the Capital Improvement Fund. Repayments to the pool included \$329,726 from the SPLOST 2012 County Project Fund and \$2,338,061 from General Fund. The fund also received \$308,194 to provide for future debt service on the MBCUDA 2016 revenue bonds.
 - The Special Purpose Local Option Sales Tax 2012 County and City Project Funds had an increase in restricted for debt service of \$82,672. The SPLOST resolution requires the prefunding of an annual debt service reserve for the calendar year's debt service requirements.

- The total restricted for grant programs increased \$1,027,593.
 - The Grants Fund restricted fund balance increased \$1 million in FY 2016, with ending fund balance of \$1.2 million. The balance represents state LMIG funds received in FY 2016 but not yet expended. LMIG funds received in FY 2016 totaled \$1,445,279.

- The total restricted for capital projects decreased \$7,143,870.
 - The Special Purpose Local Option Sales Tax 2012 Project Funds had a combined decrease in restricted for capital projects of \$1,961,322. The SPLOST County Fund had a net increase of \$1.6 million, and the City Fund had a net decrease of \$3.5 million. Expenditures totaled \$17.6 million in the County Fund and \$14.6 million in the City Fund. Sales tax collections will continue through March 2018.
 - The 2013 MBCUDA Fund had a decrease in restricted for capital outlay of \$2.7 million, with remaining funds available on these bonds totaling \$3.6 million.
 - Funds restricted for capital outlay in the TAD Second Street Corridor declined \$2 million. The fund's expenditures totaled \$2.2 million in FY 2016, leaving \$957,056 available for future projects.
 - The 2015 MBCUDA Project Fund balance restricted for debt service decreased \$630,877. FY 2016 expenditures totaled \$668,774 leaving \$13.3 million available for the projects provided in the bond issue.

- The total restricted for community development programs decreased \$453,900.
 - The ECD-HOME Fund recognized a decrease in restricted fund balance of \$785,135, with FY 2016 expenditures totaling \$2.6 million and ending fund balance of \$26,256.

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- The ECD-CDBG Fund recognized an increase of \$338,050 in FY 2016, with FY 2016 expenditures of \$1,552,634 and ending fund balance of \$997,522.
- Other restricted net position increased \$154,468.
 - Fund balance restricted for law enforcement increased \$190,530, primarily due to an increase in Law Enforcement Confiscation Fund of \$170,777.
 - Fund balance restricted for judicial programs decreased \$25,644. Significant decreases included the Juvenile Court Supervision Fund \$46,169 and the Drug Abuse Treatment and Education Fund \$11,382. These decreases were offset partially by an increase in the Alternative Dispute Resolution Fund of \$49,715.

Summary of Changes in Net Position

	Governmental		Business-type		Total	
	Activities		Activities			
	2016	2015	2016	2015	2016	2015
Revenues:						
Program Revenues:						
Charges for services	\$ 19,676,680	\$ 19,876,960	\$ 13,985,215	\$ 12,836,868	\$ 33,661,895	\$ 32,713,828
Operating grants and contributions	4,895,989	4,819,639	572,445	-	5,468,434	4,819,639
Capital grants and contributions	5,440,451	8,537,724	-	-	5,440,451	8,537,724
General Revenues:						
Property Taxes	64,982,880	72,581,356	-	-	64,982,880	72,581,356
Other taxes	90,099,601	89,005,113	-	-	90,099,601	89,005,113
Interest	1,247,563	-	3,524	2,312	1,251,087	2,312
Other	121,029	40,315	-	-	121,029	40,315
Total revenues	186,464,193	194,861,107	14,561,184	12,839,180	201,025,377	207,700,287
Expenses:						
General government	28,173,095	30,290,662	-	-	28,173,095	30,290,662
Judicial	17,735,112	17,939,814	-	-	17,735,112	17,939,814
Public safety	86,814,275	82,165,905	-	-	86,814,275	82,165,905
Public works	19,851,117	27,718,103	-	-	19,851,117	27,718,103
Housing and development	17,105,837	11,119,647	-	-	17,105,837	11,119,647
Health and Welfare	8,973,917	6,553,586	-	-	8,973,917	6,553,586
Culture and recreation	12,155,930	7,484,518	-	-	12,155,930	7,484,518
Interest and fees on long-term debt	3,922,637	4,193,869	-	-	3,922,637	4,193,869
Recreation facility	-	-	1,226,623	1,462,022	1,226,623	1,462,022
Solid waste	-	-	13,475,185	10,979,235	13,475,185	10,979,235
Airport	-	-	1,910,706	1,780,602	1,910,706	1,780,602
Coliseum	-	-	2,258,386	1,818,188	2,258,386	1,818,188
Mulberry parking garage	-	-	166,553	167,369	166,553	167,369
Bowden golf course	-	-	611,970	561,994	611,970	561,994
Total expenses	194,731,920	187,466,104	19,649,423	16,769,410	214,381,343	204,235,514
Decrease in net position before Special Item and Transfers	(8,267,727)	7,395,003	(5,088,239)	(3,930,230)	(13,355,966)	3,464,773
Transfers	(3,906,539)	(4,234,838)	3,906,539	4,234,838	-	-
Increase (Decrease) in net position	\$ (12,174,266)	\$ 3,160,165	\$ (1,181,700)	\$ 304,608	\$ (13,355,966)	\$ 3,464,773

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Governmental Activities. Governmental activities decreased the County's net assets by \$12,174,266, accounting for 91 percent of the total decrease in net assets of the County. Key elements of this decrease are as follows:

Property tax revenue is the largest source of revenue for financing governmental activities. Property tax revenues decreased \$7,598,476 in FY 2016. The former City of Macon Tax District was taxed at 9.7 mills in FY14. After being reduced by one-half to 4.85 mills in FY 2015, the remaining taxes for the former City of Macon Tax District were eliminated completely in FY 2016. The County millage remained unchanged at 14.652 in both FY 2015 and FY 2016.

Sales tax revenue decreased slightly, reflecting a decrease of \$551,023 to \$58,947,467. Sales tax includes the local option sales tax reported in the General Fund and the special purpose local option sales tax reported in the SPLOST funds.

Other tax increases included franchise taxes 6%, with an increase of \$689,311 to \$12.2 million in FY 2016, and insurance premium tax 11%, with an increase of \$876,812 to \$8,960,555. All other taxes increased \$79,388.

Charges for Services decreased \$200,280 or 1% from FY 2015.

- License and permit revenues in General Fund increased \$503,088. Business license revenue increased \$553,846. These revenues are generally tied to the local economy and are expected to continue to increase.
- General Fund rent revenue decreased \$355,857. The County received rent from the Georgia Secretary of State to offset a lease obligation. The debt was paid off in early FY 2016, resulting in a corresponding decrease in rent revenue.
- General Fund fine revenue decreased \$422,793. Municipal Court revenues declined \$226,588 and State Court Probation fines declined \$183,304.
- Street Light fee revenue declined \$36,543. During FY 2016, the Commissioners approved changes to the billing for street lights. Amounts previously billed for unincorporated area street light services were discontinued. Fees are now assessed based upon street light application requests.

Operating grants increased \$76,350 from the previous year.

- Judicial grants increased \$692,059. The County has seen significant growth in the funding for various court programs, including Mental Health Court, Veterans Court, and Drug Court. Revenues for these programs in FY 2016 included: Mental Health Court \$133,452; Veterans Court \$94,330; Drug Court \$107,790. Federal grant funds received for Juvenile Justice programs totaled \$225,026 in FY 2016.
- Public safety grants decreased \$976,540. Several grant programs received in the prior year represented one-time reimbursements for supplies and small equipment for the Sheriff's Department and Fire Department. Other grants provided funding for judicial expenditures in FY 2016, consistent with the increase in judicial grants discussed above.
- Housing and development grants increased \$379,519. The Economic and Community Development programs provide significant resources each year. Intergovernmental revenues increased \$232,720 in ECD-CDBG programs and \$864,999 in ECD-HOME programs, with combined revenues for these two

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programs totaling \$3.7 million. These increases were partially offset by a decrease in grant funds for College Street sidewalk repairs and improvements of \$582,915, with the final revenue for this grant received in FY 2016.

Capital grants and contributions decreased \$3,097,273 from the previous year.

- Public safety grants decreased \$419,739. Several grant programs fluctuate based on equipment needs. In FY 2015, the 2013 JAG program provided \$75,242 and the 2014 program provided \$30,044 in equipment funding. Numerous GEMA programs had final reimbursements in FY 2015.
- Public works grants decreased \$1,733,937. FY 2015 included \$4.4 million for Amerson Water Works improvements. This project was completed in FY 2016, with a final receipt in FY 2016 of \$368,300. This decrease was partially offset by an increase in funds received for airport improvements. Airport improvement grant funds totaled \$1.4 million in FY 2016, an increase of approximately \$900,000 over the prior year.

Total expenses increased \$7,265,816 from the previous year. Discussion of individual variances can be found in subsequent areas of this Management Discussion and Analysis.

Business-Type Activities. The County charges fees to customers to help cover the cost of certain services provided. The net cost of these services, consisting of six business-type activities, decreased the County's net assets by \$1,181,700.

Total revenue of business-type activities increased \$1,720,792.

- Tobesofkee Recreation Fund had an increase of \$71,281, or 10% over prior year.
- Solid Waste Fund had an increase of \$1.6 million in FY 2016. The fund recognized \$572,445 in FY 2016 for intergovernmental contract revenue to assist with landfill maintenance and repairs. Garbage collection fees increased in FY 2016, due to a rate increase approved to bring the fee structure the same between the prior unincorporated Bibb County and the City of Macon.
- Airport Fund revenues increased \$44,166 or 3%. The Middle Georgia Regional Airport rented additional hangar space, and the Macon Downtown Airport opened a fixed base operator in FY 2016, which provides fuel and light maintenance services.
- Mulberry Parking Garage revenues decreased \$8,877 or 6%.
- Bowden Golf Course Fund revenues decreased \$36,034 or 11%.

Expenses of business-type activities had a net increase of \$2,860,013.

- Tobesofkee Recreation Fund had a decrease of \$255,399. Salaries and benefits decreased \$199,564. Several funds and departments had decreases in personnel expenses due to the retirement incentive offered in FY 2015 and a 10% decrease in the group insurance premium contribution.
- Solid Waste Fund had an increase of \$2,495,950 or 23%. Contractual collection services increased \$2 million. During FY 2016, collection services for the previously incorporated City of Macon were moved to an external contractor. This increase was partially offset by a decrease \$469,675 in landfill tipping fees, as the external contractor utilizes a different landfill. Approximately \$400,000 was spent in FY 2016 to

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purchase garbage and recycling carts as part of the expansion of the County's recycling program. An additional \$497,063 was spent on maintenance and closure costs for the inert landfill.

- Airport Fund had an increase of \$130,104 or 7%. Depreciation increased \$45,139 due to the completion of several capital projects. FY 2016 also included \$126,954 in painting and improvements utilizing funds received in a prior year.
- Coliseum Fund had an increase of \$440,198 or 24%. Depreciation expense increased \$305,632 due to the completion of several improvement projects.
- Mulberry Street Parking Garage had a decrease of \$816, or 0.5%.
- Bowden Golf Course had an increase of \$49,976 or 9%. Maintenance expenses were higher in FY 2016 due to heavy watering and fertilization and resodding of grass in several areas.

Financial Analysis of the Government's Funds

The fund financial statements provide more detailed information about the County's individual funds, not the County as a whole. Funds are accounting devices that the County uses to track specific sources of funding and spending for particular purposes. Some funds are required by State law and/or by bond covenants. The Board of Commissioners establishes other funds to control and manage money for particular purposes (like the purchase or construction of major capital facilities within the County) or to show that it is properly using certain grants and taxes (like the 1 cent special purpose local option sales tax).

Governmental Funds. Most of the County's basic services are included here, such as judicial, public safety, public works, housing and development, health and welfare, culture and recreation and general administration. These focus on: (1) cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Such information is useful in assessing financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of each fiscal year.

For the fiscal year ended June 30, 2016, Macon-Bibb County's governmental funds reported combined ending fund balances of \$75,900,465, a decrease of \$13,019,274 over the prior year. Funds with significant decreases included: General Fund \$8.2 million; SPLOST 2012 City \$3.5 million; Capital Improvements \$1.2 million; 2013 MBCUDA Project Fund \$2.7 million; TAD Second Street \$2 million; 2015 MBCUDA Project \$630,876; ECD HOME \$785,135. Funds with significant increases in fund balance included: SPLOST 2012 County \$1.6 million; Grants Fund \$1 million; General Debt Service Fund \$2.1 million. The various other governmental funds accounted for a net increase of \$1,260,621. These increases and decreases are addressed on pages 182 through 185 of this discussion.

Of the total ending fund balances of governmental funds, approximately 23 percent or \$17,611,323 constitutes assigned for working capital and \$317,995 constitutes unassigned fund balance available for spending at the government's discretion. Restricted fund balance totals \$55 million and includes \$16 million for debt service, \$34.5 million for capital outlay, \$1.2 million for grant programs, \$1 million for community development, and \$2.2 million for a variety of other programs. Committed fund balance totals \$727,126 committed for law enforcement purposes reported in the Law Enforcement Commissary Fund. Assigned fund balance totals \$19.2 million and

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includes \$17.6 million assigned for working capital, \$178,790 assigned for capital outlay, and \$1.2 million for outstanding purchases on order as of June 30, 2016. Nonspendable fund balance totals \$361,480 representing inventories and prepaid items not in spendable form.

The general fund is the chief operating fund of the County. At the end of FY 2016, fund balance totaled \$19.7 million, with an unassigned fund balance of \$322,006. As a measure of the general fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represented 14 percent of total general fund expenditures for FY 2016.

For FY 2016, the fund balance of the County's general fund decreased by \$8.2 million. Total revenues decreased \$6.8 million. Key factors in the decrease in general fund revenues are as follows:

- General property tax revenue decreased \$7.8 million. After being reduced by one-half in the prior year, the remaining taxes for the former City of Macon Tax District were eliminated completely with the 2015 tax digest for FY 2016.
- Local option sales tax revenue decreased \$285,274.
- Franchise tax revenue increased \$689,311.
- Insurance premium tax revenue increased \$876,812.
- Other tax revenues decreased \$153,861.
- License and permit revenue increased \$503,088.
- Intergovernmental revenues decreased \$45,596.
- Charges for services revenues increased \$253,603.
- Fines and forfeitures decreased \$422,793.
- Investment earnings increased \$110,274.
- Rent revenue decreased \$355,857.
- Other revenues decreased \$229,246.

Total general fund expenditures decreased by \$7.5 million in FY 2016. Significant increases and decreases in general fund expenditures are as follows:

- The majority of departments had a decrease in salaries and employee benefits due to several factors:
 - Total authorized full-time staff decreased from 2,087 to 1,786 in FY 2016. The County initiated a retirement incentive program in FY 2015. Over 230 employees retired in fiscal 2015 and 2016 as part of this program.
 - The County contribution for group health insurance premiums was reduced by 10% in FY 2016.
- Several departments also had decreases in uniforms and fuel consistent with the reduction in personnel.
- General government expenditures increased by \$921,747, or 3%.
 - The expenditures associated with leave payouts for the retirement incentive program totaled \$1.6 million in FY 2016.

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- Facilities management expenditures increased \$592,878. Utility expenditures increased \$1.2 million, primarily due to a change in the manner for budgeting and recording utility expenditures for general governmental functions.
- County attorney expenditures increased \$302,332, primarily due to an increase in expenditures for judgements and losses of \$254,611.
- County manager expenditures decreased \$485,918. Salaries and benefits decreased \$412,712.
- Clerk of Commission decreased \$195,899. Salaries and benefits decreased \$193,415.
- Finance decreased \$181,903. Salaries and benefits decreased \$173,526.
- Information Technology decreased \$285,070. Salaries and benefits decreased \$495,382. This decrease was partially offset by an increase in communication equipment of \$205,594.
- The Judicial function expenditures decreased by \$336,594 or 2%.
 - Expenditures for Civil Court decreased \$159,912. Salaries and benefits decreased \$146,391.
 - Expenditures for Municipal Court decreased \$131,865. Salaries and benefits decreased \$128,855.
 - District Attorney expenditures decreased \$87,602. Salaries and benefits decreased \$84,790.
- Public Safety expenditures decreased by \$3,706,742 or 5%.
 - Expenditures for Sheriff Divisions decreased \$2,737,880, with the largest decreases in Patrol \$1.8 million, Corrections \$661,125 and Criminal Investigation \$469,795.
 - Expenditures for Patrol decreased \$1.8 million. Salaries and benefits decreased \$1.5 million. Other decreases included fuel \$236,451 and uniforms \$69,989, consistent with the decrease in personnel.
 - Expenditures for Corrections decreased \$661,125. Salaries and benefits decreased \$674,735. Mental health services were paid from the Law Enforcement Commissary Fund in FY 2016, resulting in a decrease in expenditures of \$264,000. These decreases were partially offset by increases in medical services \$109,480 and small equipment and improvements \$90,113.
 - Criminal Investigation decreased \$469,795. Salaries and benefits decreased \$408,543. Fuel expenditures decreased \$48,953.
 - Expenditures for Fire Divisions decreased \$1.1 million, with the largest decrease in Fire Suppression \$935,665.
 - Fire Suppression salaries and benefits decreased \$524,628. Overtime increased \$838,783. This was offset by a decrease in health insurance of \$418,285 and a decrease in pension expense of \$1 million.
 - Animal Welfare expenditures increased \$217,934. Salaries and benefits increased \$111,051 due to an increase in staff for the new Animal Welfare Facility. Contract services increased \$88,241 due to a contract arrangement with an external organization to handle adoption services.
 - Expenditures for Emergency Management decreased \$108,583. Salaries and benefits decreased \$41,364. Other decreases included small equipment and improvements \$45,626 and software license \$42,468.

MANAGEMENT'S DISCUSSION & ANALYSIS

- Public Works expenditures decreased by \$2,648,314 or 33%.
 - Expenditures for Public Works Administration decreased \$238,935. Salaries and benefits decreased \$138,939. Other decreases included utilities \$45,307 and small equipment \$24,753.
 - Expenditures for Streets and Roads decreased \$1,342,284. Salaries and benefits decreased \$769,646. Landfill tipping fees decreased \$457,103. A significant portion of landfill tipping fees has been incurred for blight cleanup projects. The majority of these expenditures were paid from the 2015 MBCUDA Project Fund in FY 2016.
 - Expenditures for Engineering decreased \$1,067,095. Salaries and benefits decreased \$424,568. Expenditures for road work on LMIG projects decreased \$695,004. The prior year LMIG expenditures represented 2013 year LMIG projects previously encumbered in General Fund. Beginning with 2014 year LMIG funds, the revenues and related expenditures are reported in the Grants Fund.

- Housing and Development expenditures increased \$212,286 or 5%.
 - Expenditures for the Macon-Bibb County Extension Service decreased \$10,378, with the largest decrease being group insurance of \$11,251.
 - Expenditures for Industrial and Urban Development increased \$177,528. The County is contractually obligated to pay Macon-Bibb County Industrial Authority \$350,000 annually to be used for industrial development. The FY 2015 amount was paid from 2012 SPLOST County Funds budgeted for industrial development.

- Health and Welfare expenditures increased by \$33,361.
 - Expenditures for health services decreased by \$76,400 or 5% due to a reduction in appropriations to outside agencies of 5%. These reductions included the Board of Physical Health, River Edge, and the Medical Center-Indigent Care program.
 - Expenditures for welfare services increased \$287,834. Appropriations were increased for Macon-Bibb County DFACS \$116,605 and Macon-Bibb County Transit Authority 215,364.
 - Expenditures for community services decreased \$178,072 or 5% due to a reduction in appropriations to several outside agencies. The largest reduction was Middle Georgia Regional Library at \$139,250.

- Culture and Recreation expenditures decreased by \$1,126,945 or 14%.
 - Parks and Recreation Operations Division expenditures decreased \$632,943. Salaries and benefits decreased \$233,229. Utility expenditures decreased \$415,150 reflecting the move of several utility expenditures from Parks and Recreation to Facilities Management.
 - Parks and Recreation Maintenance Division expenditures decreased \$348,354. Salaries and benefits decreased \$131,928. Utility expenditures decreased \$212,305 reflecting the move of several utility expenditures from Parks and Recreation to Facilities Management.
 - Parks and Recreation Administrative Division expenditures decreased \$71,605. Decreases included operating supplies \$36,950, utilities and fuel \$22,513, and contract services \$15,703.

MANAGEMENT'S DISCUSSION & ANALYSIS

- Parks and Beautification expenditures decreased \$74,043. Salaries and benefits decreased \$179,706. This decrease was partially offset by increases in vehicle repairs and maintenance \$138,790 and small equipment and improvements \$28,672.
- Debt Service expenditures decreased \$823,879 or 34%.
 - The MBCUDA 2007 hotel revenue bonds were partially refunded in 2015, resulting in a decrease in FY 2016 principal of \$350,000.
 - The MBCIDA Bass Pro bonds were refunded with MBCIDA 2015 revenue bonds, resulting in a decrease in FY 2016 principal of \$1,000,000.
 - The issuance of 2015 MBCUDA and 2015 MBCIDA bonds in 2015 to refund portions of previously incurred debt and provide \$14 million in additional project funds resulted in an increase in interest and agent fee expenditures of \$852,963.
 - Secretary of State capital lease was paid off in FY 2015, resulting in a decrease of \$326,842 in FY 2016.

Total General Fund transfers to other funds increased by \$2,216,065 in FY 2016, primarily due to transfers to the Debt Service Fund for GMA leasepool principal repayments of \$2.3 million in FY 2016. These funds were paid from the 2012 SPLOST County in FY 2015.

Voters approved a SPLOST in 2011 with collections beginning in April 2012. The original SPLOST agreement split the proceeds with 33.5% of taxes going to former City of Macon debt service and projects and 66.5% to former Bibb County debt service and projects. The funds are accounted for in the SPLOST 2012 Fund City and SPLOST 2012 Fund County.

The SPLOST 2012 City Fund ended the fiscal year with total fund balance of \$4.6 million. Revenues totaled \$11.1 million in FY 2016 with \$9.9 million in sales tax revenues and \$1.2 million in state grant funds for road work and improvements. Expenditures totaled \$14.6 million in FY 2016. The largest project expenditures in FY 2016 included street resurface and repair \$3.1 million and Second Street Downtown Corridor \$2.8 million. Debt service payments on the Series 2012 former City of Macon bond issue totaled \$3.9 million.

The SPLOST 2012 County Fund ended the fiscal year with total fund balance of \$17.1 million. Sales tax revenue totaled \$19.6 million and investment earnings totaled \$51,369. Expenditures totaled \$17.7 million in FY 2016. The largest project expenditures included recreation \$7.4 million and courthouse and other county building improvements \$2.1 million. Debt service payments on the Series 2012 former Bibb County bond issue totaled \$4.3 million.

The 2015 MBCUDA Project Fund ended the fiscal year with total fund balance of \$13.3 million. Macon-Bibb County issued bonds totaling \$18.4 million to advance refund certain maturities of the Macon-Bibb County Urban Development Authority bond issues Series 2007 and 2013 and provide \$14 million for projects to address blight and public infrastructure needs. Current year expenditures totaled \$668,774.

MANAGEMENT'S DISCUSSION & ANALYSIS

The Grants Fund ended the fiscal year with fund balance of \$1.2 million primarily attributed to state funds received for road maintenance and repair. The fund reported revenues totaling \$4.6 million and expenditures of \$3.7 million. A substantial factor in the increase in revenues was the collection of prior deferred revenues collected and recognized in FY 2016. Deferred revenue in FY 2016 totaled \$162,791, compared to \$1,325,346 in FY 2015.

The ECD HOME Fund had a decrease in fund balance of \$785,135 and ended the fiscal year with fund balance of \$26,256. Revenues increased \$1 million in FY 2016 to \$1.8 million. Expenditures increased \$1.8 million primarily in developer projects utilizing current year revenues and prior accumulated funds to complete selected projects. Revenues and expenditures also fluctuated due to funding allocation changes yearly as determined by HUD.

The Capital Improvements Fund had a decrease in fund balance of \$1.2 million in FY 2016. Expenditures totaled \$7.3 million and included \$5.3 million in economic development and issuance costs associated with the MBCUDA 2016 bond issue.

The 2013 MBCUDA Project Fund had a decrease of \$2.7 million in FY 2016, with an ending fund balance of \$3.7 million. This fund reports the activities associated with the 2013 MBCUDA Series A & B bonds totaling \$13.2 million. The funds are used for acquisition of land and construction and equipping of certain capital outlay projects.

The TAD Second Street Fund had a decrease of \$2 million due to expenditures from the 2014 Tax Allocation District general obligation bonds. The Second Street bonds totaled \$3 million. Current year expenditures totaled \$2.2 million.

The General Debt Service Fund increased \$2 million in FY 2016. Current year transfers in from other funds to repay GMA leasepool principal totaled \$2.7 million. New leases transferred to other governmental funds totaled \$908,361. Intergovernmental revenues of \$308,194 represented the accumulation of sinking fund and debt service reserve funds to be used for the 2016 MBCUDA revenue bonds.

Proprietary Funds. Macon-Bibb County's proprietary funds provide the same information found in the government-wide financial statements, but in more detail. At the end of the current fiscal year Enterprise Fund net investment in capital assets and unrestricted net position were \$34,743,304 and (\$7,797,427) respectively. The total decrease in net position was \$1,181,700. Other factors concerning the finances of these funds have been addressed in the discussion of the County's business-type activities on page 6 of this analysis.

General Fund Budgetary Highlights

In comparing the final FY 2016 budget figures to actual, revenues were less than budgetary estimates by \$7 million.

- Sales taxes were less than budget by \$2,485,548. The budget projected an increase in sales tax revenues for FY 2016, but actual revenues decreased \$285,274.

MANAGEMENT'S DISCUSSION & ANALYSIS

- Franchise tax revenues increased over prior year by \$689,311, but were still less than budget by \$728,727. Anticipation of large industry consumption and impact should be recognized in a full 12 month period in FY 2017.
- Licenses and permits were less than budget by \$1,202,330. Of this amount, business licenses accounted for \$1,217,302. An anticipated change in business license fees was not implemented.
- Fines and forfeitures were less than budget by \$1,588,105.

Expenditures were less than budgetary estimates by \$1,007,971 and other financing uses were less than budgetary estimates by \$37,519. Differences between the original budget for expenditures and the final amended budget totaled \$33,422.

The amended budget projected a decrease in fund balance of \$2.2 million. Supplemental appropriations for items originally budgeted and encumbered in FY 2015 that rolled to FY 2016 totaled \$522,391. Additional supplemental appropriations included \$290,250 for public safety communications maintenance; \$350,000 for industrial development payment to Macon-Bibb County Industrial Authority; \$200,000 litigation expenditures; \$350,000 for outside counsel in the County Attorney's Office; \$300,000 for overtime in the Sheriff's Department; and \$212,611 for various other purposes.

A discussion of the changes in appropriations by function is as follows:

General Government

- The budget for General Government increased \$2.8 million.
- The budget for Facilities Management increased \$1.1 million. The increase was primarily in utility expenditures. For FY 2016, selected utility expenditures previously recorded in general government departments were budgeted and expensed in facilities management.
- The County Attorney's Office budget increased \$610,061, primarily consisting of the \$200,000 and \$350,000 supplemental appropriations noted above.
- The Other General Government Department budget increased \$1.5 million, primarily due to the annual leave payouts from the retirement incentive program totaling \$1.6 million.

Judicial

- The budget for Judicial expenditures increased \$780,489.
- Public Defender increased \$384,824, primarily due to increases needed in contractual salaries and benefits paid to Georgia Public Defender Standards Council totaling \$316,293. Small equipment increased \$52,000 due to computer equipment
- Magistrate Court increased \$119,745, with \$119,590 needed to cover salaries and benefits.
- District Attorney increased \$101,172, with \$99,030 needed to cover salaries and benefits.
- Clerk of Superior Court increased \$55,859. The budget for small equipment and improvements increased \$127,191. A total of \$19,291 represented FY 2015 purchase orders rolled to FY 2016. A total of \$21,500 was transferred from other operating accounts to provide funds for renovating court management space. A supplemental of \$86,400 was approved for renovations needed in the jury assembly room. These

MANAGEMENT'S DISCUSSION & ANALYSIS

increases were partially offset by decreases in budget for salaries and benefits of \$61,573 and Board of Equalization \$20,000.

Public Safety

- The Public Safety budget decreased \$2,260,380.
- Sheriff Patrol division decreased \$1.8 million, with \$1 million representing a reduction in salaries and benefits. The budget for fuel decreased \$399,122 and for uniforms \$53,102. The budget for small equipment and improvements was reduced \$300,000, due to expenditures anticipated in FY 2016, which were moved to FY 2017.
- Sheriff Criminal Investigation Division decreased \$378,728, with \$329,869 representing a reduction in salaries and benefits.
- Sheriff Court Security budget decreased \$208,659, with \$206,487 representing a reduction in salaries and benefits.
- Sheriff Training budget decreased \$200,580. Funds budgeted for operating supplies and ammunition decreased \$122,405, partially due to items budgeted in FY 2016, which were not purchased until FY 2017. Funds budgeted for education and training decreased \$32,294.
- Sheriff Administration budget decreased \$192,170 due to decrease in funds budgeted for salaries and benefits.
- Fire Suppression budget increased \$757,682, primarily due to an increase in funds budgeted for salaries and benefits of \$713,260.
- Fire Prevention budget decreased \$197,003, primarily due to a reduction in salaries and benefits of \$182,734 and a reduction in fuel of \$11,800.

Public Works

- The Public Works budget decreased \$929,487.
- Public Works Administration Division budget decreased \$143,370, with \$93,906 being a reduction in salaries and benefit and \$25,741 being a reduction in utilities.
- The Streets and Roads Division budget decreased \$603,127, with \$571,587 being a reduction in salaries and benefits. The budget for fuel expenditures decreased \$45,500.
- Engineering Division budget decreased \$182,990, with \$95,231 being a reduction in salaries and benefits. The budget for other contract services decreased \$88,500.

Health and Welfare

- The Health and Welfare budget increased \$390,690.
- The budget for Macon-Bibb County Transit Authority was increased \$349,929 to cover additional funds paid to the Authority to maintain working capital provided by intergovernmental contract.
- The budget for burial services was increased \$27,271.

Culture and Recreation

- The Culture and Recreation budget increased \$51,234.
- Parks and Recreation Administration budget decreased \$172,860, with \$206,540 being a reduction in salaries and benefits partially offset by increases in small equipment and improvements of \$14,075.

MANAGEMENT'S DISCUSSION & ANALYSIS

- Parks and Beautification budget increased \$259,233, with \$257,540 being a reduction in salaries and benefits.

Housing and Development

- The Housing and Development budget increased \$378,260.
- The budget for Macon-Bibb County Industrial Authority was increased \$350,000 for the supplemental appropriation discussed earlier.

Debt Service

- The budget for debt service decreased \$1,208,100.
- Funds originally budgeted for GMA lease and BB&T lease payments were subsequently reduced by \$894,900, as the expenditures were paid from SPLOST Funds.
- Funds budgeted for bond issues MBCUDA 2007, MBCUDA 2013 and MBCIDA 200x were reduced as a result of the advance refunding bonds issued in 2015, providing a reduction in budget of \$300,100.

Other Financing Uses

- Appropriations for interfund transfers decreased \$548,170.
- Transfer to Capital Improvements Fund was decreased \$127,000. Expenditures originally anticipated in FY 2016 did not occur until FY 2017.
- Transfer to Airport Fund was decreased \$218,200

Capital Assets and Debt Administration

Capital Assets. Macon-Bibb County's investment in capital assets for its governmental and business-type activities as of June 30, 2016, amounted to \$275,198,792 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, dam, roads, highways and bridges.

	Summary of Capital Assets (net of depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 49,936,983	\$ 47,448,149	\$ 7,639,561	\$ 7,639,561	\$ 57,576,544	\$ 55,087,710
Earthen Dam	-	-	2,625,294	2,625,294	2,625,294	2,625,294
Construction in Process	37,746,532	54,742,482	986,418	4,521,950	38,732,950	59,264,432
Buildings and Improvements	77,344,894	78,740,591	12,721,424	10,738,392	90,066,318	89,478,983
Land Improvements	10,066,510	3,793,361	4,253,420	2,776,181	14,319,930	6,569,542
Dam Improvements	-	-	698,849	808,204	698,849	808,204
Machinery, Equipment and Furniture	14,342,146	4,963,348	1,066,921	1,261,797	15,409,067	6,225,145
Vehicles	10,900,725	12,793,236	1,614,288	1,142,728	12,515,013	13,935,964
Infrastructure	98,511,283	89,780,653	5,227,096	5,224,614	103,738,379	95,005,267
Total	\$ 298,849,073	\$ 292,261,820	\$ 36,833,271	\$ 36,738,721	\$ 335,682,344	\$ 329,000,541

MANAGEMENT'S DISCUSSION & ANALYSIS

Additional information on the County's capital assets can be found in the capital asset schedules in the notes to the financial statements on pages 72 - 74 of this report.

Long-term Debt. At the end of the current fiscal year, the County's governmental activities had outstanding general obligation sales tax bond debt totaling \$23,901,832, tax allocation district bond debt totaling \$3,300,000, revenue bond debt totaling \$70,200,785, and other contractual obligation debt totaling \$14,740,918. The governmental activities revenue bond debt represents revenue bond debt issued by various authorities and guaranteed by the taxing power of the government through contracts. The County's business-type activities had revenue bond debt of \$1,259,685, which represents bonds secured solely by specific revenue sources. Business-type activities also had capital lease obligations of \$1,259,685 and landfill postclosure liability of \$17.3 million.

	Governmental		Business-type		Total	
	Activities		Activities			
	2016	2015	2016	2015	2016	2015
General obligation sales tax bonds	\$23,901,832	\$31,691,107	\$ -	\$ -	\$23,901,832	\$31,691,107
Tax allocation bonds	3,300,000	3,300,000	-	-	3,300,000	3,300,000
Revenue bonds	70,200,785	66,904,373	1,259,685	1,841,647	71,460,470	68,746,020
Other contractual Obligations	1,288,918	2,064,696	830,282	714,503	2,119,200	2,779,199
Certificates of participation	13,452,000	13,452,000	-	-	13,452,000	13,452,000
Compensated absences liability	6,646,497	7,152,978	173,827	230,716	6,820,324	7,383,694
Claims payable	9,197,408	10,300,979	-	-	9,197,408	10,300,979
Landfill postclosure	-	-	17,260,000	16,400,000	17,260,000	16,400,000
Net pension liability	44,842,573	26,293,452	3,470,307	3,478,432	48,312,880	29,771,884
Postemployment benefit obligation	48,707,101	41,889,935	-	-	48,707,101	41,889,935
Total	\$221,537,114	\$203,049,520	\$22,994,101	\$22,665,298	\$244,531,215	\$225,714,818

Macon-Bibb County maintains an "Aa2" rating from Moody's and an "AA" rating from Standard & Poor's Corporation for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of the assessed value of all taxable property (tax digest) within said county. The current debt limitation for Macon-Bibb County is \$418,475,183 based upon total assessed values of \$4,368,706,358 with \$23,015,000 of general obligation sales tax bonds outstanding, \$3,300,000 of tax allocation bonds outstanding and \$7,919,547 restricted for debt service of the sales tax bonds.

Additional information on the County's long-term debt can be found on the schedule of general long-term debt and in the notes to the financial statements on pages 75 - 86 of this report.

MANAGEMENT'S DISCUSSION & ANALYSIS

Economic Factors

The unemployment rate for Macon-Bibb County 6.6% was higher than the State of Georgia rate at 5.9%, based upon the 2015 annual average unemployment statistics.

The existing industry expansion and new industry recruitment discussed in the transmittal letter should add new jobs for the area and broaden the tax base. Our expectation is that both expanding and new industry will help to increase local option sales tax, which is a significant revenue source for the government.

The passage of the SPLOST in November 2016 will continue to have a direct impact on General Fund. The transmittal letter includes a discussion of the projects included in the SPLOST referendum.

The passage of the consolidation referendum has had a positive economic impact on the community as a whole. It has allowed for an easier business recruitment model and consolidation of services delivered to citizens. The one-time costs for consolidation have been outweighed by the savings captured through a reduction in personnel costs. The early retirement incentive allowed for people to self-select out of departments that may have had duplicated positions upon consolidation. These adjustments in the General Fund budget met the charter mandated 20% reduction in budget, including calculations for CPI growth.

Next Year's Budget

The FY 2017 General Fund budget presented new challenges as reductions could no longer be found within the personnel line. Departments, Constitutional Officers, and Elected Officials worked diligently to find additional savings and continue to maintain unfunded vacancies in order to meet the 20% budget reduction mark.

Requests for Information

This financial report is designed to provide a general overview of Macon-Bibb County, Georgia's finances for those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Finance Director, 700 Poplar Street, PO Box 247, Macon, Georgia 31202.

MACON-BIBB COUNTY, GEORGIA

STATEMENT OF NET POSITION JUNE 30, 2016

ASSETS	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Cash and cash equivalents	\$ 24,148,362	\$ 950,126	\$ 25,098,488	\$ 8,489,204
Investments	69,975,326	243,940	70,219,266	926,246
Receivables, net of allowance				
Taxes	5,265,361	-	5,265,361	-
Special assessments	108,925	-	108,925	-
Accounts	2,502,328	5,612,403	8,114,731	534,568
Accrued interest	153,977	-	153,977	142
Lease receivable	-	-	-	1,583,946
Loan receivable	-	-	-	1,914,791
Bond proceeds receivable	-	-	-	829,927
Rehabilitation projects receivable	-	-	-	4,034,127
Due from other governments	7,238,172	554,884	7,793,056	860,126
Internal balances	(7,747,637)	7,747,637	-	-
Inventories	54,251	-	54,251	901,921
Prepaid items	307,229	22,423	329,652	411,839
Deferred charges	-	-	-	-
Restricted cash	-	-	-	58,401
Long-term loans receivable	1,945,739	-	1,945,739	-
Fair market value of interest-rate swap	5,003,004	-	5,003,004	-
Capital assets, non-depreciable	87,683,515	11,251,273	98,934,788	34,360,080
Capital assets, depreciable (net of accumulated depreciation)	211,165,558	25,581,998	236,747,556	22,691,544
Total assets	407,804,110	51,964,684	459,768,794	77,596,862
DEFERRED OUTFLOWS OF RESOURCES				
Pensions	23,755,004	780,164	24,535,168	3,478,102
Total deferred outflows of resources	23,755,004	780,164	24,535,168	3,478,102
LIABILITIES				
Accounts payable	11,876,545	2,138,784	14,015,329	487,957
Retainage payable	1,185,046	49,475	1,234,521	-
Accrued liabilities	3,321,447	141,162	3,462,609	333,015
Accrued interest payable	579,788	31,113	610,901	-
Security deposits	104,904	4,000	108,904	-
Unearned revenue	202,949	16,858	219,807	122,702
Line of credit	-	-	-	4,351,309
Noncurrent liabilities				
Due within one year				
Claims payable	833,408	-	833,408	-
Capital leases payable	525,217	266,247	791,464	-
Bonds payable	9,637,668	620,000	10,257,668	-
Notes payable	-	-	-	643,872
Workers compensation claims	2,533,708	-	2,533,708	-
Compensated absences	3,218,666	173,827	3,392,493	251,720
Due in more than one year				
Capital leases payable	763,701	564,035	1,327,736	-
Certificates of participation	13,452,000	-	13,452,000	-
Bonds payable	87,764,949	639,685	88,404,634	5,000,000
Notes payable	-	-	-	3,451,897
Net pension liability	44,842,573	3,470,307	48,312,880	11,790,642
Landfill closure/post-closure	-	17,260,000	17,260,000	-
Workers compensation claims	5,830,292	-	5,830,292	-
Postemployment benefit obligation	48,707,101	-	48,707,101	251,105
Compensated absences	3,427,831	-	3,427,831	152,638
Total liabilities	238,807,793	25,375,493	264,183,286	26,836,857
DEFERRED INFLOWS OF RESOURCES				
Fair value of effective hedge	5,003,004	-	5,003,004	-
Pensions	30,052,689	423,478	30,476,167	1,061,044
Total deferred inflows of resources	35,055,693	423,478	35,479,171	1,061,044
NET POSITION				
Net investment in capital assets	240,455,488	34,743,304	275,198,792	52,225,593
Restricted for:				
Debt service	16,235,804	-	16,235,804	-
Grant programs	1,237,599	-	1,237,599	-
Capital projects	34,524,034	-	34,524,034	1,565,668
Community development	1,016,963	-	1,016,963	-
Culture and recreation	-	-	-	8,343
Program loans	-	-	-	840,097
Prior year program income	-	-	-	1,994,005
Debt covenants	-	-	-	75,000
Other purposes	2,228,542	-	2,228,542	594,153
Unrestricted	(138,002,802)	(7,797,427)	(145,800,229)	(4,125,796)
Total net position	\$ 157,695,628	\$ 26,945,877	\$ 184,641,505	\$ 53,177,063

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

MACON-BIBB COUNTY, GEORGIA

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2016

<u>Functions/Programs</u>	<u>Expenses</u>	Program Revenues		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental activities				
General government	\$ 28,173,095	\$ 7,341,607	\$ 503,204	\$ 133,777
Judicial	17,735,112	2,468,449	1,417,988	8
Public safety	86,814,275	7,079,630	93,105	3,318
Public works	19,851,117	665,607	117,893	5,248,815
Housing and development	17,105,837	1,743,536	2,755,623	-
Health and welfare	8,973,917	-	-	-
Culture and recreation	12,155,930	377,851	8,176	54,533
Interest on long-term debt	3,922,637	-	-	-
Total governmental activities	\$ 194,731,920	\$ 19,676,680	\$ 4,895,989	\$ 5,440,451
Business-type activities				
Tobesofkee Recreation Fund	\$ 1,226,623	\$ 747,247	\$ -	\$ -
Solid Waste Fund	13,475,185	11,426,332	572,445	-
Airport Fund	1,910,706	1,387,065	-	-
Coliseum Fund	2,258,386	-	-	-
Mulberry Street Parking Garage Fund	166,553	140,622	-	-
Bowden Golf Course Fund	611,970	283,949	-	-
Total business-type activities	\$ 19,649,423	\$ 13,985,215	\$ 572,445	\$ -
Component units:				
Macon-Bibb County Industrial Authority	\$ 7,481,563	\$ 674,068	\$ -	\$ 6,662,340
Middle Georgia Regional Library	4,048,225	134,438	3,814,547	-
Macon-Bibb County Transit Authority	9,123,122	1,028,728	3,147,441	1,588,905
Macon-Bibb County Board of Health	4,208,558	2,100,785	2,864,628	-
Macon-Bibb County Urban Development Authority	379,296	261,422	469,785	143,482
Macon-Bibb Convention and Visitors Bureau	1,925,747	64,064	2,008,324	-
Macon-Bibb Planning and Zoning Commission	1,601,057	605,745	296,820	-
Development Authority of Bibb County	537,949	2,200	372,798	-
Macon-Bibb County Land Bank Authority	432,082	-	187,305	-
Total component units	\$ 29,737,599	\$ 4,871,450	\$ 13,161,648	\$ 8,394,727
General revenues:				
Property taxes				
Sales taxes				
Hotel/motel taxes				
Alcoholic beverage taxes				
Recording intangible taxes				
Real estate transfer tax				
Franchise taxes				
Insurance premium tax				
Financial institution taxes				
Payments in lieu of taxes				
Interest and penalties on delinquent taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Payment from Macon-Bibb County				
Other revenues				
Gain on sale of capital assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning of year, as restated				
Net position, end of year				

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

Net (Expenses) Revenues and Changes in Net Position

Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (20,194,507)	\$ -	\$ (20,194,507)	\$ -
(13,848,667)	-	(13,848,667)	-
(79,638,222)	-	(79,638,222)	-
(13,818,802)	-	(13,818,802)	-
(12,606,678)	-	(12,606,678)	-
(8,973,917)	-	(8,973,917)	-
(11,715,370)	-	(11,715,370)	-
(3,922,637)	-	(3,922,637)	-
<u>(164,718,800)</u>	<u>-</u>	<u>(164,718,800)</u>	<u>-</u>
\$ -	\$ (479,376)	\$ (479,376)	\$ -
-	(1,476,408)	(1,476,408)	-
-	(523,641)	(523,641)	-
-	(2,258,386)	(2,258,386)	-
-	(25,931)	(25,931)	-
-	(328,021)	(328,021)	-
<u>\$ -</u>	<u>\$ (5,091,763)</u>	<u>\$ (5,091,763)</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ (145,155)
-	-	-	(99,240)
-	-	-	(3,358,048)
-	-	-	756,855
-	-	-	495,393
-	-	-	146,641
-	-	-	(698,492)
-	-	-	(162,951)
-	-	-	(244,777)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,309,774)</u>
\$ 64,982,880	\$ -	\$ 64,982,880	\$ -
58,947,467	-	58,947,467	-
3,710,022	-	3,710,022	-
2,491,447	-	2,491,447	-
881,455	-	881,455	-
242,711	-	242,711	-
12,203,273	-	12,203,273	-
8,960,555	-	8,960,555	-
412,110	-	412,110	-
364,457	-	364,457	382,406
1,886,104	-	1,886,104	-
-	-	-	16,299
1,247,563	3,524	1,251,087	44,615
-	-	-	4,210,101
121,029	-	121,029	111,686
-	-	-	2,288,527
(3,906,539)	3,906,539	-	-
<u>152,544,534</u>	<u>3,910,063</u>	<u>156,454,597</u>	<u>7,053,634</u>
(12,174,266)	(1,181,700)	(13,355,966)	3,743,860
169,869,894	28,127,577	197,997,471	49,433,203
<u>\$ 157,695,628</u>	<u>\$ 26,945,877</u>	<u>\$ 184,641,505</u>	<u>\$ 53,177,063</u>

MACON-BIBB COUNTY, GEORGIA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

ASSETS	General	SPLOST	SPLOST	2015	Nonmajor	Total
		2012 Fund City	2012 Fund County	MBCUDA Project	Governmental Funds	
Cash and cash equivalents	\$ 6,062,322	\$ 820,605	\$ 10,624,321	\$ -	\$ 6,638,142	\$ 24,145,390
Investments	31,367,073	4,033,108	6,694,663	13,431,394	14,449,088	69,975,326
Receivables, net of allowance:						
Taxes	4,929,286	-	-	-	336,075	5,265,361
Special assessments	108,925	-	-	-	-	108,925
Accounts	1,261,413	-	-	-	1,227,623	2,489,036
Accrued interest	141,382	1,229	11,366	-	-	153,977
Due from other governments	2,786,019	1,504,804	1,584,754	-	1,345,088	7,220,665
Due from other funds	905,633	-	-	-	2,168,038	3,073,671
Prepaid items	300,332	-	-	-	6,897	307,229
Long-term receivable, net of allowance	-	-	-	-	1,945,739	1,945,739
Inventories	54,251	-	-	-	-	54,251
Total assets	\$ 47,916,636	\$ 6,359,746	\$ 18,915,104	\$ 13,431,394	\$ 28,116,690	\$ 114,739,570
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 4,652,675	\$ 1,585,450	\$ 1,299,498	50,414	\$ 2,756,259	\$ 10,344,296
Retainage payable	-	191,223	508,684	-	485,139	1,185,046
Deposits payable	104,904	-	-	-	-	104,904
Accrued payroll deductions	2,279,704	-	-	-	148,898	2,428,602
Due to other governments	9,461	-	-	-	16,442	25,903
Due to other funds	8,141,747	-	-	39,584	621,904	8,803,235
Advances from other funds	8,000,000	-	-	-	-	8,000,000
Unearned revenues	74,113	-	-	-	128,836	202,949
Total liabilities	23,262,604	1,776,673	1,808,182	89,998	4,157,478	31,094,935
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - taxes	4,205,419	-	-	-	1,750	4,207,169
Unavailable revenue - housing and development loans	-	-	-	-	1,945,739	1,945,739
Unavailable revenue - grants	217,158	-	-	-	783,226	1,000,384
Unavailable revenue - special assessments	108,925	-	-	-	87,257	196,182
Unavailable revenue - other	373,809	1,229	11,366	-	8,292	394,696
Total deferred inflows of resources	4,905,311	1,229	11,366	-	2,826,264	7,744,170
FUND BALANCES						
Nonspendable						
Inventories and prepaid items	354,583	-	-	-	6,897	361,480
Restricted for						
Debt service	-	3,733,716	4,185,831	-	8,316,257	16,235,804
Grant programs	-	-	-	-	1,237,599	1,237,599
Capital outlay	-	848,128	12,909,725	13,341,396	7,424,785	34,524,034
Law enforcement	-	-	-	-	905,954	905,954
Street light district	-	-	-	-	339,161	339,161
Victim assistance	-	-	-	-	39,566	39,566
Court programs	-	-	-	-	943,861	943,861
Community development	-	-	-	-	1,016,963	1,016,963
Committed for						
Law enforcement	-	-	-	-	727,126	727,126
Assigned for						
Capital outlay	-	-	-	-	178,790	178,790
Working capital	17,611,323	-	-	-	-	17,611,323
Recreation	249,800	-	-	-	-	249,800
Purchases on order	1,211,009	-	-	-	-	1,211,009
Unassigned	322,006	-	-	-	(4,011)	317,995
Total fund balances	19,748,721	4,581,844	17,095,556	13,341,396	21,132,948	75,900,465
Total liabilities, deferred inflows of resources and fund balances	\$ 47,916,636	\$ 6,359,746	\$ 18,915,104	\$ 13,431,394	\$ 28,116,690	\$ 114,739,570

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

MACON-BIBB COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
JUNE 30, 2016

Total fund equity per balance sheet of governmental funds	\$	75,900,465
<p>Amounts reported for governmental activities in the statement of net position are different from amounts reported in the balance sheet of governmental funds due to the following:</p>		
Net OPEB obligation		
To recognize liability resulting from contributions under the annual required contribution.		(48,707,101)
Capital assets		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>		
Cost of the assets		763,651,395
Accumulated depreciation		(465,027,995)
Deferred outflows of resources		
<p>Deferred outflows of resources are not due and payable in the current period and therefore are not reported in the funds. These deferred outflows of resources consist of pension related contributions.</p>		
		23,495,378
Revenues		
<p>Some of the government's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>		
		7,744,170
Internal service funds		
<p>Internal service funds are used by management to charge the costs of risk management and health insurance services to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.</p>		
Total net position of internal service funds		1,750,176
Less amount attributable to business-type activities		121,288
Deferred inflows of resources		
<p>Deferred inflows of resources are not available to pay for current expenditures and therefore are not reported in the funds. These deferred inflows of resources consist of pension related differences between projected and actual earnings on plan</p>		
		(29,911,762)
Long-term liabilities		
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities both current and long-term are reported in the statement of net position. Long-term liabilities at year end consist of the following:</p>		
Bonds payable		(97,402,617)
Certificates of participation		(13,452,000)
Capital leases payable		(1,258,718)
Workers' compensation payable		(8,364,000)
Net pension liability		(43,687,709)
Compensated absences		(6,575,831)
Accrued interest payable		(579,511)
		81,795,163
Total adjustments		81,795,163
Total net position of governmental activities	\$	157,695,628

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	General	SPLOST 2012 Fund City	SPLOST 2012 Fund County	2015 MBCUDA Project	Nonmajor Governmental Funds	Totals
REVENUES						
Taxes						
Property taxes	\$ 64,671,876	\$ -	\$ -	\$ -	\$ 554,524	\$ 65,226,400
Sales taxes	29,507,452	9,862,405	19,577,610	-	-	58,947,467
Hotel/Motel taxes	-	-	-	-	3,710,022	3,710,022
Alcoholic beverage taxes	2,491,447	-	-	-	-	2,491,447
Intangible taxes	881,455	-	-	-	-	881,455
Real estate transfer tax	242,711	-	-	-	-	242,711
Franchise taxes	12,203,273	-	-	-	-	12,203,273
Financial gross receipts tax	412,110	-	-	-	-	412,110
Payments in lieu of taxes	364,457	-	-	-	-	364,457
Insurance premium tax	8,960,555	-	-	-	-	8,960,555
Interest and penalties	1,886,104	-	-	-	-	1,886,104
Licenses and permits	3,899,670	-	-	-	-	3,899,670
Intergovernmental	1,228,616	1,164,863	-	-	8,364,569	10,758,048
Charges for services	6,523,969	-	-	-	3,715,755	10,239,724
Fines and forfeitures	1,804,195	-	-	-	1,499,805	3,304,000
Investment earnings	361,353	35,834	51,369	37,897	842,199	1,328,652
Rent	1,606,280	-	-	-	468,891	2,075,171
Other revenue	175,320	-	-	-	760,959	936,279
Total revenues	<u>137,220,843</u>	<u>11,063,102</u>	<u>19,628,979</u>	<u>37,897</u>	<u>19,916,724</u>	<u>187,867,545</u>
EXPENDITURES						
Current:						
General government	27,936,176	-	-	-	83,102	28,019,278
Judicial	16,561,989	-	-	-	1,704,313	18,266,302
Public safety	69,417,837	-	-	-	4,033,531	73,451,368
Public works	5,472,420	-	-	-	538,131	6,010,551
Housing and development	4,227,006	-	-	1,158	4,718,490	8,946,654
Health and welfare	8,721,383	-	-	-	291,786	9,013,169
Culture and recreation	7,184,809	-	-	-	2,673,517	9,858,326
Capital outlay	-	9,113,729	11,533,899	667,616	14,426,233	35,741,477
Debt service:						
Principal	-	4,628,100	5,175,000	-	227,956	10,031,056
Interest and other charges	1,631,830	845,439	944,838	-	840,957	4,263,064
Bond issuance costs	-	-	-	-	196,975	196,975
Total expenditures	<u>141,153,450</u>	<u>14,587,268</u>	<u>17,653,737</u>	<u>668,774</u>	<u>29,734,991</u>	<u>203,798,220</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,932,607)</u>	<u>(3,524,166)</u>	<u>1,975,242</u>	<u>(630,877)</u>	<u>(9,818,267)</u>	<u>(15,930,675)</u>
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of capital assets	267,162	-	-	-	-	267,162
Issuance of bonds	-	-	-	-	5,280,431	5,280,431
Insurance recoveries	121,029	-	-	-	-	121,029
Transfers in	259,354	-	-	-	4,464,530	4,723,884
Transfers out	<u>(4,926,311)</u>	<u>-</u>	<u>(329,726)</u>	<u>-</u>	<u>(2,225,068)</u>	<u>(7,481,105)</u>
Total other financing sources (uses)	<u>(4,278,766)</u>	<u>-</u>	<u>(329,726)</u>	<u>-</u>	<u>7,519,893</u>	<u>2,911,401</u>
Net change in fund balances	<u>(8,211,373)</u>	<u>(3,524,166)</u>	<u>1,645,516</u>	<u>(630,877)</u>	<u>(2,298,374)</u>	<u>(13,019,274)</u>
FUND BALANCES, beginning of year	<u>27,960,094</u>	<u>8,106,010</u>	<u>15,450,040</u>	<u>13,972,273</u>	<u>23,431,322</u>	<u>88,919,739</u>
FUND BALANCES, end of year	<u>\$ 19,748,721</u>	<u>\$ 4,581,844</u>	<u>\$ 17,095,556</u>	<u>\$ 13,341,396</u>	<u>\$ 21,132,948</u>	<u>\$ 75,900,465</u>

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

MACON-BIBB COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Net change in fund balances, total governmental funds	\$ (13,019,274)
<p>Amounts reported for governmental activities in the statement of activities differ from amounts reported in the governmental fund statement of revenues, expenditures and changes in fund balances due to the following:</p>	
Net OPEB Obligation	
To recognize change in liability resulting from contributions under the annual required contribution.	(6,817,166)
Capital Assets	
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>	
Total capital outlays	23,140,637
Total depreciation	(16,503,608)
The net effect of the disposal of capital assets is to decrease net position	(48,491)
Long-term Debt	
<p>The issuance of bonds and similar long-term debt provides current financial resources to governmental funds, and thus contributes to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amount of the items that make up these differences in the treatment of long-term debt and related items are as follows:</p>	
Debt issued or incurred	(5,280,431)
Principal repayments and refundings:	
Leases payable	761,056
Bonds payable	9,270,000
<p>Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The adjustments for these items are as follows:</p>	
Compensated absences	452,844
Workers' compensation	598,000
Accrued interest on debt	34,737
Amortization of bond premium	503,294
Pension contributions	
Contributions to the pension plans in the current fiscal year are not included in the statement of activities.	(3,734,084)
Revenues	
<p>Because some revenues will not be collected for several months after the County's fiscal year end, they are not considered available revenues and are deferred in the governmental funds. Deferred inflows related to revenues decreased by this amount during the fiscal period.</p>	
	(1,530,495)
Internal service funds	
<p>Internal service funds are used by management to charge the cost of risk management and health insurance services to individual funds. The net revenue is reported with governmental activities.</p>	
Net loss of internal service funds	(1,997)
Portion of net loss allocated to business-type activities	712
Total adjustments	845,008
Change in net position of governmental activities	\$ (12,174,266)

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
Taxes:				
Property taxes	\$ 65,874,600	\$ 65,124,600	\$ 64,671,876	\$ (452,724)
Sales taxes	34,000,000	31,993,000	29,507,452	(2,485,548)
Alcoholic beverage taxes	2,818,000	2,818,000	2,491,447	(326,553)
Intangible taxes	800,000	800,000	881,455	81,455
Real estate transfer tax	200,000	200,000	242,711	42,711
Franchise taxes	12,932,000	12,932,000	12,203,273	(728,727)
Financial gross receipts tax	750,000	750,000	412,110	(337,890)
Payments in lieu of taxes	643,700	643,700	364,457	(279,243)
Insurance premium tax	8,100,000	8,100,000	8,960,555	860,555
Interest and penalties	2,477,000	2,477,000	1,886,104	(590,896)
Licenses and permits	5,102,000	5,102,000	3,899,670	(1,202,330)
Intergovernmental	1,389,200	1,389,200	1,228,616	(160,584)
Charges for services	6,408,300	6,408,300	6,523,969	115,669
Fines and forfeitures	3,392,300	3,392,300	1,804,195	(1,588,105)
Interest earned on investments	307,000	307,000	361,353	54,353
Rent	1,704,900	1,704,900	1,606,280	(98,620)
Other revenue	343,000	343,000	175,320	(167,680)
Total revenues	<u>147,242,000</u>	<u>144,485,000</u>	<u>137,220,843</u>	<u>(7,264,157)</u>
EXPENDITURES				
Current:				
General government:				
Board of commissioners	\$ 446,900	\$ 509,900	\$ 484,825	\$ 25,075
Mayor's office	399,600	391,597	389,863	1,734
Clerk of commission	274,200	223,200	220,437	2,763
County manager	1,862,400	1,629,651	1,621,738	7,913
Board of elections	874,600	926,654	925,071	1,583
General services	16,000	32,100	32,094	6
Finance office	1,736,900	1,482,190	1,478,230	3,960
Risk management	772,600	723,940	718,648	5,292
Internal audit	227,200	223,200	220,486	2,714
Tax assessors	1,961,400	1,942,210	1,932,178	10,032
Tax commissioner	2,480,000	2,576,244	2,569,025	7,219
Purchasing	462,600	372,736	370,868	1,868
Records management	56,000	51,600	51,324	276
County attorney	1,058,200	1,668,261	1,666,886	1,375
Human resources	1,316,700	1,320,700	1,319,020	1,680
Facilities management	7,116,200	8,250,047	8,207,700	42,347
Information and technology	2,933,700	3,031,185	2,981,035	50,150
Small business affairs	253,400	253,700	253,328	372
General administrative fees	310,300	307,000	306,548	452
Other general government	714,300	2,187,800	2,186,872	928
Total general government	<u>\$ 25,273,200</u>	<u>\$ 28,103,915</u>	<u>\$ 27,936,176</u>	<u>\$ 167,739</u>

(Continued)

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance
	Original	Final		with Final Budget
EXPENDITURES				
Current (continued):				
Judicial:				
Superior Court	\$ 1,335,700	\$ 1,360,683	\$ 1,324,419	\$ 36,264
Public defender	2,177,300	2,562,124	2,561,055	1,069
Clerk of Superior Court	1,848,200	1,904,059	1,785,440	118,619
District attorney	2,798,900	2,900,072	2,890,153	9,919
DA victim witness program	-	57,900	57,703	197
Grand jury	30,000	30,000	26,252	3,748
Juvenile Court	1,132,800	1,144,859	1,142,816	2,043
State Court judge	1,316,700	1,245,534	1,239,238	6,296
State Court probation	969,200	1,008,175	1,003,556	4,619
State Court solicitor	991,400	1,008,307	1,002,910	5,397
Magistrate court	349,400	469,145	467,273	1,872
Civil Court	1,347,800	1,358,221	1,350,863	7,358
Probate Court	931,600	917,680	880,278	37,402
Municipal Court	789,500	832,230	830,033	2,197
Total judicial	<u>16,018,500</u>	<u>16,798,989</u>	<u>16,561,989</u>	<u>237,000</u>
Public safety:				
Sheriff	48,000,000	45,177,449	44,945,694	231,755
Fire	22,458,300	22,936,982	22,856,946	80,036
Coroner	294,600	350,270	345,839	4,431
Animal welfare	867,700	952,809	945,292	7,517
Emergency management	382,100	324,810	324,066	744
Total public safety	<u>72,002,700</u>	<u>69,742,320</u>	<u>69,417,837</u>	<u>324,483</u>
Public works:				
Public works	4,694,800	3,948,303	3,918,085	30,218
Engineering	1,784,800	1,601,810	1,554,335	47,475
Total public works	<u>6,479,600</u>	<u>5,550,113</u>	<u>5,472,420</u>	<u>77,693</u>
Health and welfare:				
Health	1,457,000	1,457,000	1,457,000	-
Welfare	3,569,000	3,946,200	3,946,110	90
Community service	3,304,800	3,318,290	3,318,273	17
Total health and welfare	<u>8,330,800</u>	<u>8,721,490</u>	<u>8,721,383</u>	<u>107</u>
Culture and recreation:				
Recreation	4,066,900	3,858,901	3,708,181	150,720
Parks and beautification	3,250,800	3,510,033	3,476,628	33,405
Total culture and recreation	<u>7,317,700</u>	<u>7,368,934</u>	<u>7,184,809</u>	<u>184,125</u>

(Continued)

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Budget		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES				
Current (continued):				
Housing and development:				
Extension service	\$ 270,500	\$ 246,110	\$ 235,807	\$ 10,303
Business development services	1,956,100	2,006,750	2,000,508	6,242
Industrial and urban development	1,638,700	1,990,700	1,990,691	9
Total housing and development	<u>3,865,300</u>	<u>4,243,560</u>	<u>4,227,006</u>	<u>16,554</u>
Total current expenditures	<u>139,287,800</u>	<u>140,529,321</u>	<u>139,521,620</u>	<u>1,007,701</u>
Debt service:				
Principal	1,419,900	-	-	-
Interest and other charges	1,420,300	1,632,100	1,631,830	270
Total debt service	<u>2,840,200</u>	<u>1,632,100</u>	<u>1,631,830</u>	<u>270</u>
Total expenditures	<u>142,128,000</u>	<u>142,161,421</u>	<u>141,153,450</u>	<u>1,007,971</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,114,000</u>	<u>2,323,579</u>	<u>(3,932,607)</u>	<u>(6,256,186)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	127,000	127,000	267,162	140,162
Insurance recoveries	40,000	40,000	121,029	81,029
Transfers in	231,000	248,000	259,354	11,354
Transfers out	(5,512,000)	(4,963,830)	(4,926,311)	37,519
Total other financing sources (uses)	<u>(5,114,000)</u>	<u>(4,548,830)</u>	<u>(4,278,766)</u>	<u>270,064</u>
Net change in fund balances	-	(2,225,251)	(8,211,373)	(5,986,122)
FUND BALANCES, beginning of year	<u>27,960,094</u>	<u>27,960,094</u>	<u>27,960,094</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 27,960,094</u>	<u>\$ 25,734,843</u>	<u>\$ 19,748,721</u>	<u>\$ (5,986,122)</u>

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016**

	Solid Waste Fund	Airport Fund	Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Assets					
Current assets					
Cash and cash equivalents	\$ 938,954	\$ 4,380	\$ 6,792	\$ 950,126	\$ 2,972
Investments	243,940	-	-	243,940	-
Receivables, net of allowance for uncollectibles accounts	5,569,497	33,775	9,131	5,612,403	13,292
Due from other governments	541,409	-	13,475	554,884	17,507
Due from other funds	191,628	-	407,546	599,174	5,860,639
Prepaid expenses	-	15,670	6,753	22,423	-
Total current assets	<u>7,485,428</u>	<u>53,825</u>	<u>443,697</u>	<u>7,982,950</u>	<u>5,894,410</u>
Noncurrent assets					
Advances to other funds	<u>8,000,000</u>	<u>-</u>	<u>-</u>	<u>8,000,000</u>	<u>-</u>
Capital assets					
Land	73,126	6,301,663	1,264,772	7,639,561	80,132
Construction in progress	-	986,418	-	986,418	-
Earthen dam	-	-	2,625,294	2,625,294	-
Land improvements	-	3,919,292	2,581,465	6,500,757	-
Dam improvements	-	-	1,944,834	1,944,834	-
Buildings	133,131	10,926,106	14,546,926	25,606,163	808,943
Building improvements	-	-	941,458	941,458	-
Machinery, equipment and furniture	331,756	909,650	4,207,954	5,449,360	240,314
Vehicles	8,200,468	319,347	554,834	9,074,649	44,301
Infrastructure	2,097,678	4,537,549	356,307	6,991,534	-
	10,836,159	27,900,025	29,023,844	67,760,028	1,173,690
Less accumulated depreciation	<u>(7,636,499)</u>	<u>(8,141,240)</u>	<u>(15,149,018)</u>	<u>(30,926,757)</u>	<u>(948,017)</u>
	<u>3,199,660</u>	<u>19,758,785</u>	<u>13,874,826</u>	<u>36,833,271</u>	<u>225,673</u>
Total noncurrent assets	<u>11,199,660</u>	<u>19,758,785</u>	<u>13,874,826</u>	<u>44,833,271</u>	<u>225,673</u>
Total assets	<u>18,685,088</u>	<u>19,812,610</u>	<u>14,318,523</u>	<u>52,816,221</u>	<u>6,120,083</u>
Deferred Outflows of Resources					
Pensions	614,363	-	165,801	780,164	259,626
Total deferred outflows of resources	<u>\$ 614,363</u>	<u>\$ -</u>	<u>\$ 165,801</u>	<u>\$ 780,164</u>	<u>\$ 259,626</u>

(Continued)

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016**

	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Liabilities					
Current liabilities					
Current liabilities payable from current assets					
Accounts payable	\$ 1,756,205	\$ 219,855	\$ 162,724	\$ 2,138,784	\$ 1,532,249
Retainage payable	49,475	-	-	49,475	-
Accrued payroll deductions	97,967	-	43,195	141,162	36,301
Accrued benefits payable	-	-	-	-	830,641
Accrued interest payable	16,817	14,296	-	31,113	277
Security deposits	-	4,000	-	4,000	-
Unearned revenue	-	9,995	6,863	16,858	-
Capital leases payable	266,247	-	-	266,247	14,973
Revenue bonds payable	-	620,000	-	620,000	-
Claims payable	-	-	-	-	833,408
Compensated absences payable	125,144	-	48,683	173,827	70,666
Due to other funds	730,249	-	-	730,249	-
Total current liabilities	<u>3,042,104</u>	<u>868,146</u>	<u>261,465</u>	<u>4,171,715</u>	<u>3,318,515</u>
Noncurrent liabilities					
Capital leases payable	564,035	-	-	564,035	15,227
Net pension liability	2,732,795	-	737,512	3,470,307	1,154,864
Landfill closure/post-closure	17,260,000	-	-	17,260,000	-
Revenue bonds payable	-	639,685	-	639,685	-
Total noncurrent liabilities	<u>20,556,830</u>	<u>639,685</u>	<u>737,512</u>	<u>21,934,027</u>	<u>1,170,091</u>
Total liabilities	<u>23,598,934</u>	<u>1,507,831</u>	<u>998,977</u>	<u>26,105,742</u>	<u>4,488,606</u>
Deferred Inflows of Resources					
Pensions	333,481	-	89,997	423,478	140,927
Total deferred inflows of resources	<u>333,481</u>	<u>-</u>	<u>89,997</u>	<u>423,478</u>	<u>140,927</u>
Net Position					
Net investment in capital assets	2,369,378	18,499,100	13,874,826	34,743,304	195,473
Unrestricted	<u>(7,002,342)</u>	<u>(194,321)</u>	<u>(479,476)</u>	<u>(7,676,139)</u>	<u>1,554,703</u>
Total net position	<u>\$ (4,632,964)</u>	<u>\$ 18,304,779</u>	<u>\$ 13,395,350</u>	27,067,165	<u>\$ 1,750,176</u>
				(121,288)	
				<u>\$ 26,945,877</u>	

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating revenues					
Charges for sales and services	\$ 11,422,803	\$ 1,387,065	\$ 1,171,576	\$ 13,981,444	\$ 1,807,264
Intergovernmental revenue	572,445	-	-	572,445	16,758,599
Other revenues	3,529	-	242	3,771	-
Total operating revenues	<u>11,998,777</u>	<u>1,387,065</u>	<u>1,171,818</u>	<u>14,557,660</u>	<u>18,565,863</u>
Operating expenses					
Administration and other costs	11,990,029	1,265,274	3,250,508	16,505,811	3,557,025
Depreciation	602,150	546,111	1,012,954	2,161,215	40,691
Amortization	-	3,038	-	3,038	-
Claims and judgments	-	-	-	-	14,975,629
Total operating expenses	<u>12,592,179</u>	<u>1,814,423</u>	<u>4,263,462</u>	<u>18,670,064</u>	<u>18,573,345</u>
Operating loss	<u>(593,402)</u>	<u>(427,358)</u>	<u>(3,091,644)</u>	<u>(4,112,404)</u>	<u>(7,482)</u>
Nonoperating revenues (expenses)					
Interest earned on investments	3,122	97	305	3,524	6,114
Landfill closure/post-closure costs	(860,000)	-	-	(860,000)	-
Interest expense	<u>(22,376)</u>	<u>(96,271)</u>	<u>-</u>	<u>(118,647)</u>	<u>(629)</u>
Total nonoperating revenues (expenses)	<u>(879,254)</u>	<u>(96,174)</u>	<u>305</u>	<u>(975,123)</u>	<u>5,485</u>
Loss before contributions and transfers	<u>(1,472,656)</u>	<u>(523,532)</u>	<u>(3,091,339)</u>	<u>(5,087,527)</u>	<u>(1,997)</u>
Capital contributions	<u>-</u>	<u>954,076</u>	<u>195,242</u>	<u>1,149,318</u>	<u>-</u>
Transfers in	28,894	459,560	2,286,280	2,774,734	-
Transfers out	<u>-</u>	<u>(17,513)</u>	<u>-</u>	<u>(17,513)</u>	<u>-</u>
Total transfers	<u>28,894</u>	<u>442,047</u>	<u>2,286,280</u>	<u>2,757,221</u>	<u>-</u>
Change in net position	(1,443,762)	872,591	(609,817)	(1,180,988)	(1,997)
Net position, beginning of year	<u>(3,189,202)</u>	<u>17,432,188</u>	<u>14,005,167</u>		<u>1,752,173</u>
Net position, end of year	<u>\$ (4,632,964)</u>	<u>\$ 18,304,779</u>	<u>\$ 13,395,350</u>		<u>\$ 1,750,176</u>
				<u>(712)</u>	
				<u>\$ (1,181,700)</u>	

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 10,340,999	\$ 1,404,582	\$ 1,169,230	\$ 12,914,811	\$ 1,707,856
Receipts from other funds	-	-	-	-	16,120,997
Payments for claims and services	-	-	-	-	(16,196,976)
Payments to employees	(2,976,281)	-	(1,089,400)	(4,065,681)	(1,170,057)
Payments to suppliers	(8,595,405)	(1,168,084)	(2,270,400)	(12,033,889)	(933,965)
Net cash provided by (used in) operating activities	<u>(1,230,687)</u>	<u>236,498</u>	<u>(2,190,570)</u>	<u>(3,184,759)</u>	<u>(472,145)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from other funds	28,894	459,560	2,286,280	2,774,734	-
Transfers to other funds	-	(17,513)	-	(17,513)	-
Change in due to/from other funds	538,621	-	(407,546)	131,075	-
Net cash provided by noncapital financing activities	<u>567,515</u>	<u>442,047</u>	<u>1,878,734</u>	<u>2,888,296</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of capital assets	(1,106,447)	-	-	(1,106,447)	(39,406)
Proceeds from capital lease	593,378	-	-	593,378	-
Principal payments on capital leases	(366,597)	-	-	(366,597)	(14,722)
Principal payments on notes payable	(111,002)	-	-	(111,002)	-
Principal payments on bonds payable	-	(585,000)	-	(585,000)	-
Interest payments on bonds/leases	(11,919)	(102,895)	-	(114,814)	(764)
Net cash used in capital and related financing activities	<u>(1,002,587)</u>	<u>(687,895)</u>	<u>-</u>	<u>(1,690,482)</u>	<u>(54,892)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sale of investments	799,567	-	-	799,567	-
Interest received	3,122	97	305	3,524	6,114
Net cash provided by investing activities	<u>802,689</u>	<u>97</u>	<u>305</u>	<u>803,091</u>	<u>6,114</u>
Net decrease in cash and cash equivalents	(863,070)	(9,253)	(311,531)	(1,183,854)	(520,923)
Cash and cash equivalents, beginning of year	<u>1,802,024</u>	<u>13,633</u>	<u>318,323</u>	<u>2,133,980</u>	<u>523,895</u>
Cash and cash equivalents, end of year	<u>\$ 938,954</u>	<u>\$ 4,380</u>	<u>\$ 6,792</u>	<u>\$ 950,126</u>	<u>\$ 2,972</u>

(Continued)

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Solid Waste Fund</u>	<u>Airport Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:					
Operating loss	\$ (593,402)	\$ (427,358)	\$ (3,091,644)	\$ (4,112,404)	\$ (7,482)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:					
Depreciation and amortization expense	602,150	549,149	1,012,954	2,164,253	40,691
Decrease (increase) in accounts receivable	(1,116,369)	7,522	(2,588)	(1,111,435)	2,769,772
Increase in due from other governments	(541,409)	-	-	(541,409)	(17,507)
Increase in due from other funds	-	-	-	-	(3,489,275)
Increase in prepaid expenses	-	(2,103)	(320)	(2,423)	-
Increase in accounts and retainage payable	814,296	99,293	69,265	982,854	981,113
Increase (decrease) in accrued payroll deductions	(5,201)	-	6,959	1,758	125,234
Decrease in accrued benefits payable	(22,759)	-	(34,130)	(56,889)	-
Decrease in claims payable	-	-	-	-	(505,571)
Decrease in net pension liability	(367,993)	-	(150,649)	(518,642)	(369,120)
Increase (decrease) in unearned revenue	-	9,995	(417)	9,578	-
Net cash provided by (used in) operating activities	<u>\$ (1,230,687)</u>	<u>\$ 236,498</u>	<u>\$ (2,190,570)</u>	<u>\$ (3,184,759)</u>	<u>\$ (472,145)</u>
Schedule of Non-cash Capital and Related Financing Activities					
Change in landfill closure/postclosure liability	\$ 860,000	\$ -	\$ -	\$ 860,000	\$ -
Contributions of capital assets from other funds	-	954,076	195,242	1,149,318	-
Total	<u>\$ 860,000</u>	<u>\$ 954,076</u>	<u>\$ 195,242</u>	<u>\$ 2,009,318</u>	<u>\$ -</u>

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

MACON-BIBB COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2016

	Employee Benefit Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 16,259,818	\$ 5,803,650
Investments:		
Corporate bonds	37,489,410	-
Common stock	109,539,923	-
U.S. Treasury bills and government bonds	73,592,450	-
Asset backed securities	35,255,419	-
Mutual funds	135,574,461	-
Foreign securities	2,517,403	-
Fixed rate securities	352,202	-
Taxes receivable	-	9,311,657
Accounts receivable	1,002,728	2,955
Accrued interest receivable	860,759	-
Due from brokers for unsettled trades	1,130,950	-
Prepaid expenses	36,383	-
Note receivable	-	4,004
Total assets	413,611,906	15,122,266
Liabilities		
Accounts payable	669,769	-
Due to brokers for unsettled trades	2,301,704	-
Due to other governments	-	11,216,334
Due to others	-	3,905,932
Total liabilities	2,971,473	15,122,266
Net Position		
Restricted for:		
Pension benefits	395,217,228	-
Other postemployment benefits	15,423,205	-
Total net position	\$ 410,640,433	\$ -

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

MACON-BIBB COUNTY, GEORGIA

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Employee Benefit Trust Funds</u>
Additions:	
Contributions - employer	\$ 12,354,535
Contributions - retirees	<u>863,287</u>
	<u>13,217,822</u>
 Investment income:	
Net appreciation in fair value of plan investments	(1,235,503)
Interest earned on investments	4,798,439
Dividends	4,710,527
Other investment earnings	<u>4,721</u>
	8,278,184
 Less investment expense	
Trustee fees and commissions	<u>2,250,976</u>
 Net investment income	<u>6,027,208</u>
 Total additions	<u>19,245,030</u>
 Deductions:	
Benefits paid retirees	38,318,579
Administrative expense	<u>524,252</u>
 Total deductions	<u>38,842,831</u>
 Change in net position	(19,597,801)
 Net Position	
Beginning of year	<u>430,238,234</u>
 End of year	<u>\$ 410,640,433</u>

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

NOTES TO FINANCIAL STATEMENTS

MACON-BIBB COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

On April 20, 2012, Act 625 was signed into law by the Governor of Georgia to create and incorporate a new consolidated government under the name of Macon-Bibb County, subject to the approval by the voters of both the City of Macon and Bibb County, Georgia. The referendum was held on July 31, 2012, and the Act was approved by both the voters of the City of Macon and Bibb County. The consolidation was effective January 1, 2014. The new government consolidated the governments of the City of Macon, Georgia and Bibb County, Georgia.

The accompanying financial statements present the County and its component units, entities for which the County is considered to be financially accountable. The component unit's column in the government-wide financial statements includes the financial data for the County's discretely presented component units as reflected in their most recent audited financial statements. This is reported in a separate column in the government-wide financial statements to emphasize that the component units are legally separate from the County.

Macon-Bibb County Industrial Authority

The Macon-Bibb County Industrial Authority (the "Authority") is charged with promoting and expanding industry and trade within Macon-Bibb County. The Authority is governed by a six (6) member board consisting of the Mayor of Macon-Bibb County, four (4) Macon-Bibb County appointees and one (1) appointment by the other appointed members. The Authority receives appropriations from the County, with the County paying 100% of the annual budget request. An annual budget request must be submitted to Macon-Bibb County for approval of the appropriation amount, with an annual audit required to monitor performance. The Authority issues separate financial statements with a June 30 fiscal year end. A complete copy of these statements may be obtained from the Macon-Bibb County Industrial Authority, 439 Mulberry St., Macon, Georgia 31201.

Middle Georgia Regional Library

The Middle Georgia Regional Library (the "Library") provides complete library services with the main facility in Macon-Bibb County, branch libraries located in the six surrounding counties, and a bookmobile service. The Library is governed by a Board of Trustees appointed by the County. The County contributes significant funding to the Library and exercises control over expenditures. An annual budget must be submitted for approval, with an annual audit required to monitor performance. The Library issues separate financial statements with a June 30 fiscal year end. A complete copy of these statements may be obtained from the Middle Georgia Regional Library, 1180 Washington Avenue, Macon, Georgia 31201.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Reporting Entity (Continued)

Macon-Bibb County Board of Health

The governing board of the Macon-Bibb County Board of Health (the "Board of Health") consists of seven members appointed by the County. The County, by virtue of its appointments, controls a majority of the governing body positions. The County contributes significant funding to the Board of Health. An annual budget must be submitted for approval, with annual audits required to monitor performance. The Board of Health issues separate financial statements with a June 30 fiscal year end. A complete copy of these statements may be obtained from the Macon-Bibb County Board of Health, 171 Emery Highway, Macon, Georgia 31217.

Macon-Bibb County Convention and Visitors Bureau

The Macon-Bibb County Convention and Visitors Bureau (the "CVB") is a nonprofit 501 (c)(6) organization, organized and existing under the laws of the State of Georgia, whose purpose is to promote tourism and conventions in the Macon-Bibb County area. The Mayor of Macon-Bibb County is a member of the Board of Directors. Through contract with the County, the CVB receives hotel-motel tax proceeds. The CVB is required to submit a detailed budget to the County reflecting performance against budget. Any unexpended hotel-motel tax funds are required to be returned to the County at termination of the contract. The CVB issues separate financial statements with a June 30 fiscal year end. A complete copy of these statements may be obtained from the Macon-Bibb County Convention and Visitors Bureau, 450 Martin Luther King, Jr. Blvd., Macon, Georgia 31201.

Macon-Bibb County Planning and Zoning Commission

The Macon-Bibb County Planning and Zoning Commission (the "Commission") is responsible for community planning, establishing and enforcing zoning regulations, and administration of certain grant programs. The Mayor and County Commissioners appoint members to the Board of the Commission. The County provides significant funding for the operating costs of the Commission. Excess revenue over expenditures or excess working capital is returned to the County. The Commission submits annual budget requests to the County for approval and reports on performance against budget with the submission of an annual audit. The Commission issues separate financial statements with a June 30 fiscal year end. A complete copy of these statements may be obtained from the Macon-Bibb County Planning and Zoning Commission, 682 Cherry Street, Suite 100, Macon, Georgia 31201.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Reporting Entity (Continued)

Development Authority of Bibb County

The governing board of the Development Authority of Bibb County (the “Development Authority”) consists of seven members appointed by the County. Macon-Bibb County, by virtue of its appointments, controls a majority of the governing body positions. If the Development Authority is dissolved, all assets and debts and rights and obligations of the Development Authority shall devolve to the County. Annual audits are required to monitor performance. Complete financial statements may be obtained from the Development Authority of Macon-Bibb County, 305 Coliseum Drive, Macon, Georgia 31202.

Macon-Bibb County Urban Development Authority

The Macon-Bibb County Urban Development Authority (the “Urban Development Authority”) is responsible for the revitalization and redevelopment of the downtown areas of Macon-Bibb County. The County Commissioners nominate board members. The Urban Development Authority submits annual budget requests to the County for approval. Annual audits are required to monitor performance. Complete financial statements may be obtained from the Macon-Bibb County Urban Development Authority, P.O. Box 169, Macon, Georgia 31298.

Macon-Bibb County Land Bank Authority

The Macon-Bibb County Land Bank Authority (the “Land Bank Authority”) is a nonprofit organization, whose purpose is to allow Macon-Bibb County to provide housing, new industry and jobs for the citizens of the Middle Georgia area by effectively utilizing property previously in a non-revenue generating, non-tax producing status. The County Commissioners appoint four members of the Land Bank Authority Board, and participate in the operating costs of the Land Bank Authority. The Land Bank Authority submits annual budget requests to the County for approval of appropriation. Annual audits must be submitted to the County. Complete financial statements may be obtained from the Macon-Bibb County Land Bank Authority, P.O. Box 4298, Macon, Georgia 31208.

Macon-Bibb County Transit Authority

The governing board of the Macon-Bibb County Transit Authority (the “Transit Authority”) consists of five members. The Mayor and County Commissioners nominate five individuals to serve as board members. Initial and final approval of a board member is made by the Mayor and County Commissioners. The County, by virtue of its appointments, controls a majority of the governing body positions. The Transit Authority and Macon-Bibb County have entered into an agreement under which the County provides support to the Transit Authority from the annual tax digest. The Transit Authority submits an annual operating budget each year to the County. Annual audits must also be submitted to the County. Complete financial statements may be obtained from the Macon-Bibb County Transit Authority, 200 Cherry Street, Macon, Georgia 31202.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Reporting Entity (Continued)

Under Georgia law, the County, in conjunction with other cities and counties in the middle Georgia area, is a member of the **Middle Georgia Regional Commission** (the "MGRC") and is required to pay annual dues thereto. During the fiscal year ended June 30, 2016, the County paid \$185,695 in such dues. Membership in the MGRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the MGRC in Georgia. The MGRC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional development center. Separate financial statements may be obtained from the Middle Georgia Regional Commission, 175-C Emery Highway, Macon, Georgia 31217.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 30 days of the end of the current fiscal period for property taxes and 60 days for most other revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes and licenses associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

The **SPLOST 2012 Fund City** is used to account for the expenditures on the former City of Macon projects to be paid from the 1 cent special purpose local option sales tax approved by the voters of the former City of Macon on November 8, 2011.

The **SPLOST 2012 Fund County** is used to account for the expenditures on the former Bibb County projects to be paid from the 1 cent special purpose local option sales tax approved by the voters of Bibb County on November 8, 2011.

The **2015 MBCUDA Fund** is used to account for expenditures to be funded with proceeds from the Macon-Bibb County Urban Development Authority, Series 2015 Revenue Bonds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The County reports the following major proprietary funds:

The **Solid Waste Fund** accounts for the operations and activities of the landfill and activities associated with solid waste pickup.

The **Airport Fund** accounts for the activities of a municipal airport in Macon-Bibb County.

Additionally, the County reports the following fund types:

The **internal service funds** are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other governmental units, on a cost reimbursement basis. The following activities are reported in internal service funds: maintenance of group health and maintenance of the motor-vehicle fleet.

The **employee benefit trust funds** account for the activities of the Employee Pension Trust Fund, the General Employees' Pension Trust Fund, the Fire and Police Pension Trust Fund and Other Post-Employment Benefits Trust Fund, which accumulates resources for pension and other post-employment benefit payments to qualified employees of the County.

The **agency funds** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments and property taxes.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, interfund services provided and used are not eliminated in the process of consolidation.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the County's internal service funds are charges to customers for sales and services provided. Operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Deposits and Investments

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

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard & Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the County's investment in the Georgia Fund 1 is reported at fair value. The County considers amounts held in Georgia Fund 1 as investments for financial statement presentation.

The County's nonparticipating interest-earning investment contracts are recorded at cost. The remaining investments are recorded at fair value. Increases or decreases in the fair value during the year are recognized as a component of investment income.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Deposits and Investments (Continued)

In accordance with authorized investment laws, the County's employee benefit trusts invest in various asset-backed securities, such as mortgage-backed securities. These securities represent an ownership interest in a pool of residential mortgage loans, the interest in which is, in most cases, issued and guaranteed by an agency or instrumentality of the U.S. government. These securities are reported at fair value in the balance sheet.

E. Receivables

"Due from other governments" represents funds to be received from other local governments, state grant-in-aid, state contracts, or federal funds. No allowance is deemed necessary for these receivables.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables have been reduced to their estimated net realizable value, and are shown net of an allowance for uncollectible accounts. Estimated uncollectible accounts are based upon historical experience rates.

F. Inventory and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of certain supplies which are recorded as assets at the time of purchase. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. Inventories of other expendable supplies are not considered material and the cost of such items is recorded as expenditures/expenses, when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditure/expense when consumed rather than when purchased.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an estimated useful life in excess of one year and costs exceeding the following:

- \$25,000 for furniture, fixtures and equipment
- \$75,000 for infrastructure
- \$5,000 for capital assets purchased with federal grant funds
- All land and vehicles are capitalized, regardless of cost

As the County constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. In the case of the initial capitalization of general infrastructure items (i.e., those reported by governmental activities), the County chose to include all such items regardless of their acquisition date. The County was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

Normal maintenance and repairs, which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life, are expensed as incurred.

Major outlays for capital assets and major improvements are capitalized as projects are constructed. Interest incurred during the construction period of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed. During the fiscal year ended June 30, 2016, interest expense incurred by the County's business-type activities was \$118,647. Of this amount, none was applicable to construction of capital assets.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	10 - 30 years
Dam improvements	15 - 20 years
Buildings	20 - 50 years
Building improvements	7 - 30 years
Machinery, equipment and furniture and fixtures	5 - 20 years
Vehicles	5 - 15 years
Infrastructure	20 - 60 years

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

In accordance with generally accepted accounting principles, depreciation is not provided for on the earthen dam reported in the Tobesofkee Recreation Fund. The earthen dam has no determinable depreciable life.

H. Compensated Absences

The County's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The liability for compensated absences includes salary-related benefits, where applicable.

There is no liability for unpaid accumulated sick leave. Accumulated sick leave lapses when employees leave the employ of the County and, upon separation from service, no monetary obligation exists.

I. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

J. Deferred Outflows / Inflows of Resources

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Deferred Outflows / Inflows of Resources (Continued)

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has only one item which arises under the 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 revenues from five sources: taxes, housing and development loans, grants, special assessments and other. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

In addition, the County has two items under the full-accrual basis of accounting that qualify for reporting in this category. One item is an *effective hedge* that is reported in the government-wide statement of net position. The effective hedge results from the change in market value of a swap agreement related to the certificates of participation. The amount is deferred and will mature on June 1, 2028, at the same time as the certificates of participation.

The County also has deferred inflows and outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains and losses result from periodic studies by the County's actuaries which adjust the net pension liability for actual experiences for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows or resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Contributions made by the County to the pension plans before year end but subsequent to the measurement date of the County's net pension liability are reported as deferred outflows of resources.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity

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

Fund Balance

Generally, fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County 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 enabling legislation adopted by the County 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 County Board of Commissioners through the adoption of a resolution prior to the end of the fiscal year. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. Only the Board of Commissioners may modify or rescind the commitment.

Assigned: Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners has authorized the County's Finance Director to assign fund balances. The Board of Commissioners may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. An additional action does not normally have to be taken for the removal of an assignment.

Unassigned: Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criteria. Positive unassigned fund balance may be reported only in the General Fund. Negative unassigned fund balances may be reported in all governmental funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity (Continued)

Net Position

Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. The residual amount of equity not classified as net investment in capital assets or net position restricted is reported as net position unrestricted.

Flow Assumptions – Fund Balance

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

L. Management Estimates

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

NOTES TO FINANCIAL STATEMENTS

NOTE 2. BUDGETS AND BUDGETARY ACCOUNTING

Budget Process

The County prepares a separately issued budget report. The annual budget document is the financial plan for the operation of Macon-Bibb County. The budget process exists for the purpose of providing a professional management approach to the establishment of priorities and the implementation of work programs while providing an orderly means for control and evaluation of the financial posture of the County.

The department and agency heads begin budget preparation in February. The County's Budget and Strategic Planning Office conducts budget hearings with all departments and agencies. The County's Budget and Strategic Planning Office then formulates and remits the budget to the Mayor. After a review by the Mayor, the budget is presented to the Board of Commissioners. After review by the Board of Commissioners and a public hearing, a final budget is approved when the budget resolution is adopted.

Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. An annual operating budget is prepared for the general, special revenue and debt service funds.

The appropriated budget is prepared by fund, function and department. The legal level of budgetary control is the department level.

The Assistant to the County Manager for Budget and Strategic Planning is delegated the authority to transfer funds up to \$10,000 from one budget line item to another within a department, provided the line items are within the same budget category and department. Transfers from one budget category to another cannot be made without approval of the appropriate committee. No increase in the overall budget can be made without the approval of the Board of Commissioners and amendment to the budget.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executor contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. BUDGETS AND BUDGETARY ACCOUNTING (CONTINUED)

Capital Improvements Budget

Major capital facilities and improvements, which are accounted for by the County within the capital projects funds, are appropriated on a project-length basis. The budget is prepared based upon architectural and engineering estimates and other factors. Appropriations covering capital projects are normally approved by the Board of Commissioners at the time the annual operating budgets are approved. The Assistant to the County Manager for Budget and Strategic Planning is delegated the authority, upon the direction of and approval by unanimous vote of the buildings and properties committee, to transfer sums from one project to another. No increase in the overall capital projects budget can be made without the approval of the Board of Commissioners and amendments to the budget. Appropriations for a specific project do not lapse until completion of the project. During the fiscal year ended June 30, 2016, the County's expenditures for capital improvement projects were within the authorization provided in the budget.

Deficit Fund Equity

For the period ended June 30, 2016, the following funds had deficit fund balances/net positions:

	<u>Fund Deficit</u>
Special Revenue Funds:	
Sponsored Program	\$ 4,011
Proprietary Funds:	
Solid Waste Fund	4,632,964
Internal Service Funds:	
Vehicle Maintenance	1,334,262

The deficit in the Sponsored Program Fund will be eliminated through recognition of unearned revenue or deferred inflows of resources in future periods. The deficit in the Solid Waste Fund was created due to the Solid Waste Fund's share of the net pension liability required to be recognized under GASB 68, along with an increase in the liability related to the landfill closure/postclosure. The deficit in the Vehicle Maintenance Fund will be eliminated through inter-departmental charges to within the County.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS

Credit Risk. It is the policy of Macon-Bibb County to invest public funds in accordance with state and local statutes. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime bankers' acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

The reporting of investments in accordance with GASB Statement No. 31 resulted in an unrealized loss of \$691,552 reflected as interest income in the General Fund, an unrealized loss of \$18,359 reflected as interest income in the SPLOST 2012 Fund City and an unrealized loss of \$66,259 reflected as interest income in the SPLOST 2012 Fund County.

Interest Rate Risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by diversifying its use of investment instruments to avoid unreasonable risks inherent in over investing in specific instruments, individual institutions, or maturities.

At June 30, 2016, the County had the following investments (in thousands):

Investment Type	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1 - 5	6 - 10	11 - 15
Government bonds	A+	215	-	215	-	-
Government bonds	AA	601	-	601	-	-
Government bonds	AA2	316	316	-	-	-
Government bonds	AA3	579	-	-	579	-
Government bonds	AAA	13,806	5,156	8,650	-	-
Asset backed securities	AAA	14,195	-	2,754	6,952	1,656
Georgia Fund 1	NA	40,507	40,507	-	-	-
Interest rate swap	NA	5,003	5,003	-	-	-
Total Fair Value		<u>\$ 75,222</u>	<u>\$ 50,982</u>	<u>\$ 12,220</u>	<u>\$ 7,531</u>	<u>\$ 1,656</u>

Investment Type	Investment Maturities (in Years)		
	16 - 20	21 - 25	26 - 30
Government bonds	-	-	-
Government bonds	-	-	-
Government bonds	-	-	-
Government bonds	-	-	-
Government bonds	-	-	-
Asset backed securities	1,215	1,336	282
Georgia Fund 1	-	-	-
Money market	-	-	-
Total Fair Value	<u>\$ 1,215</u>	<u>\$ 1,336</u>	<u>\$ 282</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Measurements. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The County has the following recurring fair value measurements as of June 30, 2016 (in thousands):

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Government bonds	\$ -	\$ 15,517	\$ -	\$ 15,517
Asset backed securities	-	14,195	-	14,195
Interest rate swap	-	5,003	-	5,003
Total investments measured at fair value	<u>\$ -</u>	<u>\$ 34,715</u>	<u>\$ -</u>	<u>\$ 34,715</u>
Investments not subject to level disclosure:				
Georgia Fund 1				40,507
Total investments				<u><u>\$ 75,222</u></u>

The government bonds and asset backed securities classified as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The interest rate swap agreement is classified as an other asset as more fully described in Note 8. The fair value of the interest rate swap agreement classified as Level 2 of the fair value hierarchy is valued using an option-adjusted discounted cash flow model.

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

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2016, the County had no uncollateralized deposits. Additionally, with the exception of the Macon-Bibb County Convention and Visitors Bureau, none of the component units of the County had uncollateralized deposits. At June 30, 2016, the Macon-Bibb County Convention and Visitors Bureau and the Macon-Bibb Transit Authority had uncollateralized deposits of \$491,613 and \$109,922, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

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

Macon-Bibb County Employee Pension Plan

The Plan's policy in regard to investments, including the allocation of invested assets, is established and may be amended by the Employees' Pension Plan Board, subject to Board of Commissioner approval. The Plan is authorized to invest in U.S. Government obligations; U.S. Government agency (or other corporation of the U.S. Government) obligations; obligations fully insured or guaranteed by the U.S. Government or a U.S. Government agency; obligations of the State of Georgia or other states; collateralized mortgage obligations; asset and mortgage-backed securities; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia or other states; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America; prime bankers' acceptances; repurchase agreements; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Additionally, the Plan is authorized to invest in common stocks, money market instruments, and corporate bonds and debentures, which are not in default as to principal and interest.

The Plan investment policy adopts the following asset allocation mix to achieve the lowest level of risk for the Plan: Domestic equity securities 50%, international equity securities 14%, fixed income investments 35%, and cash equivalents up to 1% of total asset mix.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Employee Pension Plan (Continued)

At June 30, 2016, the Plan had the following investments (in thousands):

Investment Type	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1 - 5	6 - 10	11 - 15
Common stock & ETF's	NA	55,419	55,419	-	-	-
Corporate bonds	A1	1,783	466	805	512	-
Corporate bonds	A2	1,644	-	1,644	-	-
Corporate bonds	A3	2,318	1,016	1,302	-	-
Corporate bonds	AA	1,461	-	-	1,259	-
Corporate bonds	AA+	201	-	-	-	-
Corporate bonds	AA1	510	-	-	510	-
Corporate bonds	AA2	1,199	-	-	1,199	-
Corporate bonds	AA3	801	801	-	-	-
Corporate bonds	AAA	1,677	-	-	1,066	-
Corporate bonds	BA2	160	-	-	160	-
Corporate bonds	BAA1	556	-	556	-	-
Foreign Bonds	AAA	581	-	581	-	-
Foreign Bonds	AA2	575	-	-	575	-
Government bonds	A+	458	-	458	-	-
Government bonds	A1	1,770	527	982	-	-
Government bonds	A2	892	-	651	-	-
Government bonds	AA	1,607	-	-	1,607	-
Government bonds	AA+	529	-	529	-	-
Government bonds	AA1	6,857	-	1,827	2,688	805
Government bonds	AA2	1,091	-	953	-	-
Government bonds	AA3	4,614	-	2,391	1,675	-
Government bonds	AAA	4,449	-	869	2,566	505
Government bonds	NR	10	-	10	-	-
Asset backed securities	AAA	4,979	-	2,968	1,100	911
Asset backed securities	NR	2,226	-	173	1,771	-
US Treasury Notes	AAA	5,310	1,500	782	3,028	-
Total Fair Value		<u>\$ 103,677</u>	<u>\$ 59,729</u>	<u>\$ 17,481</u>	<u>\$ 19,716</u>	<u>\$ 2,221</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Employee Pension Plan (Continued)

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>			
	<u>16 - 20</u>	<u>21 - 25</u>	<u>26 - 30</u>	<u>31 - 35</u>
Common stock & ETF's	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	202
Corporate bonds	-	-	-	201
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	611
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Foreign Bonds	-	-	-	-
Foreign Bonds	-	-	-	-
Government bonds	-	-	-	-
Government bonds	-	-	261	-
Government bonds	-	241	-	-
Government bonds	-	-	-	-
Government bonds	-	1,537	-	-
Government bonds	-	138	-	-
Government bonds	-	-	548	-
Government bonds	509	-	-	-
Government bonds	-	-	-	-
Asset backed securities	-	-	-	-
Asset backed securities	-	282	-	-
Asset backed securities	-	-	-	-
Total Fair Value	<u>\$ 509</u>	<u>\$ 2,198</u>	<u>\$ 809</u>	<u>\$ 1,014</u>

Credit Risk. It is the Plan's policy to limit investments to either mutual fund equities or fixed income bonds. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration. On June 30, 2016, the Plan did not have any debt or equity investments in any on organization, other than those issued by the U.S. Government, which represented greater than 5% of plan fiduciary net position.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Employee Pension Plan (Continued)

Fair Value Measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2016:

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Asset backed securities	\$ -	\$ 7,205	\$ -	\$ 7,205
Common stock and ETF's	55,419	-	-	55,419
Corporate bonds	-	12,310	-	12,310
Foreign bonds	-	1,156	-	1,156
Government bonds	-	22,277	-	22,277
US treasury notes	5,310	-	-	5,310
Total investments measured at fair value	<u>\$ 60,729</u>	<u>\$ 42,948</u>	<u>\$ -</u>	<u>\$ 103,677</u>

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

Rate of Return. For the year ended June 30, 2016, the annual money-weighted rate of return on Plan investments, net of Plan expenses, was 3.10 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Division A of the Macon-Bibb County Pension and Retirement Systems (former General Employees Plan of the City of Macon)

The Plan's policy in regard to investments, including the allocation of invested assets, is established and may be amended by the Employees' Pension Plan Board, subject to Board of Commissioner approval. The Plan is authorized to invest in U.S. Government obligations; U.S. Government agency (or other corporation of the U.S. Government) obligations; obligations fully insured or guaranteed by the U.S. Government or a U.S. Government agency; obligations of the State of Georgia or other states; collateralized mortgage obligations; asset and mortgage-backed securities; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia or other states; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America; prime bankers' acceptances; repurchase agreements; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Additionally, the Plan is authorized to invest in common stocks, money market instruments, and corporate bonds and debentures, which are not in default as to principal and interest.

The Plan investment policy adopts the following asset allocation mix to achieve the lowest level of risk for the Plan: Domestic equity securities 50%, international equity securities 14%, fixed income investments 35%, and cash equivalents up to 1% of total asset mix.

At June 30, 2016, the Plan had the following investments (in thousands):

Investment Type	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1 - 5	6 - 10	11 - 15
Common stock & ETF's	NA	\$ 47,542	\$ 47,542	\$ -	\$ -	\$ -
Corporate bonds	A1	1,229	542	563	-	-
Corporate bonds	A2	63	-	63	-	-
Corporate bonds	A3	881	250	631	-	-
Corporate bonds	AA1	265	-	-	265	-
Corporate bonds	AA2	109	-	109	-	-
Corporate bonds	AAA	1,032	-	410	475	-
Corporate bonds	BA2	514	-	514	-	-
Corporate bonds	BAA1	536	-	278	258	-
Foreign bonds	A2	280	-	280	-	-
Foreign bonds	AA2	314	-	-	314	-
Foreign bonds	AAA	305	-	305	-	-
Foreign bonds	BAA1	256	-	-	256	-
Government bonds	A+	262	-	-	262	-
Government bonds	A1	1,341	-	792	-	-
Government bonds	A2	1,131	-	625	-	-
Government bonds	AA	1,248	-	256	992	-
Government bonds	AA1	3,813	-	-	2,842	205
Government bonds	AA2	1,681	-	222	948	511
Government bonds	AA3	2,026	-	1,311	715	-
Government bonds	AAA	434	-	-	207	227
Asset backed securities	AAA	2,367	-	1,211	1,057	-
Asset backed securities	NR	1,685	-	320	708	-
U.S. Treasury notes	AAA	1,693	800	-	893	-
Total Fair Value		<u>\$ 71,007</u>	<u>\$ 49,134</u>	<u>\$ 7,890</u>	<u>\$ 10,192</u>	<u>\$ 943</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Division A of the Macon-Bibb County Pension and Retirement Systems (former General Employees Plan of the City of Macon) (Continued)

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>			
	<u>16 - 20</u>	<u>21 - 25</u>	<u>26 - 30</u>	<u>31 - 35</u>
Mutual funds	\$ -	\$ -	\$ -	\$ -
Corporate bonds	-	124	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	147
Corporate bonds	-	-	-	-
Corporate bonds	-	-	-	-
Foreign bonds	-	-	-	-
Foreign bonds	-	-	-	-
Foreign bonds	-	-	-	-
Foreign bonds	-	-	-	-
Government bonds	-	-	-	-
Government bonds	-	-	549	-
Government bonds	506	-	-	-
Government bonds	-	-	-	-
Government bonds	-	115	651	-
Government bonds	-	-	-	-
Government bonds	-	-	-	-
Government bonds	-	-	-	-
Asset backed securities	99	-	-	-
Asset backed securities	-	657	-	-
Asset backed securities	-	-	-	-
Total Fair Value	<u>\$ 605</u>	<u>\$ 896</u>	<u>\$ 1,200</u>	<u>\$ 147</u>

Credit Risk. It is the Plan's policy to limit investments to either mutual fund equities or fixed income bonds. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration. On June 30, 2016, the Plan did not have any debt or equity investments in any organization, other than those issued by the U.S. Government, which represented greater than 5% of plan fiduciary net position.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Division A of the Macon-Bibb County Pension and Retirement Systems (former General Employees Plan of the City of Macon) (Continued)

Fair Value Measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2016:

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Asset backed securities	\$ -	\$ 4,052	\$ -	\$ 4,052
Common stock & ETF's	47,542	-	-	47,542
Corporate bonds	-	4,629	-	4,629
Foreign bonds	-	1,155	-	1,155
Government bonds	-	11,936	-	11,936
U.S. Treasury notes	-	1,693	-	1,693
Total investments measured at fair value	<u>\$ 47,542</u>	<u>\$ 23,465</u>	<u>\$ -</u>	<u>\$ 71,007</u>

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

Rate of Return. For the year ended June 30, 2016, the annual money-weighted rate of return on Plan investments, net of Plan expenses, was 3.62 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Fire and Police Employees' Retirement System

The Plan's policy in regard to investments, including the allocation of invested assets, is established and may be amended by the Employees' Pension Plan Board, subject to Board of Commissioner approval. The Plan is authorized to invest in U.S. Government obligations; U.S. Government agency (or other corporation of the U.S. Government) obligations; obligations fully insured or guaranteed by the U.S. Government or a U.S. Government agency; obligations of the State of Georgia or other states; collateralized mortgage obligations; asset and mortgage-backed securities; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia or other states; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America; prime bankers' acceptances; repurchase agreements; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Additionally, the Plan is authorized to invest in common stocks, money market instruments, and corporate bonds and debentures, which are not in default as to principal and interest.

The Plan investment policy adopts the following asset allocation mix to achieve the lowest level of risk for the Plan: Domestic equity securities 45%, international equity securities 15%, fixed income investments 35%, and cash equivalents and other assets up to 5% of total asset mix.

At June 30, 2016, the Plan had the following investments (in thousands):

Investment Type	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1 - 5	6 - 10	11 - 15
Mutual funds	NA	\$ 135,549	\$ 135,549	\$ -	\$ -	\$ -
Corporate bonds	A	471	-	-	47	-
Corporate bonds	A+	2,428	-	1,250	600	-
Corporate bonds	A-	4,885	248	1,700	1,588	416
Corporate bonds	AA	594	-	248	346	-
Corporate bonds	AAA	1,302	-	-	381	-
Corporate bonds	BBB	3,560	-	579	2,084	-
Corporate bonds	BBB+	4,589	-	1,766	2,061	-
Corporate bonds	BBB-	4,626	-	1,514	1,894	606
Corporate bonds	NR	485	-	-	-	-
Asset backed securities	A	1,091	-	897	-	194
Asset backed securities	A-	1,105	-	-	-	-
Asset backed securities	A+	676	-	-	-	346
Asset backed securities	AA-	531	-	-	531	-
Asset backed securities	AAA	9,661	-	-	269	414
Asset backed securities	BBB	2,917	-	1,353	1,186	239
Asset backed securities	BBB-	5,119	-	-	-	-
Asset backed securities	BBB+	1,685	-	365	283	-
Asset backed securities	NR	1,910	-	412	-	124
U.S. treasury bonds	AAA	5,532	-	775	-	1,267
U.S. treasury notes	AAA	17,533	1,345	12,148	4,040	-
Total Fair Value		<u>\$ 206,249</u>	<u>\$ 137,142</u>	<u>\$ 23,007</u>	<u>\$ 15,310</u>	<u>\$ 3,606</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Fire and Police Employees' Retirement System (Continued)

Investment Type	Investment Maturities (in Years)					
	16 - 20	21 - 25	26 - 30	31 - 35	41 - 45	46 - 50
Mutual funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Corporate bonds	-	-	424	-	-	-
Corporate bonds	-	-	348	-	230	-
Corporate bonds	105	-	828	-	-	-
Corporate bonds	-	-	-	-	-	-
Corporate bonds	-	364	557	-	-	-
Corporate bonds	-	-	897	-	-	-
Corporate bonds	389	-	373	-	-	-
Corporate bonds	46	-	566	-	-	-
Corporate bonds	-	-	485	-	-	-
Asset backed securities	-	-	-	-	-	-
Asset backed securities	26	-	135	652	292	-
Asset backed securities	-	-	-	-	-	330
Asset backed securities	-	-	-	-	-	-
Asset backed securities	611	2,258	6,109	-	-	-
Asset backed securities	139	-	-	-	-	-
Asset backed securities	-	465	4,654	-	-	-
Asset backed securities	-	-	676	-	-	361
Asset backed securities	-	-	-	1,115	259	-
U.S. treasury bonds	-	-	3,490	-	-	-
U.S. treasury notes	-	-	-	-	-	-
Total Fair Value	<u>\$ 1,316</u>	<u>\$ 3,087</u>	<u>\$ 19,542</u>	<u>\$ 1,767</u>	<u>\$ 781</u>	<u>\$ 691</u>

Credit Risk. It is the Plan's policy to limit investments to either mutual fund equities or fixed income bonds. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration. On June 30, 2016, the Plan did not have any debt or equity investments in any organization, other than those issued by the U.S. Government, which represented greater than 5% of plan fiduciary net position.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Fire and Police Employees' Retirement System (Continued)

Fair Value Measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2016:

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Mutual funds	\$ 135,549	\$ -	\$ -	\$ 135,549
Corporate bonds	-	22,528	412	22,940
U.S. treasury notes	5,532	-	-	5,532
U.S. treasury bonds	17,533	-	-	17,533
Asset Backed Securities	-	24,695	-	24,695
Total investments measured at fair value	<u>\$ 158,614</u>	<u>\$ 47,223</u>	<u>\$ 412</u>	<u>\$ 206,249</u>

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

Rate of Return. For the year ended June 30, 2016, the annual money-weighted rate of return on Plan investments, net of Plan expenses, was 2.25 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Other Postemployment Benefit Plan

The Plan's policy in regard to investments, including the allocation of invested assets, is established and may be amended by the Board of Commissioners. The Plan is authorized to invest in U.S. Government obligations; U.S. Government agency (or other corporation of the U.S. Government) obligations; obligations fully insured or guaranteed by the U.S. Government or a U.S. Government agency; obligations of the State of Georgia or other states; collateralized mortgage obligations; asset and mortgage-backed securities; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia or other states; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America; prime bankers' acceptances; repurchase agreements; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. Additionally, the Plan is authorized to invest in common stocks, money market instruments, and corporate bonds and debentures, which are not in default as to principal and interest.

The Plan investment policy adopts the following asset allocation mix to achieve the lowest level of risk for the Plan: Domestic equity securities 50%, international equity securities 14%, fixed income investments 35%, and cash equivalents and other assets up to 1% of total asset mix.

At June 30, 2016, the Plan had the following investments (in thousands):

Investment Type	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1 - 5	6 - 10	11 - 15
Mutual funds	NA	\$ 25	\$ 25	\$ -	\$ -	\$ -
Common stock & ETF's	NA	6,579	6,579	-	-	-
Corporate bonds	A1	105	-	-	105	-
Corporate bonds	A2	259	-	125	134	-
Corporate bonds	A3	441	125	316	-	-
Corporate bonds	AA1	171	-	-	171	-
Corporate bonds	AA2	127	-	-	127	-
Corporate bonds	AAA	225	-	-	171	-
Corporate bonds	BAA1	239	-	139	100	-
Corporate bonds	NR	307	44	147	116	-
Foreign Bonds	AAA	102	-	102	-	-
Foreign Bonds	AA2	105	-	105	-	-
Government bonds	A1	417	127	134	156	-
Government bonds	A2	146	-	-	146	-
Government bonds	A3	122	-	-	122	-
Government bonds	AA1	134	-	134	-	-
Government bonds	AA2	565	-	431	134	-
Government bonds	AA3	182	-	182	-	-
Government bonds	AAA	583	-	457	-	126
Asset backed securities	NR	2,553	-	506	1,259	593
Total Fair Value		<u>\$ 13,387</u>	<u>\$ 6,900</u>	<u>\$ 2,778</u>	<u>\$ 2,741</u>	<u>\$ 719</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Other Postemployment Benefit Plan (Continued)

<u>Investment Type</u>	<u>21 - 25</u>	<u>31 - 35</u>
Mutual funds	\$ -	\$ -
Common stock & ETF's	-	-
Corporate bonds	-	-
Corporate bonds	-	-
Corporate bonds	-	-
Corporate bonds	-	-
Corporate bonds	-	54
Corporate bonds	-	-
Corporate bonds	-	-
Foreign Bonds	-	-
Foreign Bonds	-	-
Government bonds	-	-
Government bonds	-	-
Government bonds	-	-
Government bonds	-	-
Government bonds	-	-
Government bonds	-	-
Government bonds	-	-
Asset backed securities	195	-
Total Fair Value	<u>\$ 195</u>	<u>\$ 54</u>

Credit Risk. It is the Plan's policy to limit investments to either mutual fund equities or fixed income bonds. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration. On June 30, 2016, the Plan did not have any debt or equity investments in any on organization, other than those issued by the U.S. Government, which represented greater than 5% of plan fiduciary net position.

Fair Value Measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2016:

<u>Investment</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Asset backed securities	\$ -	\$ 2,553	\$ -	\$ 2,553
Common stock and ETF's	6,579	-	-	6,579
Corporate bonds	358	1,516	-	1,874
Foreign bonds	-	207	-	207
Government bonds	-	2,149	-	2,149
Mutual funds	25	-	-	25
Total investments measured at fair value	<u>\$ 6,962</u>	<u>\$ 6,425</u>	<u>\$ -</u>	<u>\$ 13,387</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DEPOSITS AND INVESTMENTS (CONTINUED)

Macon-Bibb County Other Postemployment Benefit Plan (Continued)

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

Rate of Return. For the year ended June 30, 2016, the annual money-weighted rate of return on Plan investments, net of Plan expenses, was approximately 2.00 percent. The money-weighted rate of return expresses investment performance, net of investment expenses, adjusted for the changing amounts actually invested.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits.

NOTES TO FINANCIAL STATEMENTS

NOTE 4. TAX REVENUE

Property Tax

State law requires that property taxes be based on assessed value, which is 40% of market value. All real and personal property (including motor vehicles) are valued as of January 1 of each year and must be returned for tax purposes by March 1. With the exception of motor vehicles and the property of public utilities, which are valued by the State Revenue Department, all assessments are made by the Board of Tax Assessors of Macon-Bibb County. This board has five members appointed by the Macon-Bibb County Board of Commissioners for staggered six-year terms.

Upon completion of all assessments and tax returns, the information is turned over to the Macon-Bibb County Tax Commissioner for compilation of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40%) of fair market value. The State Revenue Commissioner has the option to withhold certain state funding if the mandated 40% level is not reached.

The Macon-Bibb County Tax Commissioner distributes tax notices and collects tax payments. Motor vehicle taxes are due based upon the birthday of the owner. Property taxes are usually billed in August of each year. Real and personal property taxes may be paid in two installments – the first payment is due 30 days following the mailing of the bills and the final payment is due 60 days following the mailing of the bills. Tax executions are issued for delinquent taxes approximately 90 days following the due date of the second installment.

The property tax calendar for the most recent digest is as follows:

	Real/Personal Property (Excluding Vehicles)	Motor Vehicles
Assessment date	January 1, 2015	January 1
Levy date	August 18, 2015	January 1
Due date and collection date	October 16, 2015 and November 16, 2015	Staggered
Tax execution date/lien date	June 17, 2016	N/A

Hotel/Motel Excise Tax

A summary of the hotel/motel excise tax expenditures and receipts for the year ended June 30, 2016, is as follows:

<u>Expenditure by Purpose</u>	<u>Amount</u>	<u>Tax Receipts</u>	<u>Percentage</u>
Culture and recreation	\$ 3,710,067	\$ 3,710,067	100 %

NOTES TO FINANCIAL STATEMENTS

NOTE 5. OTHER RECEIVABLES

All trade and property tax receivables have been reduced to their estimated net realizable value, and are shown net of an allowance for uncollectible accounts. Estimated uncollectible accounts are based upon historical experience rates.

Receivables as of the period end for the County's individual major funds, and nonmajor, and internal service in the aggregate are as follows:

	General Fund	SPLOST 2012 Fund City	SPLOST 2012 Fund County	Solid Waste Fund	Airport Fund	Nonmajor Funds
Receivables:						
Taxes	\$ 9,657,164	\$ -	\$ -	\$ -	\$ -	\$ 336,075
Special assessments	108,925	-	-	-	-	-
Accounts	1,261,413	-	-	7,923,561	40,373	1,288,604
Loans	-	-	-	-	-	-
Accrued interest	141,382	1,229	11,366	-	-	-
Gross receivable	<u>11,168,884</u>	<u>1,229</u>	<u>11,366</u>	<u>7,923,561</u>	<u>40,373</u>	<u>1,624,679</u>
Less: allowance for uncollectibles	<u>(4,727,878)</u>	<u>-</u>	<u>-</u>	<u>(2,354,064)</u>	<u>(6,598)</u>	<u>(38,558)</u>
Net total receivables	<u>\$ 6,441,006</u>	<u>\$ 1,229</u>	<u>\$ 11,366</u>	<u>\$ 5,569,497</u>	<u>\$ 33,775</u>	<u>\$ 1,586,121</u>

NOTE 6. DUE FROM OTHER GOVERNMENTS

The principal amounts due from other governments represent a) federal government - grant program reimbursements and b) state government - project reimbursements. No allowance is deemed necessary for these receivables. Amounts receivable from other governments as of period end for the County's individual major funds and non-major funds in the aggregate are as follows:

	General Fund	SPLOST 2012 Fund City	SPOST 2012 Fund County	Solid Waste Fund	Nonmajor Other Funds
Federal	\$ 183,498	\$ -	\$ -	\$ -	\$ 693,986
State	2,435,784	1,504,804	1,584,754	-	609,681
Other	166,737	-	-	541,409	72,403
Net receivables	<u>\$ 2,786,019</u>	<u>\$ 1,504,804</u>	<u>\$ 1,584,754</u>	<u>\$ 541,409</u>	<u>\$ 1,376,070</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS

Capital asset activity for the primary government for the fiscal year ended June 30, 2016, was as follows:

Internal service funds predominately serve the governmental funds. Accordingly, capital assets for the internal service funds are included as part of the below totals for governmental activities. At year end, internal service fund capital assets with a net book value of \$225,673 are included in the amounts below.

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Governmental Activities					
Capital Assets, not being depreciated:					
Land	\$ 47,448,149	\$ 187,151	\$ -	\$ 2,301,683	\$ 49,936,983
Construction in progress	54,742,482	21,185,099	(48,491)	(38,132,558)	37,746,532
Total capital assets, not being depreciated	<u>102,190,631</u>	<u>21,372,250</u>	<u>(48,491)</u>	<u>(35,830,875)</u>	<u>87,683,515</u>
Capital assets, being depreciated:					
Buildings	137,531,165	-	-	-	137,531,165
Building improvements	13,979,410	-	-	2,392,077	16,371,487
Land improvements	5,017,546	-	-	7,262,551	12,280,097
Machinery and equipment	15,828,478	330,286	-	11,804,895	27,963,659
Vehicles	46,328,318	1,246,213	(203,421)	(24,739)	47,346,371
Furnitures and fixtures	41,585	-	-	-	41,585
Infrastructure	421,004,560	231,294	-	14,371,352	435,607,206
Total capital assets, being depreciated	<u>639,731,062</u>	<u>1,807,793</u>	<u>(203,421)</u>	<u>35,806,136</u>	<u>677,141,570</u>
Less accumulated depreciation for:					
Buildings	(63,471,387)	(3,127,726)	-	-	(66,599,113)
Building improvements	(9,298,597)	(660,048)	-	-	(9,958,645)
Land improvements	(1,224,185)	(989,402)	-	-	(2,213,587)
Machinery and equipment	(10,865,129)	(2,756,383)	-	-	(13,621,512)
Vehicles	(33,535,082)	(3,138,724)	203,421	24,739	(36,445,646)
Furnitures and fixtures	(41,586)	-	-	-	(41,586)
Infrastructure	(331,223,907)	(5,872,016)	-	-	(337,095,923)
Total accumulated depreciation	<u>(449,659,873)</u>	<u>(16,544,299)</u>	<u>203,421</u>	<u>24,739</u>	<u>(465,976,012)</u>
Total capital assets, being depreciated, net	<u>190,071,189</u>	<u>(14,736,506)</u>	<u>-</u>	<u>35,830,875</u>	<u>211,165,558</u>
Governmental activities capital assets, net	<u>\$ 292,261,820</u>	<u>\$ 6,635,744</u>	<u>\$ (48,491)</u>	<u>\$ -</u>	<u>\$ 298,849,073</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Business-type activities					
Capital Assets, not being depreciated:					
Land	\$ 7,639,561	\$ -	\$ -	\$ -	\$ 7,639,561
Earthen Dam	2,625,294	-	-	-	2,625,294
Construction in progress	4,521,950	1,108,577	-	(4,644,109)	986,418
Total capital assets, not being depreciated	<u>14,786,805</u>	<u>1,108,577</u>	<u>-</u>	<u>(4,644,109)</u>	<u>11,251,273</u>
Capital assets, being depreciated:					
Land improvements	4,832,086	-	-	1,668,671	6,500,757
Dam improvements	1,944,834	-	-	-	1,944,834
Buildings	22,901,638	-	-	2,704,525	25,606,163
Building improvements	941,458	-	-	-	941,458
Infrastructure	6,720,621	-	-	270,913	6,991,534
Machinery and equipment	2,979,916	156,365	-	-	3,136,281
Vehicles	8,059,087	990,823	-	24,739	9,074,649
Furnitures and fixtures	2,313,079	-	-	-	2,313,079
Total capital assets, being depreciated	<u>50,692,719</u>	<u>1,147,188</u>	<u>-</u>	<u>4,668,848</u>	<u>56,508,755</u>
Less accumulated depreciation for:					
Land improvements	(2,055,905)	(191,432)	-	-	(2,247,337)
Dam improvements	(1,136,630)	(109,355)	-	-	(1,245,985)
Buildings	(12,676,904)	(652,089)	-	-	(13,328,993)
Building improvements	(427,800)	(69,404)	-	-	(497,204)
Infrastructure	(1,496,007)	(268,431)	-	-	(1,764,438)
Machinery and equipment	(2,618,440)	(150,976)	-	-	(2,769,416)
Vehicles	(6,916,359)	(519,263)	-	(24,739)	(7,460,361)
Furnitures and fixtures	(1,412,758)	(200,265)	-	-	(1,613,023)
Total accumulated depreciation	<u>(28,740,803)</u>	<u>(2,161,215)</u>	<u>-</u>	<u>(24,739)</u>	<u>(30,926,757)</u>
Total capital assets, being depreciated, net	<u>21,951,916</u>	<u>(1,014,027)</u>	<u>-</u>	<u>4,644,109</u>	<u>25,581,998</u>
Business-type activities capital assets, net	<u>\$ 36,738,721</u>	<u>\$ 94,550</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,833,271</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
General government	\$ 2,948,537
Judicial	199,307
Public safety	5,375,725
Public works	6,885,041
Culture and recreation	1,090,276
Housing and development	4,722
Internal service funds	40,691
Total depreciation expense - governmental activities	<u>\$ 16,544,299</u>
Business-type activities:	
Tobesofkee Recreation Fund	\$ 246,530
Solid Waste Fund	602,150
Airport Fund	546,111
Coliseum Fund	696,386
Mulberry Street Parking Garage Fund	8,791
Bowden Golf Course Fund	61,247
Total depreciation expense - business-type activities	<u>\$ 2,161,215</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT

A. General Obligation Bonds

The County periodically issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. The general obligation bonds outstanding at period end are as follows:

Governmental activities:

Payable from SPLOST 2012 Fund County

\$20,000,000 2012 Bibb County General Obligation Sales Tax Bonds due in annual principal installments of \$275,000 to \$4,175,000 beginning December 1, 2013. Interest at 2.0% to 4.0% to be paid each June 1 and December 1, commencing December 1, 2012. \$ 12,125,000

Payable from SPLOST 2012 Fund City

\$18,000,000 Series 2012 General Obligation Bonds due in annual principal installments of \$250,000 to 3,700,000 beginning December 1, 2013. Interest at 2.0% to 3.0% is to be paid each June 1 and December 1, commencing June 1, 2012. 10,890,000

Payable from 2014 TAD Second Street Fund

\$3,000,000 Tax Allocation General Obligation Bonds due in semi-annual interest only installments, at 2.25%, beginning June 15, 2015. All outstanding principal and interest due December 15, 2017. 3,000,000

Payable from 2014 TAD Renaissance Fund

\$50,000 Tax Allocation General Obligation Bonds due in semi-annual interest only installments, at 2.25%, beginning June 15, 2015. All outstanding principal and interest due December 15, 2017. 50,000

Payable from 2014 TAD Bibb Mill Fund

\$250,000 Tax Allocation General Obligation Bonds due in semi-annual interest only installments, at 2.25%, beginning June 15, 2015. All outstanding principal and interest due December 15, 2017. 250,000

Total General Obligation Bonds - governmental activities \$ 26,315,000

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. General Obligation Bonds (Continued)

Proceeds from the Bibb County Series 2012 (General Obligation Sales Tax Bonds) were used to provide funds for various capital outlay projects included in the special 1 percent sales and use tax referendum approved by Bibb County voters in November 2011.

Proceeds from the Series 2012 General Obligation Bonds were used to finance the costs of acquiring, constructing, and equipping certain capital outlay projects of the former City of Macon included in the special 1 percent sales and use tax referendum approved by City of Macon voters in 2011.

Proceeds from the three Tax Allocation Bonds were issued to finance the costs of constructing certain improvements within the Second Street TAD-2, the Renaissance TAD-3 and the Bibb Mill TAD-4 areas and to pay for the costs of issuance associated with the bonds.

Annual debt service to maturity requirements for governmental activity general obligation bonds (excluding unamortized bond premium of \$615,426 and \$271,406, respectively) are as follows:

<u>Fiscal Year</u>	<u>Total Debt Service</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 8,233,302	\$ 7,510,000	\$ 723,302
2018	11,369,076	10,930,000	439,076
2019	8,008,750	7,875,000	133,750
	<u>\$ 27,611,128</u>	<u>\$ 26,315,000</u>	<u>\$ 1,296,128</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Revenue Bonds

The County also issues bonds where the County pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at period end are as follows:

Governmental activities:

Payable from General Fund

<p>\$8,250,000 Series 2015 Macon-Bibb County Industrial Authority Refunding Revenue Bond Issue (Bass Pro & Sofkee Park Project) due in annual principal installments of \$565,000 to \$1,055,000 commencing December 1, 2019. Interest at 1.65% to 4.0% to be paid semi-annually on June 1 and December 1, commencing December 1, 2015.</p>	<p>\$ 8,250,000</p>
<p>\$1,210,000 2002B Macon-Bibb County Urban Development Authority (Riverside Drive Project). \$200,000 term bonds due August 1, 2020. \$1,010,000 term bonds due August 1, 2024. Interest at 5.5% to 6.0% to be paid each February 1 and August 1, commencing February 1, 2003.</p>	<p>735,000</p>
<p>\$6,240,000 2009 Macon-Bibb County Urban Development Authority Bond Issue (Public Projects) due in annual principal installments of \$235,000 to \$460,000 commencing May 1, 2010. Interest at 3.0% to 4.625% to be paid each May 1 and November 1.</p>	<p>4,725,000</p>
<p>\$11,175,000 2010 Macon-Bibb County Urban Development Authority Bond Issue (Revenue Refunding) due in annual principal installments of \$310,000 to \$1,130,000 commencing October 1, 2011. Interest at 2.0% to 3.0% to be paid each April 1 and October 1.</p>	<p>6,180,000</p>
<p>\$10,000,000 2013A Macon-Bibb County Urban Development Authority Bond Issue (Public Projects) due in annual principal installments of \$500,000 from 2016 to 2017 and annual principal installments of \$715,000 to \$930,000 commencing June 1, 2023. Interest at 2.65% to be paid each June 1 and December 1.</p>	<p>9,000,000</p>
<p>\$3,225,000 2013B Macon-Bibb County Urban Development Authority Bond Issue (Public Projects) due in annual principal installments of \$605,000 to \$690,000 commencing June 1, 2018. Interest at 3.0% to 4.0% to be paid each June 1 and December 1.</p>	<p>1,995,000</p>
<p>\$7,860,000 2002A Macon-Bibb County Urban Development Authority Revenue Bond Issue (City Projects) due in annual principal installments of \$285,000 to \$615,000 commencing August 1, 2006. Interest at 4.0% to 5.25% to be paid each August 1 and February 1.</p>	<p>4,545,000</p>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Revenue Bonds (Continued)

Governmental activities:

Payable from General Fund (Continued)

<p>\$4,165,000 2002B Macon-Bibb County Urban Development Authority Revenue Bond Issue (City Projects) due in annual principal installments of \$150,000 to \$375,000 commencing August 1, 2008. Interest at 6.0% to be paid each August 1 and February 1.</p>	<p>\$ 2,705,000</p>
<p>\$10,945,000 Series 2007 Hotel Revenue Bond issue due in annual principal installments of \$285,000 to \$580,000 commencing October 1, 2010. Interest at 4.0% to 4.625% to be paid each October 1 and April 1.</p>	<p>7,845,000</p>
<p>\$12,190,000 2015A Macon-Bibb County Urban Development Authority Taxable Refunding and Improvement Revenue Bonds due in annual principal installments of \$225,000 to \$985,000 commencing December 1, 2019. Interest is variable to be paid each June 1 and December 1, commencing December 1, 2015.</p>	<p>12,190,000</p>
<p>\$6,240,000 2015B Macon-Bibb County Urban Development Authority Refunding and Improvement Revenue Bonds due in annual principal installments of \$85,000 to \$600,000 commencing December 1, 2019. Interest is variable to be paid each June 1 and December 1, commencing December 1, 2015.</p>	<p>6,240,000</p>
<p>\$4,430,431 2016A Macon-Bibb County Urban Development Authority Taxable Revenue Bonds (Urban Development Concepts, LLC Project) due in annual principal installments of \$217,668 to \$388,248 commencing December 1, 2016. Interest at 4.22% to be paid each June 1 and December 1, commencing June 1, 2016.</p>	<p>4,430,431</p>
<p>\$2,000,000 2016B Macon-Bibb County Urban Development Authority Taxable Revenue Bonds (Urban Development Concepts, LLC Project). Bond funds are available to be drawn down as needed not to exceed the issue amount. All outstanding principal is due December 1, 2018. Interest at 3.45% on outstanding draws is due each June 1 and December 1, commencing June 1, 2016.</p>	<p>850,000</p>
<p>Total Revenue Bonds - governmental activities</p>	<p><u>\$ 69,690,431</u></p>

The \$8,250,000 Series 2015 Macon-Bibb County Industrial Authority Refunding Revenue Bond Issue (Bass Pro & Sofkee Park Projects) was used to restructure the Series 2009 Macon-Bibb County Industrial Authority Revenue Bond Issue (Bass Pro & Sofkee Park Project). The County is contractually obligated to make the necessary payment of principal and interest on this issue.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Revenue Bonds (Continued)

The \$1,210,000 2002B Macon-Bibb County Urban Development Authority Bond Issues were used to finance improvements to the Department of Family and Children Services facilities, redeem a 1992 Bond Issue, and finance expenses for acquisition and construction of park improvements. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

The \$6,240,000 Series 2009 Macon-Bibb County Urban Development Authority Revenue Bond Issue (Public Projects) was used to finance renovations to the Bibb County courthouse and reimburse costs for the acquisition of land and to pay architectural and other fees and expenses related to the location and development of a new Justice Center. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

The \$11,175,000 Series 2010 Macon-Bibb County Urban Development Authority Revenue Bond Issue (Revenue Refunding) was used to refund and redeem Macon-Bibb County Urban Development Authority Bond Issues Series 1993, Series 1996 and Series 2000. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

The \$10,000,000 Series 2013A and \$3,225,000 Series 2013B Macon-Bibb County Urban Development Authority Revenue Bond Issue (Public Projects) were used to finance the costs of the acquisition of land and the construction and equipping of certain capital outlay projects of the County and the Macon-Bibb County Urban Development Authority. The County is contractually obligated to make the necessary payment of principal and interest on these issues.

The \$7,860,000 Series 2002A and \$4,165,000 Series 2002B Macon-Bibb County Urban Development Authority Revenue Bond Issue (City Projects) were used to aid in redevelopment projects within the central business district of Macon, Georgia. The County is contractually obligated to make the necessary payment of principal and interest on these issues.

The \$10,945,000 Series 2007 Hotel Revenue Bond Issue was used to aid in construction of a new hotel and convention center within the City of Macon. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

The \$12,190,000 2015A Macon-Bibb County Urban Development Authority Taxable Refunding and Improvement Revenue Bonds were issued to advance refund certain maturities of the Macon-Bibb County Urban Development Authority's outstanding Series 2007 and Series 2013B Revenue Bonds, pay the costs of general county blight removal and pay the costs of issuance of the Series 2015A Bonds. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

B. Revenue Bonds (Continued)

The \$6,240,000 2015B Macon-Bibb County Urban Development Authority Refunding and Improvement Revenue Bonds were issued to advance refund certain maturities of the Macon-Bibb County Urban Development Authority's outstanding Series 2013A Revenue Bonds, to pay the costs of construction and equipping of public infrastructure, including sidewalks, lighting and paving within Macon-Bibb County and to pay the costs of issuance of the Series 2015B Bonds. The County is contractually obligated to make the necessary payment of principal and interest on this issue.

The \$4,430,431 2016A and \$2,000,000 2016B Macon-Bibb County Urban Development Authority Taxable Revenue Bonds were issued to provide funds to finance all or a portion of the costs of refunding the Development Authority of Bibb County Revenue Bonds (Urban Development Concepts, LLC) Series 2012, fund certain Authority projects, pay interest on the Series 2016 Bonds, fund the debt service reserve fund and pay the cost of issuance. The County is contractually obligated to make the necessary payments of principal and interest on these issues.

Annual debt service requirements to maturity for governmental activity revenue bonds (excluding unamortized bond premiums and discounts totaling \$510,354) are as follows:

<u>Fiscal Year</u>	<u>Total Debt Service</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 4,779,822	\$ 2,127,668	\$ 2,652,154
2018	4,770,878	2,206,853	2,564,025
2019	5,595,675	3,146,427	2,449,248
2020	6,653,497	4,366,404	2,287,093
2021	6,795,907	4,676,802	2,119,105
2022-2026	29,100,761	21,131,006	7,969,755
2027-2031	21,417,486	17,015,271	4,402,215
2032-2036	12,305,160	10,460,000	1,845,160
2037-2039	4,838,356	4,560,000	278,356
	<u>\$ 96,257,542</u>	<u>\$ 69,690,431</u>	<u>\$ 26,567,111</u>

C. Certificates of Participation

In June 1998, the County entered into a lease pool agreement with the Georgia Municipal Association (Association). The funding of the lease pool was provided by the issuance of \$150,126,000 Certificates of Participation by the Association. The Association passed the net proceeds through to the participating governments with the County's participation totaling \$13,452,000. The lease pool agreement with the Association provides that the County owns their portion of the assets invested by the pool and is responsible for the payment of their portion of the principal and interest of the Certificates of Participation. The principal is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year. The County draws from the investment to lease equipment from the Association. The lease pool agreement requires the County to make lease pool payments back into its investment account to fund the principal and interest requirements of the 1998 Georgia Municipal Association Certificates of Participation.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

C. Certificates of Participation (Continued)

As part of the issuance of the certificates of participation, the County entered into an interest rate swap agreement. Under the Swap Agreement, the County is required to pay: (1) a semi-annual (and beginning July 1, 2003, a monthly) floating rate of interest based on the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index (plus a 31 basis points spread) to, or on behalf of, the Swap Counterparty (the "Swap Payment"); and the Swap Counterparty will pay to, or on behalf of, the County a semi-annual payment based on a rate equal to the fixed rate on the certificates of participation (4.75%) times a notional amount specified in the Swap Agreement, but generally equal to the outstanding unpaid principal portion of such Contract, less the amount originally deposited in the Reserve Fund relating to the Contract, and (2) a one-time Swap Premium to be paid on the effective date of the Swap Agreement. The semi-annual payments from the Swap Counterparty with respect to the County are structured, and expected, to be sufficient to make all interest payments due under the Contract, and related distributions of interest on the Certificates. Monthly interest payments between the County, the holders of the Certificates of Participation, and the Swap Counterparty can be made in net settlement form as part of this agreement. Under the Swap Agreement, the County's obligation to pay floating payments to the Swap Counterparty in any calendar year may not exceed an amount equal to the SIFMA Municipal Swap Index plus 5% to be determined on the first business day of December in the preceding year. This agreement matures on June 1, 2028, at the same time of the certificates of participation. This derivative qualifies as a fair market hedge.

In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the County would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the County executed this agreement with counterparties of appropriate credit strength, with the counterparty being rated Aa1 by Moody's. At June 30, 2016, the floating rate being paid by the County is 0.72% and the market value of this agreement is \$5,003,004, an increase of \$1,282,708 from the market value at June 30, 2015. The market value of the hedge was determined using settlement prices at the end of the day on June 30, 2016 based on the derivative contract. This market value is reported as an asset in the statement of net position. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal period end) is deferred and reported as deferred inflows in the statement of net position.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

C. Certificates of Participation (Continued)

Annual debt service requirements to maturity for the certificates of participation are as follows:

<u>Fiscal Year</u>	<u>Total Debt Service</u>	<u>Principal</u>	<u>Interest</u>
2017	\$ 638,970	\$ -	\$ 638,970
2018	638,970	-	638,970
2019	638,970	-	638,970
2020	638,970	-	638,970
2021	638,970	-	638,970
2022-2026	3,194,850	-	3,194,850
2027-2028	14,410,455	13,452,000	958,455
	<u>\$ 20,800,155</u>	<u>\$ 13,452,000</u>	<u>\$ 7,348,155</u>

D. Capital Leases

The County has obtained several leases through a local financial institution to finance the acquisition of various equipment. The leasing arrangement is structured in a way that requires the County to first expend the money for purchase of the assets. The lease proceeds are then remitted to the County by the financial institution and the lease agreement begins.

The following is a schedule of future minimum lease payments for the financial institution leases together with the present value of net minimum lease payments as of June 30, 2016, (governmental activities; Solid Waste Management Fund - proprietary funds):

	<u>Governmental Activities</u>
2017	\$ 565,415
2018	302,358
2019	189,504
2020	189,504
2021	50,157
2022-2023	100,314
Total minimum lease payments	<u>1,397,252</u>
Less amount representing interest	(108,334)
Present value of future minimum lease payments	<u>\$ 1,288,918</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

D. Capital Leases (Continued)

	Business-Type Activities
2017	\$ 289,587
2018	119,443
2019	83,594
2020	83,594
2021	332,595
Total minimum lease payments	908,813
Less amount representing interest	(78,531)
Present value of future minimum lease payments	\$ 830,282

The following is an analysis of leased assets under capital lease purchased with lease proceeds as of June 30, 2016, and amortization of these assets is included in the depreciation expense recorded in the respective governmental and business-type activities:

	Governmental Activities	Business-type Activities
Vehicles	\$ 2,945,769	\$ 1,879,726
Less: Accumulated depreciation	(1,216,049)	(1,656,895)
	\$ 1,729,720	\$ 222,831
 Machinery & Equipment	 \$ 1,966,911	 \$ 738,838
Less: Accumulated depreciation	(581,357)	(484,478)
	\$ 1,385,554	\$ 254,360

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

E. Business-Type Activities Revenue Bonds

The following revenue bonds are included in the Airport Enterprise Fund:

\$4,500,000 1993 Macon-Bibb County Industrial Authority Airport Improvement Revenue Bonds are due in annual installments of \$257,208 to \$355,435 through May 1, 2018, interest at 3.9% to 6.1%. These Bonds were to assist in the financing of the acquisition, construction, and installation of a new maintenance hangar at the Middle Georgia Regional Airport in Bibb County, Georgia.

\$3,600,000 2002 Macon-Bibb County Industrial Authority (Airport Improvement – Atlantic Southeastern Airlines Project) due in annual installments of \$325,500 to \$337,250 through April 1, 2018, interest at 4% to 5%. The Bonds were used to finance the acquisition, construction, and installation of a 7,500 square foot training and storage facility and an aircraft wash facility. Both improvements are located at the Middle Georgia Regional Airport in Bibb County, Georgia.

F. Business-Type Activities Revenue Bonds (Continued)

Airport Enterprise Fund revenue bonds debt service requirements to maturity excluding amortization of bond discounts are as follows as of June 30, 2016:

	Principal	Interest	Total
2017	\$ 620,000	\$ 70,400	\$ 690,400
2018	645,000	35,935	680,935
	\$ 1,265,000	\$ 106,335	\$ 1,371,335

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

G. Closure/Post-Closure Care Costs

The County owns and operates a landfill site located in Macon-Bibb County, Georgia. State and federal laws will require the County to close the landfill once its capacity is reached and to monitor and maintain the site for 30 subsequent years. The County recognizes a prorated portion of the closure and post-closure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The amount recognized each year to date is based on the landfill capacity used as of the balance sheet date. As of June 30, 2016, the City has determined that it has used approximately 4,068,450 cubic yards out of a total available capacity of approximately 4,700,000 cubic yards which approximates 87% capacity used. Further, estimated costs of closure and post-closure care costs as determined at June 30, 2016, amount to approximately \$20,800,000. Based on the above facts and estimated amounts, the City has recorded a liability of \$17,260,000 which represents the amount of costs reported to date based on 87% of landfill capacity used to date as of June 30, 2016. The estimated costs of closure and post-closure care are subject to changes such as the effects of inflation, revision of laws and other variables. The estimated remaining life of the landfill is approximately 5.9 years.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. LONG-TERM DEBT (CONTINUED)

H. Changes in Long-Term Liabilities for Primary Government

Long-term liability activity for the year ended June 30, 2016, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
Bonds payable					
General obligation bonds	\$ 33,650,000	\$ -	\$ (7,335,000)	\$ 26,315,000	\$ 7,510,000
Premium	1,341,107	-	(454,275)	886,832	-
Revenue bonds	66,345,000	5,280,431	(1,935,000)	69,690,431	2,127,668
Premium/Discount	559,373	-	(49,019)	510,354	-
Certificates of participation	13,452,000	-	-	13,452,000	-
Lease purchase agreements:					
Capital leases	2,064,696	-	(775,778)	1,288,918	525,217
Compensated absences	7,152,978	2,855,916	(3,362,397)	6,646,497	3,218,666
Postemployment benefit obligation	41,889,935	6,817,166	-	48,707,101	-
Net pension liability	26,293,452	36,536,123	(17,987,002)	44,842,573	-
Claims payable	10,300,979	11,846,665	(12,950,236)	9,197,408	3,367,116
Governmental activities long-term liabilities	<u>\$ 203,049,520</u>	<u>\$ 63,336,301</u>	<u>\$ (44,848,707)</u>	<u>\$ 221,537,114</u>	<u>\$ 16,748,667</u>
Business-type Activities:					
Bonds payable					
Revenue bonds	\$ 1,850,000	\$ -	\$ (585,000)	\$ 1,265,000	\$ 620,000
Discount	(8,353)	-	3,038	(5,315)	-
Capital leases	603,501	593,378	(366,597)	830,282	266,247
Notes payable	111,002	-	(111,002)	-	-
Net pension liability	3,478,432	1,154,241	(1,162,366)	3,470,307	-
Compensated absences	230,716	130,755	(187,644)	173,827	173,827
Landfill closure/post-closure care costs	16,400,000	860,000	-	17,260,000	-
Business-type activities Long-term Liabilities	<u>\$ 22,665,298</u>	<u>\$ 2,738,374</u>	<u>\$ (2,409,571)</u>	<u>\$ 22,994,101</u>	<u>\$ 1,060,074</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. Claims payable totaling \$833,408 and net pension liability totaling \$1,154,864 are reported in the internal service funds and will be liquidated by those funds. Also, for the governmental activities, compensated absences are generally liquidated by the General Fund. The net postemployment benefit obligation is expected to be liquidated by the General Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2016, are as follows:

Due To	Due From				Total
	General Fund	2015 MBCUDA	Solid Waste Fund	Nonmajor Governmental	
General Fund	\$ -	\$ 39,584	\$ 244,145	\$ 621,904	\$ 905,633
Solid Waste Fund	191,628	-	-	-	191,628
Nonmajor Governmental	1,681,934	-	486,104	-	2,168,038
Nonmajor Enterprise	407,546	-	-	-	407,546
Internal Service	5,860,639	-	-	-	5,860,639
	\$ 8,141,747	\$ 39,584	\$ 730,249	\$ 621,904	\$ 9,533,484

The outstanding balances between funds result mainly from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances normally clear within one to two months.

Any amounts payable to a governmental fund that relates to working capital loans that are deemed to be entirely collectible which are not scheduled to be collected in the subsequent year are considered to be advances. Advances as of June 30, 2016, are as follows:

Advances Receivable Fund	Advances Payable Fund	Amount
Solid Waste	General	\$ 8,000,000

NOTES TO FINANCIAL STATEMENTS

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers for the fiscal year ended June 30, 2016, consisted of the following:

<u>Transfer To</u>	<u>Transfer From</u>				<u>Total</u>
	<u>General Fund</u>	<u>2012 SPLOST County</u>	<u>Airport Fund</u>	<u>Nonmajor Governmental</u>	
General Fund	\$ -	\$ -	\$ -	\$ 259,354	\$ 259,354
Solid Waste	28,894	-	-	-	28,894
Airport	459,560	-	-	-	459,560
Nonmajor Governmental	3,128,845	329,726	17,513	988,446	4,464,530
Nonmajor Enterprise	1,309,012	-	-	977,268	2,286,280
	<u>\$ 4,926,311</u>	<u>\$ 329,726</u>	<u>\$ 17,513</u>	<u>\$ 2,225,068</u>	<u>\$ 7,498,618</u>

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

The transfers out of the 2012 SPLOST County Fund are for approved SPLOST projects paid and accounted for in the Debt Service Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. FUND EQUITY

Fund Balance

Restricted fund balance represents amounts subject to externally enforceable limitations on use. The most significant amounts reported include the following:

- Amounts legally restricted for debt service by the terms of the original debt instruments.
- Amounts restricted for capital outlay by state law and by debt instruments.

Committed fund balance represents amounts that can be used only for the specific purposes determined by the Macon-Bibb County Board of Commissioners.

- The budget resolution commits the resources of the Law Enforcement Commissary Fund to Macon-Bibb County Law Enforcement.

NOTE 11. POST EMPLOYMENT HEALTH CARE BENEFITS

As of June 30, 2016, Macon-Bibb County administers a single-employer, defined benefit, other post employment benefit plans (OPEB). The single plan for the County is the Macon-Bibb County Government Health Care Plan. The plan does not issue a separate stand-alone report and is not included in the report of another entity. Plan assets may be used only for the payment of benefits to the members of the plan, in accordance with the terms of the plan.

A. Plan Description

In accordance with a resolution, Macon-Bibb County provides certain post employment benefits for retired employees. Substantially all full-time employees, of the former Bibb County, Georgia, employed prior to May 1, 2011, become eligible for the benefits if they reach normal retirement age while working for the County. Substantially all full-time employees, of the former City of Macon, Georgia, employed prior to January 1, 2014, become eligible for the benefits if they reach normal retirement age while working for the County. The Plan provides health care and life insurance benefits to plan members and their beneficiaries. Life insurance is provided at the rate of two times the employee's ending salary up to a maximum death benefit of \$100,000. The benefit is reduced to 65% upon reaching age 65, to 45% upon reaching age of 70, to 30% upon reaching age of 75, and to 20% upon reaching age of 80. The Macon-Bibb County Board of Commissioners is authorized to establish and amend all Plan provisions.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

B. Basis of Accounting

The financial statements of the Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

C. Method Used to Value Investment

Investments are reported at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value, and the carrying amount of cash deposits reasonably estimates fair value.

	Fair Value
Cash and cash equivalents	\$ 2,004,266
Common stock	6,578,954
Corporate bonds	1,469,419
Government bonds	2,148,898
Mutual funds	25,410
Asset backed securities	2,605,984
Foreign securities	352,202
Fixed rate securities	206,360
Total investments	\$ 15,391,493

D. Membership

Membership data as of June 30, 2015, the date of the latest actuarial valuation:

Active participants	1,182
Retired participants and beneficiaries currently receiving benefits	663
Total	1,845

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

E. Funding Policies

The contribution requirements of plan members and the County are established and may be amended by the Board. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts toward the cost of insurance premiums. Plan member contributions are based upon coverage elections. Retiree health coverage is \$167-\$199 per month; dependent coverage is an additional \$266-\$325 per month. Retiree life insurance premiums for the fiscal year ending June 30, 2016, were paid from the OPEB Trust Fund.

The County may contribute additional amounts to prefund benefits as determined annually by the Board of Commissioners. Such amounts are contributed to the OPEB Trust. Administrative costs of the plan are financed through investment earnings.

As of the most recent valuation date, June 30, 2015, the funded status of the Plan was as follows (dollars are in thousands):

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	AAL as a Percentage of Covered Payroll
6/30/2015	\$ 19,675	\$ 103,660	\$ 83,985	19.0%	\$ 47,008	178.7%

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

F. Annual OPEB Cost and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

F. Annual OPEB Cost and Net OPEB Obligation (Continued)

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

Annual required contribution	\$	9,529,161
Annual OPEB cost		9,529,161
Employer contributions		(2,711,995)
Increase/decrease in postemployment benefit obligation		6,817,166
Net other postemployment benefit obligation beginning		41,889,935
Net other postemployment benefit obligation ending	\$	48,707,101

The schedule of employer contributions presents trend information about the amounts contributed to the plan by the County in comparison to the ARC. Information is presented beginning with the year of transition.

Period Ending	Annual OPEB Cost	Total Contributions	Percentage Contributed	Net OPEB Obligation
6/30/2015	\$ 5,764,397	\$ 1,110,399	19%	\$ 41,889,935
6/30/2016	9,529,161	2,711,995	28%	48,707,101

The annual required contribution (ARC) was determined as part of the June 30, 2015, actuarial valuation using the Projected Unit Credit Cost Method. The actuarial assumptions included (a) 6.0% investment rate of return (including inflation at 4.0%); and (b) healthcare cost trend rate of 5 - 7.50% (initial) and 5% (ultimate) per year. The actuarial value of assets was determined using market value of assets. The Plan's unfunded actuarial accrued liability is being amortized as a level dollar method on a closed basis. The remaining amortization period was 26 years.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

NOTES TO FINANCIAL STATEMENTS

NOTE 11. POST EMPLOYMENT HEALTH CARE BENEFITS (CONTINUED)

G. Reserves

There are no assets legally reserved for purposes other than the payment of plan member benefits. The Plan held no individual investments whose market value exceeds 5% or more of net assets available for benefits. There are no long-term contracts for contributions.

H. Financial Statement

Statement of Net Position	Statement of Changes in Plan Net Position
Assets	Additions
Cash and cash equivalents	Net decrease in fair value of investments
\$ 2,004,266	\$ (393,650)
Investments	Interest, dividends, and other
13,387,227	466,011
Accounts receivable	Total investment earnings
484,990	72,361
Accrued interest receivable	Less investment expense
42,492	(136,729)
Total Assets	Net investment earnings
<u>15,918,975</u>	(64,368)
	Contributions
	2,712,994
	Total Additions
	<u>2,648,626</u>
Liabilities	Deductions
Accounts payable	Benefits paid to retirees
495,770	6,468,487
Total Liabilities	Administrative expenses
<u>495,770</u>	432,419
	Total Deductions
	<u>6,900,906</u>
Net Position	Change in Net Position
Restricted for other postemployment benefits	(4,252,280)
15,423,205	Net Position, Beginning
<u>15,423,205</u>	19,675,485
	Net Position, Ending
	<u>\$ 15,423,205</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS

Employee Pension Trust

Plan Description

Plan administration. The County administers a single-employer, defined benefit, public employee retirement system. This plan does not issue a separate stand-alone report and is not included in the report of a public employee retirement system or another entity. Assets are held separately and may be used only for the payment of benefits to the members of the plan.

The County Employee's Pension Plan (the "Plan") provides retirement benefits for substantially all full-time employees except certain employees in the State Court, Agriculture Agent's Office, and the Tax Commissioner. The Plan was created by resolution of the Board of Commissioners which grants the authority to establish and amend the benefit terms to the Employees' Pension Plan Board (the "Board"), subject to the Board of Commissioner approval. The Plan provides retirement, disability, and death benefits to Plan members and their beneficiaries.

Plan Membership. At July 1, 2015, Plan membership consisted of the following:

	General	Law Enforcement	Total
Active participants	562	290	852
Retired participants and beneficiaries current receiving benefits	300	149	449
Terminated participants and beneficiaries entitled to, but not yet receiving benefits	56	13	69
Total	918	452	1,370

Benefits Provided. Retirement benefits for Plan members are calculated as 2% of final average monthly base earnings multiplied by years of service (for employees hired prior to May 1, 2011). For employees hired after May 1, 2011, but before January 1, 2014, the formula is 1.5% of final average monthly base earnings multiplied by years of service. For members hired on or after January 1, 2014, the formula is 1.5% of final average monthly base earnings multiplied by years of service with a maximum benefit of 50% of final average monthly base earnings. Early retirement reduces the monthly benefit by 2% per year for each year the early retirement precedes the normal retirement date. In the line of duty disability benefits for law enforcement officers is equal to two thirds of the final average monthly base earnings less actual Social Security payments. For all other retirements due to disability, the benefit is based on the final average monthly earnings and years of service at the date of disability reduced by the amount of workers compensation or Social Security disability benefit received. Death benefits equal 50% of basic pension formula.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employee Pension Trust (Continued)

Plan Description (Continued)

Benefit terms provide for annual cost-of-living adjustments to each member's retirement allowance as of each January 1 at least one year after retirement, if approved by the Macon-Bibb County Board of Commissioners.

Contributions. A resolution by the Board of Commissioners grants the authority to establish and amend the contribution requirements of the County to the Pension Plan Board, subject to Board of Commissioners approval. The Pension Plan Board establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by Plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. For the year ended June 30, 2016, the County's contribution rate was 16.85 percent of annual payroll. Plan members do not make contributions. County contributions to the Plan were \$5,626 (in thousands) for the year ended June 30, 2016.

Net Pension Liability of the County

The County's net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	4.0%
Salary increases	4.25%, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation

Mortality rates were based on the 1994 Group Annuity Mortality Table set forward two years for the period after service retirement and for dependent beneficiaries as well as for deaths in active service. The RP-2000 Disability Mortality Table set forward three years is used for the period after disability retirement.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employee Pension Trust (Continued)

Net Pension Liability of the County (Continued)

The actuarial assumptions used in the July 1, 2015, valuation were based on the results of an actuarial experience study for the five year period ended June 30, 2008.

The long-term expected rate of return on 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 Plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016, are 7.5% per year.

Discount Rate. The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that County 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 projected future benefit payments of current plan members until 2115 to determine the total pension liability. Based on the assumptions used in the most recent actuarial valuation, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability and a municipal bond rate was not used in determining the discount rate.

Changes in the Net Pension Liability. The changes in the components of the net pension liability of the County for the year ended June 30, 2016, were as follows (in thousands):

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) Liability (a) - (b)
Balances at 6/30/15	<u>\$ 146,431</u>	<u>\$ 112,696</u>	<u>\$ 33,735</u>
Changes for the year:			
Interest	10,616	-	10,616
Service costs	2,250	-	2,250
Benefit changes	8,258	-	8,258
Demographic experience	739	-	739
Contributions - employer	-	5,393	(5,393)
Net investment income	-	6,027	(6,027)
Benefit payments	(9,760)	(9,760)	-
Administrative expenses	-	(37)	37
Net changes	<u>12,103</u>	<u>1,623</u>	<u>10,480</u>
Balances at 6/30/16	<u>\$ 158,534</u>	<u>\$ 114,319</u>	<u>\$ 44,215</u>

The Plan's fiduciary net position as a percentage of the total pension liability 72.11%

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employee Pension Trust (Continued)

Net Pension Liability of the County (Continued)

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.5 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate (in thousands):

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension liability	\$ 60,262	\$ 44,215	\$ 30,546

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2015, and the current sharing pattern of costs between employer and employee.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employee Pension Trust (Continued)

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

For the year ended June 30, 2016, the County recognized pension expense of \$12,068 (in thousands). At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to the pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 2,422
Differences between expected and actual experience	587	-
Contributions subsequent to the measurement date	<u>5,626</u>	<u>-</u>
Total	<u>\$ 6,213</u>	<u>\$ 2,422</u>

County contributions subsequent to the measurement date of \$5,626 (in thousands) are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2017	\$ (806)
2018	(806)
2019	(806)
2020	583
	<u>\$ (1,835)</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

General Employees' Pension Plan (Former City of Macon)

Plan Description

Plan Administration. The General Employees' Pension Plan was administered by the former City of Macon, Georgia. Upon consolidation of the City of Macon, Georgia and Bibb County, Georgia on January 1, 2014, this plan was frozen to new entrants.

The General Employees' Pension Plan – a single-employer defined benefit pension plan – provides retirement benefits for substantially all full-time employees of the former City of Macon, Georgia other than former City of Macon, Georgia sworn fire and police officers. The Plan was created by resolution of the former City of Macon, Georgia City Council which granted the authority to establish and amend the benefit terms to the Pension Plan Board (the "Board"), subject to City Council approval. Upon consolidation on January 1, 2014, the authority, with respect to the Plan, of the former City of Macon City Council was assumed by the Macon-Bibb County Board of Commissioners. The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries.

Plan Membership. At July 1, 2015, Plan membership consisted of the following:

	Total
Active participants	375
Retired participants and beneficiaries	
current receiving benefits	435
Terminated participants and beneficiaries	
entitled to, but not yet receiving benefits	268
Total	1,078

Benefits Provided. The Plan provides retirement, disability, and death benefits. Retirement benefits for plan members are calculated as the greater of: (i) 2% of the average monthly earnings times service minus 1.50% of primary social security benefit times up to 33 1/3 years of service, or (ii) 1.52% of average monthly earnings up to \$1,250 times service plus 1.90% of average monthly earnings above \$1,250 times service (for employees as of June 30, 1984). For employees hired after June 30, 1984, the formula is 1.52% of average monthly earnings up to \$1,250 times service plus 1.90% of average monthly earnings above \$1,250 times service. Disability benefits are determined as the greater of (i) 50% of average monthly earnings minus 50% of social security disability benefits plus 0.50% of average monthly earnings for each completed year of service in excess of five years, or (ii) basic pension formula. The disability pension requires five years of service. Death benefits equal 50% of basic pension formula.

Benefit terms provide for annual cost-of-living adjustments to each member's retirement allowance as of each January 1 at least one year after retirement, unless suspended by the Macon-Bibb County Board of Commissioners.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

General Employees' Pension Plan (Former City of Macon)

Plan Description (Continued)

A resolution by the Board of Commissioners grants the authority to establish and amend the contribution requirements of the County to the Pension Plan Board, subject to Board of Commissioners approval. The Board establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. For the year ended June 30, 2016, the County's contribution rate was 27.88 percent of annual payroll. Plan members do not make contributions. County contributions to the Plan were \$3,307 (in thousands) for the year ended June 30, 2016.

Net Pension Liability of the County

The County's net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.00%
Investment rate of return	7.54%, including inflation

Mortality rates were based on the sex distinct rates set forth in the RP-2000 Mortality Table, projected to 2007 by scale AA, as published by the Internal Revenue Service (IRS) for purposes of Internal Revenue Code (IRC) section 430. Future generational improvements in mortality have not been reflected.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

General Employees' Pension Plan (Former City of Macon)

Net Pension Liability of the County (Continued)

The long-term expected rate of return on 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 Plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016, are: Equity Securities – 6.00% and Fixed Income Securities – 2.00%.

Discount Rate. The discount rate used to measure the total pension liability was 7.54%. The projection of cash flows used to determine the discount rate assumed that County 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 projected future benefit payments of current plan members until 2101 to determine the total pension liability. Based on the assumptions used in the most recent actuarial valuation, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability and a municipal bond rate was not used in determining the discount rate.

Changes in the Net Pension Liability. The changes in the components of the net pension liability of the County for the year ended June 30, 2016, were as follows (in thousands):

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) Liability (a) - (b)
Balances at 6/30/15	<u>\$ 87,379</u>	<u>\$ 76,405</u>	<u>\$ 10,974</u>
Changes for the year:			
Interest	6,204	-	6,204
Service costs	1,471	-	1,471
Demographic experience	(782)	-	(782)
Assumption changes	1,292	-	1,292
Contributions - employer	-	3,365	(3,365)
Net investment income	-	2,350	(2,350)
Benefit payments	(4,269)	(4,324)	54
Administrative expenses	-	(21)	21
Other changes	(563)	-	(563)
Net changes	<u>3,353</u>	<u>1,371</u>	<u>1,982</u>
Balances at 6/30/16	<u>\$ 90,732</u>	<u>\$ 77,776</u>	<u>\$ 12,956</u>

The Plan's fiduciary net position as a percentage of the total pension liability 85.72%

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

General Employees' Pension Plan (Former City of Macon)

Net Pension Liability of the County (Continued)

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.54 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.54 percent) or 1-percentage-point higher (8.54 percent) than the current rate (in thousands):

	1% Decrease (6.54%)	Current Discount Rate (7.54%)	1% Increase (8.54%)
Net pension liability	\$ 22,419	\$ 12,956	\$ 4,962

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2015, and the current sharing pattern of costs between employer and employee.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

General Employees' Pension Plan (Former City of Macon)

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

For the year ended June 30, 2016, the County recognized pension expense of \$2,006 (in thousands). At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to the pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 1,450
Demographic changes	-	2,016
Experience differences	2,464	-
Contributions subsequent to the measurement date	3,307	-
Total	\$ 5,771	\$ 3,466

County contributions subsequent to the measurement date of \$3,307 (in thousands) are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2017	\$ (416)
2018	(416)
2019	(416)
2020	431
2021	(186)
	\$ (1,002)

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Fire and Police Pension Plan (Former City of Macon)

Plan Description

Plan Administration. The Fire and Police Pension Plan was administered by the former City of Macon, Georgia. Upon consolidation of the City of Macon, Georgia and Bibb County, Georgia on January 1, 2014, this plan was frozen to new entrants.

The Fire and Police Pension Plan – a single-employer defined benefit pension plan – provides retirement benefits for substantially all full-time sworn police and fire officers of the former City of Macon, Georgia. The plan was created by resolution of the former City of Macon, Georgia City Council which granted the authority to establish and amend the benefit terms to the Pension Plan Board (the “Board”), subject to City Council approval. Upon consolidation on January 1, 2014, the authority, with respect to the Plan, of the City of Macon City Council was assumed by the Macon-Bibb County Board of Commissioners. The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries.

Plan Membership. At July 1, 2015, Plan membership consisted of the following:

	Total
Active participants	532
Retired participants and beneficiaries current receiving benefits	518
Terminated participants and beneficiaries entitled to, but not yet receiving benefits	254
Total	1,304

The Plan provides retirement, disability, and death benefits. Retirement benefits for Plan members are calculated as 2.00% of average monthly earnings times up to 35 years of service; minimum normal retirement benefit is \$500 per month. Retirement benefit is reduced by 2.50% for each year by which the participant’s early retirement age precedes 50. Disability benefits are determined as 40%, 45%, 50%, 55%, 60%, or 65% of the basic pension formula for 15, 16, 17, 18, 19 or 20 to 25 years of service, respectively. Death benefits are 50% of the basic pension formula immediately for life to the spouse, plus 15% (for one minor child), 20% (for two minor children), or 25% (for three or more minor children) for married employees who die in the line of duty; 50% of basic pension formula (for one minor child), plus 5% (for two minor children), or 10% (for three or more minor children) for unmarried employees who die in the line of duty; 50% of the non-service-connected disability pension payable immediately for life to the spouse, plus 15% (for one minor child), 20% (for two minor children), or 25% (for three or more minor children) for married employees who die other than in the line of duty and who have earned at least 15 years of service; 50% of the non-service-connected disability pension (for one minor child), plus 5% (for two minor children), or 10% (for three or more minor children) for unmarried employees who die other than in the line of duty and who have earned at least 15 years of service.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Fire and Police Pension Plan (Continued)

Plan Description (Continued)

Benefit terms provide for annual cost-of-living adjustments to each member's retirement allowance as of each January 1 at least one year after retirement, unless suspended by the Macon-Bibb County Board of Commissioners.

A resolution by the Board of Commissioners grants the authority to establish and amend the contribution requirements of the County to the Pension Plan Board, subject to Board of Commissioners approval. The Board establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. For the year ended June 30, 2016, the County's contribution rate was 6.1 percent of annual payroll. Plan members do not make contributions. County contributions to the Plan were \$1,465 (in thousands) for the year ended June 30, 2016.

Net Pension Liability of the County

The County's net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	3.00%
Investment rate of return	7.54%, including inflation

Mortality rates were based on the sex distinct rates set forth in the RP-2000 Mortality Table, projected to 2007 by scale AA, as published by the Internal Revenue Service (IRS) for purposes of Internal Revenue Code (IRC) section 430. Future generational improvements in mortality have not been reflected.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Fire and Police Pension Plan (Continued)

Net Pension Liability of the County (Continued)

The long-term expected rate of return on 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 Plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016, are: Equity Securities – 6.00% and Fixed Income Securities – 2.00%.

Discount Rate. The discount rate used to measure the total pension liability was 7.54%. The projection of cash flows used to determine the discount rate assumed that County 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 projected future benefit payments of current plan members until 2109 to determine the total pension liability. Based on the assumptions used in the most recent actuarial valuation, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability and a municipal bond rate was not used in determining the discount rate.

Changes in the Net Pension Liability. The changes in the components of the net pension liability of the County for the year ended June 30, 2016, were as follows (in thousands):

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) Liability (a) - (b)
	<u>\$ 203,981</u>	<u>\$ 218,919</u>	<u>\$ (14,938)</u>
Balances at 6/30/15			
Changes for the year:			
Interest	15,239	-	15,239
Service costs	3,195	-	3,195
Demographic experience	(4,939)	-	(4,939)
Assumption changes	2,407	-	2,407
Contributions - employer	-	3,746	(3,746)
Net investment income	-	6,265	(6,265)
Benefit payments	(10,347)	(10,450)	103
Administrative expenses	-	(86)	86
Net changes	<u>5,555</u>	<u>(525)</u>	<u>6,080</u>
Balances at 6/30/16	<u>\$ 209,536</u>	<u>\$ 218,394</u>	<u>\$ (8,858)</u>

The Plan's fiduciary net position as a percentage of the total pension liability 104.23%

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Fire and Police Pension Plan (Continued)

Net Pension Liability of the County (Continued)

The required schedule of changes in the net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of Plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.54 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.54 percent) or 1-percentage-point higher (8.54 percent) than the current rate (in thousands):

	1% Decrease (6.54%)	Current Discount Rate (7.54%)	1% Increase (8.54%)
Net pension liability (asset)	\$ 16,423	\$ (8,858)	\$ (29,841)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2015 and the current sharing pattern of costs between employer and employee.

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

For the year ended June 30, 2016, the County recognized pension expense of (\$297) (in thousands). At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to the pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 1,348
Demographic experience	-	11,933
Contributions subsequent to the measurement date	1,465	-
Total	\$ 1,465	\$ 13,281

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Fire and Police Pension Plan (Continued)

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

County contributions subsequent to the measurement date of \$1,465 (in thousands) are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,		
2017	\$	(2,664)
2018		(2,664)
2019		(2,664)
2020		1,191
2021		(807)
Thereafter		(5,673)
	<u>\$</u>	<u>(13,281)</u>

The aggregate assets, liabilities, net position and expenses related to each pension plan established by the County as of June 30, 2016 is as follows:

	<u>Employee Pension Trust</u>	<u>Fire and Police Police Pension</u>	<u>General Employees' Pension</u>	<u>Total</u>
Plan assets	\$ 109,519	\$ 212,486	\$ 75,688	\$ 397,693
Plan liabilities	59	2,376	40	2,475
Plan net position	<u>\$ 109,460</u>	<u>\$ 210,110</u>	<u>\$ 75,648</u>	<u>\$ 395,218</u>
Plan expenses	\$ 6,901	13,770	6,187	26,858

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Board of Health (Component Unit)

Employees Retirement System of Georgia

Plan Description: All full-time personnel employed by the Macon-Bibb County Board of Health participate in the Employees' Retirement System of Georgia (ERS), which is a cost-sharing multiple-employer, defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political divisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publically available financial report that can be obtained at www.ers.ga.gov.

Benefits provided: The ERS Plan supports three benefit tiers: Old Plan, New Plan, and the Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the old plan started membership prior to July 1, 1982, and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982, but prior to January 1, 2009, are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009, also have the option to irrevocably change their membership to GSEPS.

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, postretirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employees Retirement System of Georgia (Continued)

Contributions: Member contributions under the old plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the old plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The Board's contractually required contribution rate, actuarially determined annually, for the year ended June 30, 2016, was 24.72% of annual covered payroll for old and new plan members and 21.69% for GSEPS members. The Board's contributions to ERS totaled \$453,055 for the year ended June 30, 2016. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

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

At June 30, 2016, the Board reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2014. An expected total pension liability as of June 30, 2015, was determined using standard roll-forward techniques. The Board's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2015. At June 30, 2015, the Employer's proportion was 0.074540%, which was a decrease of 0.001509% from its proportion measured at June 30, 2014.

Employer's proportionate share of net pension liability	\$	3,019,912
Employer's proportion of net pension liability		0.074540%
Decrease from proportion measured as of June 30, 2015		0.001509%
Employer's recognized pension expense	\$	193,263

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employees Retirement System of Georgia (Continued)

For the year ended June 30, 2016, the Board recognized pension expense of \$193,263. At June 30, 2016, the Board 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	\$ -	\$ 24,129
Net difference between projected and actual earnings on pension plan investments	-	217,892
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,935	42,246
Employer contributions subsequent to the measurement date	453,055	-
Total	\$ 458,990	\$ 284,267

Board contributions subsequent to the measurement date of \$435,055 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2017	\$ (135,434)
2018	(119,245)
2019	(97,119)
2020	73,466
	\$ (278,332)

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employees Retirement System of Georgia (Continued)

Actuarial Assumptions: The total pension liability as of June 30, 2015 was determined by an actuarial valuation as of June 30, 2014 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	5.45-9.25%, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table for the period after service retirement, for dependent beneficiaries, and for deaths in active service, and the RP-2000 Disabled Mortality Table set back eleven years for males for the period after disability retirement.

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2004 to June 30, 2009.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term expected real rate of return*
Fixed income	30.00 %	3.00 %
Domestic large stocks	39.70	6.50
Domestic mid stocks	3.70	10.00
Domestic small stocks	1.60	13.00
International developed market stocks	18.90	6.50
International emerging market stocks	6.10	11.00
Total	100.00 %	

* Rates are shown net of the 3.0% assumed rate of inflation

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Employees Retirement System of Georgia (Continued)

Discount rate: The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate: The following presents the Board's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Board's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension liability	\$ 4,280,834	\$ 3,019,912	\$ 1,944,927

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report which is publically available at www.ers.ga.gov.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Middle Georgia Regional Library (Component Unit)

Teachers Retirement System of Georgia

Plan Description: All teachers of the Library as defined in 47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits provided: TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal to the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Contributions: Per Title 47 of the O.C.G.A., contributions requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2016. The Library's contractually required contribution rate for the year ended June 30, 2016, was 14.27% of annual payroll. Library contributions to TRS were \$218,866 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

At June 30, 2016, the Library reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2014. An expected total pension liability as of June 30, 2015, was determined using standard roll-forward techniques. The Library's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2015. At June 30, 2015, the Library's proportion was 0.013813%, which was a decrease of 0.001796% from its proportion measured as of June 30, 2014.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Teachers Retirement System of Georgia (Continued)

For the year ended June 30, 2016, the Library recognized pension expense of \$52,371. At June 30, 2016, the Library 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	\$ -	\$ 18,496
Changes in proportion and differences between Library contributions and proportionate share of contributions	-	334,925
Net difference between projected and actual earnings on pension plan investments	-	177,381
Library contributions subsequent to the measurement date	218,866	-
Total	\$ 218,866	\$ 530,802

Library contributions subsequent to the measurement date of \$218,866 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2017	\$ (171,435)
2018	(171,435)
2019	(171,435)
2020	(3,850)
2021	(12,647)
	\$ (530,802)

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Teachers Retirement System of Georgia (Continued)

Actuarial assumptions: The total pension liability as of June 30, 2015 was determined by an actuarial valuation as of June 30, 2014 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	3.75-7.00%, average, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females set back two years for males and set back three years for females.

The actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimated ranges of expected future real rates of return (expected nominal returns, net of pension plan investment expense and the assumed rate of 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 of 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>
Fixed income	30.00%	3.00%
Domestic large equities	39.70%	6.50%
Domestic mid equities	3.70%	10.00%
Domestic small equities	1.60%	13.00%
International developed market equities	18.90%	6.50%
International emerging market equities	6.10%	11.00%
	<u>100.00%</u>	

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

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Teachers Retirement System of Georgia (Continued)

Discount rate: The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Library's proportionate share of the net pension liability to changes in the discount rate: The following presents the Library's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Library's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension liability	\$ 3,613,661	\$ 2,102,892	\$ 857,659

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at www.trsga.com/publications.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Transit Authority (Component Unit)

Macon-Bibb County Transit Authority Pension Plan

Plan Description

The Authority participates in a single-employer, defined-benefit, and public employees retirement system Macon-Bibb County Transit Authority Pension Plan (the "Plan") covering substantially all employees. The Plan provides retirement, disability and death benefits to plan members and beneficiaries. Assets are held separately and may be used only for the payment of benefits to the members of the plan. The funds are managed by independent money managers at BB&T and administered by the Authority's board. The financial statements of the Plan are included in the financial report of the Macon-Bibb County Transit Authority.

Actuarial valuations are performed bi-annually by Stanley, Hunt, Dupree & Rhine Benefit Consultants, a division of BB&T. There are no loans to any of the Authority's officials nor are there any other "party-in-interest" or prohibited transactions.

As authorized by the Board of the Authority, the plan provides pension benefits and death and disability benefits for all full-time employees. Employees who were participants in the plan prior to January 1, 1989, who worked at least 30 hours per week may participate in the plan after they have completed one (1) year of continuous service. Benefits vest after 10 years of service. Early retirement is permitted provided the participant is at least 50 years of age and has completed ten (10) years of service.

Funding Policy

The plan members are not required to contribute to the plan. The Authority's funding policy requires the Authority to contribute to the Plan an amount at least equal to the employee contribution but not less than the minimum contribution required under Georgia Law for the fiscal year. The Authority is required to contribute at an actuarially determined rate; the current rate is 46.06% of annual covered payroll. The contribution requirements of the Authority are established and may be amended by the Authority.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Transit Authority Pension Plan (Continued)

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

At June 30, 2016, the Authority reported a net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of January 1, 2016. An expected total pension liability as of June 30, 2015, was determined using standard roll-forward techniques.

For the year ended June 30, 2016, the Authority recognized pension expense of \$890,400. At June 30, 2016, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 71,274	\$ -
Changes of assumptions	1,658,112	-
Net difference between projected and actual earnings on pension plan investments	151,176	-
Employer contributions subsequent to the measurement date	<u>507,105</u>	<u>-</u>
Total	<u><u>\$ 2,387,667</u></u>	<u><u>\$ -</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Transit Authority Pension Plan (Continued)

Authority contributions subsequent to the measurement date of \$507,105 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2017	\$ 554,794
2018	554,794
2019	554,794
2020	216,180
	<u>\$ 1,880,562</u>

Actuarial Assumptions: The total pension liability as of June 30, 2016, was determined by an actuarial valuation as of January 1, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	1.50%
Salary increases	3.0% annually
Investment rate of return	6.0%
Future municipal bond rate	4.0%

Mortality rates were based on the RP-2014 Mortality Table with MP-2015 Scale improvement for males and females.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Transit Authority Pension Plan (Continued)

Net Pension Liability

The components of the net pension liability of the Authority as of June 30, 2016, are as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) Liability (a) - (b)
Balances at 6/30/15	<u>\$ 9,524,822</u>	<u>\$ 5,014,341</u>	<u>\$ 4,510,481</u>
Changes for the year:			
Service costs	35,474	-	35,474
Interest	641,241	-	641,241
Differences between expected and actual experiences	84,882	-	84,882
Contributions	-	516,711	(516,711)
Net investment income	-	106,020	(106,020)
Benefits paid	(944,153)	(944,153)	-
Other changes	1,318,776	-	1,318,776
Net changes	<u>1,136,220</u>	<u>(321,422)</u>	<u>1,457,642</u>
Balances at 6/30/15	<u><u>\$ 10,661,042</u></u>	<u><u>\$ 4,692,919</u></u>	<u><u>\$ 5,968,123</u></u>

The Plan's fiduciary net position as a percentage of the total pension liability 44.02%

Discount Rate: The discount rate used to measure the total pension liability was 6.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of the projected benefit payments to determine the total pension liability.

Sensitivity of the Authority's proportionate share of the net pension liability to changes in the discount rate: The following presents the Authority's proportionate share of the net pension liability calculated using the discount rate of 6.0 percent, as well as what the Authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.0 percent) or 1-percentage-point higher (7.0 percent) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net pension liability	\$ 6,791,684	\$ 5,968,123	\$ 4,650,065

NOTES TO FINANCIAL STATEMENTS

NOTE 12. PENSION PLANS (CONTINUED)

Macon-Bibb County Transit Authority Pension Plan (Continued)

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is reported can be found in the financial report of the Macon-Bibb County Transit Authority.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and net estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2016.

Investments

As of June 30, 2016, the Plan's investments, which represent 5% or more of the net position are as follows:

<u>Asset Class</u>	<u>Amount</u>
Goldman Sachs Growth	\$ 265,794
Sterling Capital Securitized (Bonds)	382,228

Effective December 31, 2011, the Authority closed the Macon-Bibb County Transit Authority Pension Plan to employees hired or rehired after December 31, 2011, and froze accrued benefits for all non-vested employees at that date.

Effective January 1, 2012, the Authority adopted the Macon-Bibb County Transit Authority Deferred Compensation Plan (457(b) deferred compensation plan) and the Macon-Bibb County Transit Authority Employees Plan (defined contribution plan). Employees are eligible to participate after 90 days of service. Contributions to the defined contribution plan are 4% of the compensation of all eligible participants and an amount equal to ½ of each participant's contribution to the 457(b) deferred compensation plan, not to exceed 3% of the participant's compensation for each payroll period. Contributions to both plans for fiscal year ending June 30, 2016, were \$116,283.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and losses resulting from providing accident and health benefits to employees, retirees, and their dependents. The County purchases commercial insurance for most types of risk. For these risks, settlements have not exceeded coverage.

The County established an internal service fund for group health insurance which is funded by charges to the County's other funds. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expense related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

The County has entered into a self-funded group insurance plan with major medical coverage. The County currently utilizes Blue Cross Blue Shield as the Third Party Administrator. A stop loss carrier is in place to cover claims in excess of \$250,000. Management continues to monitor the performance of this fund to ensure that premiums charged to the funds and agencies of the County are adequate.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. RISK MANAGEMENT (CONTINUED)

Changes in the respective claims liability amount for the fiscal year ended June 30, 2016, were:

Fiscal year ended June 30, 2016

	<u>Beginning</u>	<u>Claim estimates</u>	<u>Claims paid</u>	<u>Ending</u>
Workers' Compensation	\$ 8,962,000	\$ 1,680,034	\$ 2,278,034	\$ 8,364,000
Group Health	\$ 1,338,979	\$ 10,166,631	\$ 10,672,202	\$ 833,408

NOTE 14. COMMITMENTS AND CONTINGENCIES

A. Construction Commitments

The County has active construction projects as of June 30, 2016. The projects include street construction, building renovations, and construction of a new Juvenile Justice Facility and a new fire station. As of June 30, 2016, the County has contractual commitments on uncompleted construction contracts of approximately \$18,500,000.

The remaining commitment amounts were encumbered at the end of the fiscal year. The encumbrances and related appropriation lapse at the end of the year, but are re-appropriated and become part of the subsequent year's budget because performance under the executor contract is expected in the next year.

B. Litigation

Macon-Bibb County, Georgia is a defendant in numerous lawsuits and legal proceedings. County management and legal counsel is of the opinion that ultimate disposition of the lawsuits and legal proceedings will likely not have a material adverse effect, if any, on the financial condition of the County.

C. Grant Funds

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

NOTES TO FINANCIAL STATEMENTS

NOTE 14. COMMITMENTS AND CONTINGENCIES (CONTINUED)

D. Contracts with Macon-Bibb County Industrial Authority

Macon-Bibb County entered into a contract with the Macon-Bibb County Industrial Authority to provide \$350,000 annually for 20 years, with payments beginning October 31, 2008. The funds are to be used for the purpose of land acquisition, infrastructure development, transaction costs and other industrial development services.

E. Macon-Bibb County Industrial Authority Employee Incentive Program Grant

In August 2013, the Macon-Bibb Industrial Authority entered into an extension agreement with Kumho Tire Georgia, Inc. Under the terms of the agreement, Kumho agreed to pay an initial payment to the Authority of \$600,000 within 30 days of the signed agreement. Kumho also agreed to a target start date of October 1, 2015.

On July 26, 2016, the Authority was notified by the Georgia Department of Community Affairs (“DCA”) that the repayment agreement with Kumho Tire Georgia, Inc. was satisfied and the Authority was relieved of the obligation to make any future EIP repayment to DCA. The Authority recognized forgiveness of debt in the amount of \$212,675 as a contribution in the current fiscal year.

F. Development Authority of Bibb County Intergovernmental Contract

The Development Authority of Bibb County issued \$5 million Series 2012 Taxable Revenue Bonds in June 2012. Funds will be used by the Authority to provide loans to developers and nonprofit organizations for various downtown housing and commercial development projects. The bonds are obligations of the Authority and are secured by rental or loan payments received by Urban Development Concepts, LLC under a Management Agreement with the Authority. An Intergovernmental Contract between the Development Authority and Macon-Bibb County obligates the County to pay debt service to the extent not paid from the revenues of the projects. The bonds bear interest at the fixed rate of 3.04% per annum until June 2016. Semiannual interest payments are required each December and June, beginning December 2012. Principal payments are due June 2017 through 2030. The liability for the bonds is shown in the financial statements of the Development Authority of Bibb County, which is also a component unit of the County.

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYEE PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2015</u>
Total pension liability		
Service cost	\$ 2,250	\$ 2,093
Interest on total pension liability	10,616	10,382
Benefit changes	8,258	-
Demographic experience	739	-
Benefit payments and refunds	<u>(9,760)</u>	<u>(8,937)</u>
Net change in total pension liability	12,103	3,538
Total pension liability - beginning	146,431	142,893
Total pension liability - ending (a)	<u>\$ 158,534</u>	<u>\$ 146,431</u>
Plan fiduciary net position		
Contributions - employer	5,393	5,168
Net investment income	6,027	14,553
Benefit payments and refunds	(9,760)	(8,937)
Administrative expenses	<u>(37)</u>	<u>(17)</u>
Net change in plan fiduciary net position	1,623	10,767
Plan fiduciary net position - beginning	112,696	101,929
Plan fiduciary net position - ending (b)	<u>\$ 114,319</u>	<u>\$ 112,696</u>
Net pension liability - ending (a) - (b)	<u>\$ 44,215</u>	<u>\$ 33,735</u>
Plan fiduciary net position as a percentage of the total pension liability	72.11%	76.96%
Covered-employee payroll	\$ 33,574	\$ 31,127
Net pension liability as a percentage of covered-employee payroll	131.69%	108.38%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.
Numbers presented in thousands

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYEE PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 5,393	\$ 5,168
Contributions in relation to the actuarially determined contribution	5,393	5,168
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	33,574	31,127
Contributions as a percentage of Covered-employee payroll	16.06%	16.60%

Notes to the Schedule

Valuation Date	July 1, 2015
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Five-year smoothed market
Assumed Rate of Return on Investments	7.50%
Projected Salary Increases	4.25%
Amortization Method	Level percent of pay, open
Remaining Amortization Period	18 years

The schedule will present 10 years of information once it is accumulated.
Numbers presented are in thousands

SCHEDULE OF PENSION INVESTMENT RETURNS

	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expenses for the pension plan	7.50%	7.50%

Note to the Schedule

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

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
GENERAL EMPLOYEES' PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2015</u>
Total pension liability		
Service cost	\$ 1,471	\$ 1,604
Interest on total pension liability	6,204	6,415
Demographic experience	(782)	(1,990)
Assumption changes	1,292	-
Benefit payments and refunds	(4,269)	(4,164)
Other changes	(563)	-
Net change in total pension liability	<u>3,353</u>	<u>1,865</u>
Total pension liability - beginning	<u>87,379</u>	<u>85,514</u>
Total pension liability - ending (a)	<u>\$ 90,732</u>	<u>\$ 87,379</u>
Plan fiduciary net position		
Contributions - employer	3,365	3,712
Net investment income	2,350	9,533
Benefit payments and refunds	(4,324)	(4,366)
Administrative expenses	(20)	(137)
Net change in plan fiduciary net position	<u>1,371</u>	<u>8,742</u>
Plan fiduciary net position - beginning	<u>76,405</u>	<u>67,663</u>
Plan fiduciary net position - ending (b)	<u>\$ 77,776</u>	<u>\$ 76,405</u>
Net pension liability - ending (a) - (b)	<u>\$ 12,956</u>	<u>\$ 10,974</u>
Plan fiduciary net position as a percentage of the total pension liability	85.72%	87.44%
Covered-employee payroll	\$ 15,989	\$ 17,377
Net pension liability as a percentage of covered-employee payroll	76.88%	63.15%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.
Numbers presented in thousands

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
GENERAL EMPLOYEES' PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 3,365	\$ 3,712
Contributions in relation to the actuarially determined contribution	<u>3,365</u>	<u>3,712</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	15,989	17,377
Contributions as a percentage of Covered-employee payroll	21.05%	21.36%

Notes to the Schedule

Valuation Date	July 1, 2015
Cost Method	Aggregate
Actuarial Asset Valuation Method	Five-year smoothed market
Assumed Rate of Return on Investments	7.54%
Projected Salary Increases	3.00%
Cost-of-living Adjustment	1.50%
Amortization Method	Level percentage, open
Remaining Amortization Period	30 years

The schedule will present 10 years of information once it is accumulated.
Numbers presented are in thousands

SCHEDULE OF PENSION INVESTMENT RETURNS

	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expenses for the pension plan	4.54%	4.54%

Note to the Schedule

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

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
FIRE AND POLICE PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2015</u>
Total pension liability		
Service cost	\$ 3,195	\$ 3,462
Interest on total pension liability	15,238	15,260
Demographic experience	(4,939)	(8,598)
Assumption changes	2,407	-
Benefit payments and refunds	<u>(10,347)</u>	<u>(9,941)</u>
Net change in total pension liability	5,554	183
Total pension liability - beginning	<u>203,981</u>	<u>203,798</u>
Total pension liability - ending (a)	<u>\$ 209,535</u>	<u>\$ 203,981</u>
Plan fiduciary net position		
Contributions - employer	3,746	4,234
Net investment income	6,264	33,487
Benefit payments and refunds	(10,450)	(10,062)
Administrative expenses	<u>(86)</u>	<u>(153)</u>
Net change in plan fiduciary net position	(526)	27,506
Plan fiduciary net position - beginning	<u>218,919</u>	<u>191,413</u>
Plan fiduciary net position - ending (b)	<u>\$ 218,393</u>	<u>\$ 218,919</u>
Net pension asset - ending (a) - (b)	<u>\$ (8,858)</u>	<u>\$ (14,938)</u>
Plan fiduciary net position as a percentage of the total pension asset	104.23%	107.32%
Covered-employee payroll	\$ 25,174	\$ 26,250
Net pension asset as a percentage of covered-employee payroll	284.20%	175.73%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.
Numbers presented in thousands

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
FIRE AND POLICE PENSION PLAN**

JUNE 30, 2016

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 3,746	\$ 4,234
Contributions in relation to the actuarially determined contribution	3,746	4,234
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	25,174	26,250
Contributions as a percentage of Covered-employee payroll	14.88%	16.13%

Notes to the Schedule

Valuation Date	July 1, 2015
Cost Method	Aggregate
Actuarial Asset Valuation Method	Five-year smoothed market
Assumed Rate of Return on Investments	7.54%
Projected Salary Increases	3.00%
Cost-of-living Adjustment	1.50%
Amortization Method	Level percentage, open
Remaining Amortization Period	30 years

The schedule will present 10 years of information once it is accumulated.
Numbers presented are in thousands

SCHEDULE OF PENSION INVESTMENT RETURNS

	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expenses for the pension plan	4.54%	4.54%

Note to the Schedule

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

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
MACON-BIBB COUNTY BOARD OF HEALTH (COMPONENT UNIT)
EMPLOYEES RETIREMENT SYSTEM OF GEORGIA
JUNE 30, 2016**

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	<u>2016</u>	<u>2015</u>
Employer's proportion of the net pension liability	0.074540%	0.076049%
Employer's proportionate share of the net pension liability	\$ 3,019,912	\$ 2,852,307
Employer's covered-employee payroll	1,975,162	2,012,756
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	152.89%	141.71%
Plan fiduciary net position as a percentage of the total pension liability	76.20%	77.99%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 453,055	\$ 374,254
Contributions in relation to the contractually required contribution	(453,055)	(374,254)
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>
Employer's covered-employee payroll	\$ 1,975,162	\$ 1,862,423
Contributions as a percentage of covered-employee payroll	22.94%	20.10%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

MACON-BIBB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
MACON-BIBB COUNTY BOARD OF HEALTH (COMPONENT UNIT)
EMPLOYEES RETIREMENT SYSTEM OF GEORGIA
JUNE 30, 2016

Changes in assumptions: There were no changes in assumptions or benefits that affect the measurement of the total pension liability since the prior measurement date.

Method and assumption used in calculation of actuarially determined contributions: The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for the year ended June 30, 2016 reported in that schedule:

Valuation date	June 30, 2013
Actuarial cost method	Entry age
Amortization method	Level dollar, open
Remaining amortization period	30 years
Asset valuation method	Seven-year smoothed market
Inflation rate	3.00%
Salary increases	2.725% - 4.625% for FY 2012-2013; 5.45% - 9.25% for FY 2014+
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
MIDDLE GEORGIA REGIONAL LIBRARY (COMPONENT UNIT)
TEACHERS RETIREMENT SYSTEM OF GEORGIA
JUNE 30, 2016**

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	<u>2016</u>	<u>2015</u>
Employer's proportion of the net pension liability	0.013813%	0.015609%
Employer's proportionate share of the net pension liability	\$ 2,102,892	\$ 1,971,991
Employer's covered-employee payroll	1,533,749	1,471,141
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	137.11%	134.05%
Plan fiduciary net position as a percentage of the total pension liability	81.44%	84.03%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 218,866	\$ 193,455
Contributions in relation to the contractually required contribution	(218,866)	(193,455)
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>
Employer's covered-employee payroll	\$ 1,533,749	\$ 1,471,141
Contributions as a percentage of covered-employee payroll	14.27%	13.15%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

MACON-BIBB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
MIDDLE GEORGIA REGIONAL LIBRARY (COMPONENT UNIT)
TEACHERS RETIREMENT SYSTEM OF GEORGIA
JUNE 30, 2016

Changes in assumptions: In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

Method and assumption used in calculation of actuarially determined contributions: The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for the year ended June 30, 2016 reported in that schedule:

Valuation date	June 30, 2013
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Seven-year smoothed market
Inflation rate	3.00%
Salary increases	3.75 - 7.00%, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
MACON-BIBB COUNTY TRANSIT AUTHORITY (COMPONENT UNIT)
MACON-BIBB COUNTY TRANSIT AUTHORITY PENSION PLAN
JUNE 30, 2016**

SCHEDULE OF NET PENSION LIABILITY

	<u>2016</u>	<u>2015</u>
Authority's proportion of the net pension liability	100%	100%
Authority's net pension liability	\$ 5,968,123	\$ 4,510,481
Authority's covered-employee payroll	1,121,734	1,089,062
Authority's net pension liability as a percentage of its covered-employee payroll	532.04%	414.16%
Plan fiduciary net position as a percentage of the total pension liability	76.93%	101.80%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Actuarially determined contribution	\$ 527,560	\$ 447,280	\$ 307,738	\$ 277,557	\$ 278,219
Actual contribution	516,711	475,967	481,729	267,684	361,244
Contribution deficiency (excess)	<u>10,849</u>	<u>(28,687)</u>	<u>(173,991)</u>	<u>9,873</u>	<u>(83,025)</u>
Authority's covered-employee payroll	1,121,734	1,089,062	1,105,368	1,739,894	1,694,843
Contributions as a percentage of covered payroll	46.06%	43.70%	43.58%	15.39%	21.31%

Note: Actuarial calculations were not available prior to fiscal year 2012.

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
MACON-BIBB COUNTY TRANSIT AUTHORITY (COMPONENT UNIT)
MACON-BIBB COUNTY TRANSIT AUTHORITY PENSION PLAN
JUNE 30, 2016**

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<i>Total Pension Liability</i>					
Service Cost	\$ 35,474	\$ 58,682	\$ 52,660	\$ 52,660	\$ 52,660
Interest	641,241	621,831	614,129	622,106	706,630
Changes in assumptions/plan change	1,318,776	19,623	970,345	-	(2,144,449)
Gain/loss	84,882	11,419	214,835	-	202,508
Benefit payments	(944,153)	(772,094)	(755,332)	(856,252)	(681,053)
Net change in total pension liability	<u>1,136,220</u>	<u>(60,539)</u>	<u>1,096,637</u>	<u>(181,486)</u>	<u>(1,863,704)</u>
Total pension liability - beginning	9,524,822	9,585,361	8,488,724	8,670,210	10,533,914
Total pension liability - ending (a)	<u>10,661,042</u>	<u>9,524,822</u>	<u>9,585,361</u>	<u>8,488,724</u>	<u>8,670,210</u>
 <i>Plan Fiduciary Net Position</i>					
Contributions - employer	516,711	475,967	440,376	417,910	361,244
Net investment income	106,020	313,669	352,072	379,627	376,375
Benefit payments	(944,153)	(772,094)	(755,332)	(856,252)	(579,516)
Gain/loss	-	61,493	46,425	(386,997)	62,977
Net change in plan fiduciary net position	<u>(321,422)</u>	<u>79,035</u>	<u>83,541</u>	<u>(445,712)</u>	<u>221,080</u>
Plan fiduciary net position - beginning	5,014,341	4,935,306	4,851,765	5,297,477	5,076,397
Plan fiduciary net position - ending (b)	<u>4,692,919</u>	<u>5,014,341</u>	<u>4,935,306</u>	<u>4,851,765</u>	<u>5,297,477</u>
 <i>Net Pension Liability</i>					
Net pension liability - ending (a-b)	<u>\$ 5,968,123</u>	<u>\$ 4,510,481</u>	<u>\$ 4,650,055</u>	<u>\$ 3,636,959</u>	<u>\$ 3,372,733</u>
Plan's fiduciary net position as a percentage of the total pension liability	44.02%	52.64%	51.49%	57.16%	61.10%
Covered-employee payroll	\$ 1,121,734	\$ 1,089,062	\$ 1,105,368	\$ 1,739,894	\$ 1,694,843
Net pension liability as a percentage of covered-employee payroll	532.04%	414.16%	420.68%	209.03%	199.00%

Note: Actuarial calculations were not available prior to fiscal year 2012.

MACON-BIBB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION MACON-BIBB COUNTY TRANSIT AUTHORITY (COMPONENT UNIT) MACON-BIBB COUNTY TRANSIT AUTHORITY PENSION PLAN JUNE 30, 2016

Changes in assumptions:

Plan changes: None

Accounting Method Changes: This is the first year GASB 68 applies. Under GASB 68, the asset gains/losses are spread over 5 years. Liability gains/losses and liability changes due to changes in assumptions are recognized over the average future working lifetime of the active and inactive participants.

Assumption Changes: The interest rate has been decreased from 7.50% to 7.00% to reflect payment of investment related expenses from the trust account. For funding purposes, this change was first recognized at January 1, 2014.

Funding Method Change: The funding contribution is now referred to as the Actuarially Determined Contribution ("ADC") and is set by the Plan Sponsors governing body by the adoption of a Funding Policy Statement. The Georgia State Minimum Required Contribution is based on the pension expense under GASB 27. For this reason and to continue past practice, GASB 27 computation remains the basis for determining the Actuarially Determined Contribution.

Method and assumption used in calculation of actuarially determined contributions:

Valuation date	January 1, 2016
Actuarial cost method	Entry age
Amortization method	Difference in actual and expected return on assets is recognized over 5 years. Experience gains and losses and assumption changes are amortized over the average future service of all participants (currently 6 years)
Remaining amortization period	15 years
Asset valuation method	Fair value (market value of ass)
Inflation rate	1.50%
Salary increases	3.00% annually
Investment rate of return	6.00%
Future municipal bond rate	4.00%
Mortality	Mortality is based on the RP-2014 Mortality Table with MP-2015 Scale improvement for males and females.

MACON-BIBB COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST EMPLOYMENT BENEFIT PLAN**

JUNE 30, 2016

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	AAL as a Percentage of Covered Payroll
6/30/2015	\$ 19,675	\$ 103,660	\$ 83,985	19.0%	\$ 47,008	178.7%

Numbers presented in thousands.

<u>Period Ending</u>	<u>Annual OPEB Cost</u>	<u>Total Contributions</u>	<u>Percentage Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2015	\$ 5,764,397	\$ 1,110,399	19%	\$ 41,889,935

The assumptions used in the preparation of the above schedule are disclosed in Note 11 in the Notes to the Financial Statements.

Due to the prior City of Macon OPEB Plan and the prior Bibb County OPEB plan being consolidated and combined into one plan during the fiscal year ended June 30, 2015, only one year of the above data is available. Years and data will be added as they are accumulated.

SUPPLEMENTARY INFORMATION

**NONMAJOR
GOVERNMENTAL FUNDS**

Special Revenue Funds

The **Emergency 911 Fund** is used to account for the operations and activities of the emergency telephone system.

The **Hotel Motel Tax Fund** accounts for hotel/motel tax funds received. The resources are restricted by state law and County code for tourism and tourism product development.

The **Grants Fund** is used to account for the various federal and state grant programs administered by Macon-Bibb County.

The **Special Street Light District Fund** accounts for the collection of charges from street light districts. The resources are restricted by County Code to provide for expenditures in the special districts of Macon-Bibb County.

The **Middle Georgia Education Corridor BID** accounts for taxes levied and collected within Middle Georgia Education Corridor Business Improvement District. The resources are restricted for improvements within the Business Improvement District.

The **Law Enforcement Commissary Fund** accounts for certain funds collected at the Macon-Bibb County Law Enforcement Center commissary. The resources are committed by County resolution for Macon-Bibb County law enforcement expenditures.

The **Law Enforcement Confiscation Fund** accounts for condemned funds received that are restricted by state law for law enforcement expenditures.

The **Drug Abuse Treatment and Education Fund** accounts for certain fines received from the various courts of Macon-Bibb County. The resources are restricted by state law for drug abuse treatment and educational purposes.

The **Alternative Dispute Resolution Fund** accounts for certain fines received from various courts of Macon-Bibb County and other participating counties in the Middle Georgia area. The resources are restricted by state law for programs that resolve disputes by methods other than litigation.

The **Crime Victims Assistance Fund** accounts for certain fines received from various courts in Macon-Bibb County. The resources are restricted by state law for assistance to victims of crime.

The **Juvenile Court Supervision Fund** accounts for certain fees received from the Juvenile Court of Macon-Bibb County. The resources are restricted by state law for alternative juvenile programs.

The **Law Library Fund** accounts for certain fees received from the various courts of Macon-Bibb County. The resources are restricted by state law for the support of a centralized law library.

The **District Attorney RICO Fund** accounts for funds received by the District Attorney's office related to RICO activity cases and matters.

The **Sponsored Program Fund** accounts for special programs funded through grant revenue, intergovernmental contracts and transfers from other funds. The resources are restricted by the grantors.

The **Macon-Bibb County Jail Fund** accounts for certain fees received from the various courts of Macon-Bibb County. The resources are restricted by state law for expenditures of the Macon-Bibb County Law Enforcement Center.

Special Revenue Funds (Continued)

The **DFACS MIL Fund** accounts for certain payments received from the Macon-Bibb County Department of Family and Children Services. The resources are restricted by contract with the Georgia Department of Human Resources for maintenance, operations and capital outlay at the DFACS public facility building.

The **ECD CDBG Fund** is used to account for the Community Development Block Grant program.

The **ECD HOME Grant Fund** is used to account for the Home Investment Partnership grant program.

Capital Projects Funds

The **Capital Improvements Fund** accounts for the purchase or construction of major capital facilities within the County.

The **Special Local Option Sales Tax Transportation Fund** accounts for the Macon-Bibb County Road Project Program expenditures based on the 1 cent special local option sales tax approved by the voters of Macon-Bibb County.

The **Ocmulgee Greenway Trail Fund** accounts for expenditures for the development of Gateway Park.

The **2013 MBCUDA Project Fund** accounts for expenditures to be funded with proceeds from the Macon-Bibb County Urban Development Authority, Series 2013 Revenue Bonds.

The **2014 TAD Second Street Fund** accounts for bond proceeds and expenditures for certain improvements within the Second Street tax allocation district.

The **2014 TAD Renaissance Fund** accounts for bond proceeds and expenditures for certain improvements within the Renaissance tax allocation district.

The **2014 TAD Bibb Mill Fund** accounts for bond proceeds and expenditures for certain improvements within Bibb Mill Center tax allocation district.

Debt Service Funds

The **General Debt Service Fund** accounts for accumulation of resources for the payment of general long-term debt principal and interest of the County.

MACON-BIBB COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Special Revenue Funds								
	Emergency 911 Fund	Hotel/ Motel Tax	Grants Fund	Special Street Light District	Middle Georgia Education Corridor BID	Law Enforcement Commissary	Law Enforcement Confiscation	Drug Abuse Treatment and Education	Alternative Dispute Resolution
ASSETS									
Cash and cash equivalents	\$ 2,967	\$ 316,984	\$ 9,863	\$ 7,949	\$ 82	\$ 260,854	\$ 571,491	\$ 26,092	\$ 48,423
Investments	-	-	-	244,987	-	475,521	191,554	-	248,186
Receivables, net of allowance									
Taxes	-	333,927	-	-	1,750	-	-	-	-
Accounts	404,843	-	-	97,953	-	-	-	-	10,716
Due from other governments	-	-	769,123	-	-	-	-	-	-
Due from other funds	-	-	877,927	101,937	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-
Long-term receivable, net of allowance	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 407,810</u>	<u>\$ 650,911</u>	<u>\$ 1,656,913</u>	<u>\$ 452,826</u>	<u>\$ 1,832</u>	<u>\$ 736,375</u>	<u>\$ 763,045</u>	<u>\$ 26,092</u>	<u>\$ 307,325</u>
LIABILITIES									
Accounts payable	\$ 54,591	\$ 471,354	120,127	\$ 26,408	\$ -	\$ 9,249	\$ 1,709	\$ 11,248	\$ 2,185
Retainage payable	-	-	86,768	-	-	-	-	-	-
Accrued payroll deductions	97,709	-	15,715	-	-	-	-	-	5,232
Due to other governments	233	-	-	-	-	-	7,367	-	-
Due to other funds	246,199	179,557	-	-	-	-	-	14,844	-
Unearned revenues	-	-	33,913	-	-	-	-	-	-
Total liabilities	<u>398,732</u>	<u>650,911</u>	<u>256,523</u>	<u>26,408</u>	<u>-</u>	<u>9,249</u>	<u>9,076</u>	<u>26,092</u>	<u>7,417</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue - taxes	-	-	-	-	1,750	-	-	-	-
Unavailable revenue - housing and development loans	-	-	-	-	-	-	-	-	-
Unavailable revenue - grants	-	-	162,791	-	-	-	-	-	-
Unavailable revenue - special assessments	-	-	-	87,257	-	-	-	-	-
Unavailable revenue - other	6,792	-	-	-	-	-	-	-	1,500
Total deferred inflows of resources	<u>6,792</u>	<u>-</u>	<u>162,791</u>	<u>87,257</u>	<u>1,750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
FUND BALANCES (DEFICIT)									
Nonspendable:									
Prepaid items	-	-	-	-	-	-	-	-	-
Restricted for:									
Debt service	-	-	-	-	-	-	-	-	-
Grant programs	-	-	1,237,599	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Public safety	2,286	-	-	-	-	-	753,969	-	-
Street light district	-	-	-	339,161	-	-	-	-	-
Victim assistance	-	-	-	-	-	-	-	-	-
Court programs	-	-	-	-	-	-	-	-	298,408
Community development	-	-	-	-	82	-	-	-	-
Committed:									
Law enforcement	-	-	-	-	-	727,126	-	-	-
Assigned:									
Capital outlay	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>2,286</u>	<u>-</u>	<u>1,237,599</u>	<u>339,161</u>	<u>82</u>	<u>727,126</u>	<u>753,969</u>	<u>-</u>	<u>298,408</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 407,810</u>	<u>\$ 650,911</u>	<u>\$ 1,656,913</u>	<u>\$ 452,826</u>	<u>\$ 1,832</u>	<u>\$ 736,375</u>	<u>\$ 763,045</u>	<u>\$ 26,092</u>	<u>\$ 307,325</u>

Crime Victims Assistance	Juvenile Court Supervision	Law Library	District Attorney RICO	Sponsored Programs	Macon-Bibb County Jail Fund	DFACS MIL	ECD CDBG Fund	ECD Home Grant Fund	Total Special Revenue
\$ 9,809	\$ 270	\$ 4,089	\$ 527,965	\$ 74,166	\$ 120,575	\$ 1,092,194	\$ 894,858	\$ 672,847	\$ 4,641,478
42,658	62,835	-	-	-	29,124	1,513,245	-	-	2,808,110
-	-	-	-	-	-	-	-	-	335,677
-	-	-	220,000	-	-	-	24,235	13,440	771,187
-	-	-	-	27,170	-	-	336,136	28,991	1,161,420
-	-	-	-	-	-	-	-	-	979,864
-	-	-	-	-	-	-	5,862	1,035	6,897
-	-	-	-	-	-	-	498,902	1,446,837	1,945,739
\$ 52,467	\$ 63,105	\$ 4,089	\$ 747,965	\$ 101,336	\$ 149,699	\$ 2,605,439	\$ 1,759,993	\$ 2,163,150	\$ 12,650,372
\$ -	\$ -	\$ 1,933	\$ 158,492	\$ 3,281	\$ -	\$ 6,055	\$ 171,671	\$ 435,833	\$ 1,474,136
-	-	-	-	-	-	-	-	134,825	221,593
1,890	-	-	1,467	3,105	-	-	23,780	-	148,898
-	-	-	-	-	-	-	65	8,777	16,442
11,011	7,814	-	-	-	-	-	66,758	10,886	537,069
-	-	-	-	94,923	-	-	-	-	128,836
12,901	7,814	1,933	159,959	101,309	-	6,055	262,274	590,321	2,526,974
-	-	-	-	-	-	-	-	-	1,750
-	-	-	-	-	-	-	498,902	1,446,837	1,945,739
-	-	-	-	4,038	-	-	1,295	99,736	267,860
-	-	-	-	-	-	-	-	-	87,257
-	-	-	-	-	-	-	-	-	8,292
-	-	-	-	4,038	-	-	500,197	1,546,573	2,310,898
-	-	-	-	-	-	-	5,862	1,035	6,897
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	1,237,599
-	-	-	-	-	-	2,599,384	-	-	2,599,384
-	-	-	-	-	149,699	-	-	-	905,954
-	-	-	-	-	-	-	-	-	339,161
39,566	-	-	-	-	-	-	-	-	39,566
-	55,291	2,156	588,006	-	-	-	-	-	943,861
-	-	-	-	-	-	-	991,660	25,221	1,016,963
-	-	-	-	-	-	-	-	-	727,126
-	-	-	-	-	-	-	-	-	-
-	-	-	-	(4,011)	-	-	-	-	(4,011)
39,566	55,291	2,156	588,006	(4,011)	149,699	2,599,384	997,522	26,256	7,812,500
\$ 52,467	\$ 63,105	\$ 4,089	\$ 747,965	\$ 101,336	\$ 149,699	\$ 2,605,439	\$ 1,759,993	\$ 2,163,150	\$ 12,650,372

MACON-BIBB COUNTY, GEORGIA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016**

	Capital Projects Funds							Debt Service Fund		
	Special Purpose		Ocmulgee Greenway Trail	2013 MBCUDA Project	2014 TAD Second Street	2014 TAD Renaissance	2014 TAD Bibb Mill	Total Capital Projects	General Debt Service	Total Nonmajor Funds
	Capital Improvements	Local Option Sales Tax Transportation								
ASSETS										
Cash and cash equivalents	\$ -	\$ -	\$ 49,990	\$ -	\$ 1,752,558	\$ 3,925	\$ 190,191	\$ 1,996,664	\$ -	\$ 6,638,142
Investments	426,181	-	5,935	3,902,138	-	-	-	4,334,254	7,306,724	14,449,088
Receivables, net of allowance										
Taxes	-	-	-	-	398	-	-	398	-	336,075
Accounts	-	-	-	-	456,436	-	-	456,436	-	1,227,623
Due from other governments	-	183,668	-	-	-	-	-	183,668	-	1,345,088
Due from other funds	178,641	-	-	-	-	-	-	178,641	1,009,533	2,168,038
Prepaid items	-	-	-	-	-	-	-	-	-	6,897
Long-term receivable, net of allowance	-	-	-	-	-	-	-	-	-	1,945,739
Total assets	<u>\$ 604,822</u>	<u>\$ 183,668</u>	<u>\$ 55,925</u>	<u>\$ 3,902,138</u>	<u>\$ 2,209,392</u>	<u>\$ 3,925</u>	<u>\$ 190,191</u>	<u>\$ 7,150,061</u>	<u>\$ 8,316,257</u>	<u>\$ 28,116,690</u>
LIABILITIES										
Accounts payable	\$ 481,957	\$ -	\$ -	\$ 197,763	\$ 598,478	\$ 3,925	\$ -	\$ 1,282,123	\$ -	\$ 2,756,259
Retainage payable	-	20,030	-	46,094	197,422	-	-	263,546	-	485,139
Accrued payroll deductions	-	-	-	-	-	-	-	-	-	148,898
Due to other governments	-	-	-	-	-	-	-	-	-	16,442
Due to other funds	-	76,664	-	8,171	-	-	-	84,835	-	621,904
Unearned revenues	-	-	-	-	-	-	-	-	-	128,836
Total liabilities	<u>481,957</u>	<u>96,694</u>	<u>-</u>	<u>252,028</u>	<u>795,900</u>	<u>3,925</u>	<u>-</u>	<u>1,630,504</u>	<u>-</u>	<u>4,157,478</u>
DEFERRED INFLOWS OF RESOURCES										
Unavailable revenue - taxes	-	-	-	-	-	-	-	-	-	1,750
Unavailable revenue - housing and development loans	-	-	-	-	-	-	-	-	-	1,945,739
Unavailable revenue - grants	-	58,930	-	-	456,436	-	-	515,366	-	783,226
Unavailable revenue - special assessments	-	-	-	-	-	-	-	-	-	87,257
Unavailable revenue - other	-	-	-	-	-	-	-	-	-	8,292
Total deferred inflows of resources	<u>-</u>	<u>58,930</u>	<u>-</u>	<u>-</u>	<u>456,436</u>	<u>-</u>	<u>-</u>	<u>515,366</u>	<u>-</u>	<u>2,826,264</u>
FUND BALANCES (DEFICIT)										
Nonspendable:										
Prepaid items	-	-	-	-	-	-	-	-	-	6,897
Restricted for:										
Debt service	-	-	-	-	-	-	-	-	8,316,257	8,316,257
Grant programs	-	-	-	-	-	-	-	-	-	1,237,599
Capital outlay	-	28,044	-	3,650,110	957,056	-	190,191	4,825,401	-	7,424,785
Public safety	-	-	-	-	-	-	-	-	-	905,954
Street light district	-	-	-	-	-	-	-	-	-	339,161
Victim assistance	-	-	-	-	-	-	-	-	-	39,566
Court programs	-	-	-	-	-	-	-	-	-	943,861
Community development	-	-	-	-	-	-	-	-	-	1,016,963
Committed:										
Law enforcement	-	-	-	-	-	-	-	-	-	727,126
Assigned:										
Capital outlay	122,865	-	55,925	-	-	-	-	178,790	-	178,790
Unassigned	-	-	-	-	-	-	-	-	-	(4,011)
Total fund balances (deficit)	<u>122,865</u>	<u>28,044</u>	<u>55,925</u>	<u>3,650,110</u>	<u>957,056</u>	<u>-</u>	<u>190,191</u>	<u>5,004,191</u>	<u>8,316,257</u>	<u>21,132,948</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 604,822</u>	<u>\$ 183,668</u>	<u>\$ 55,925</u>	<u>\$ 3,902,138</u>	<u>\$ 2,209,392</u>	<u>\$ 3,925</u>	<u>\$ 190,191</u>	<u>\$ 7,150,061</u>	<u>\$ 8,316,257</u>	<u>\$ 28,116,690</u>

MACON-BIBB COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Special Revenue Funds								
	Emergency 911 Fund	Hotel/ Motel Tax	Grants Fund	Special Street Light District	Middle Georgia Education Corridor BID	Law Enforcement Commissary	Law Enforcement Confiscation	Drug Abuse Treatment and Education	Alternative Dispute Resolution
REVENUES									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ 332,718	\$ -	\$ -	\$ -	\$ -
Hotel/Motel	-	3,710,022	-	-	-	-	-	-	-
Intergovernmental	-	-	4,472,769	-	-	-	-	-	-
Charges for services	2,784,567	-	-	366,897	-	564,291	-	-	-
Fines and forfeitures	-	-	-	-	-	-	367,088	158,812	245,367
Interest earned on investments	134	45	500	801	259	1,428	1,361	9	687
Rent	-	-	-	-	-	-	-	-	2,813
Other revenue	-	-	77,500	-	-	-	-	-	1,050
Total revenues	<u>2,784,701</u>	<u>3,710,067</u>	<u>4,550,769</u>	<u>367,698</u>	<u>332,977</u>	<u>565,719</u>	<u>368,449</u>	<u>158,821</u>	<u>249,917</u>
EXPENDITURES									
Current									
General government	-	-	-	-	-	-	-	-	-
Judicial	-	-	699,032	-	-	-	-	163,145	200,202
Public safety	3,176,384	-	349,338	-	-	295,017	197,159	-	-
Public works	-	-	148,122	330,123	-	-	-	-	-
Housing and development	-	-	-	-	332,895	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Culture and recreation	-	2,653,960	-	-	-	-	-	-	-
Capital outlay	-	-	2,496,911	-	-	39,713	-	-	-
Debt service									
Principal	227,956	-	-	-	-	-	-	-	-
Interest	5,724	-	-	-	-	-	-	-	-
Total expenditures	<u>3,410,064</u>	<u>2,653,960</u>	<u>3,693,403</u>	<u>330,123</u>	<u>332,895</u>	<u>334,730</u>	<u>197,159</u>	<u>163,145</u>	<u>200,202</u>
Excess (deficiency) of revenues over (under) expenditures	(625,363)	1,056,107	857,366	37,575	82	230,989	171,290	(4,324)	49,715
OTHER FINANCING SOURCES (USES)									
Transfers in	619,399	-	170,227	-	-	-	-	460	-
Transfers out	-	(1,056,107)	-	(50,000)	-	-	(513)	(7,518)	-
Total other financing sources (uses)	<u>619,399</u>	<u>(1,056,107)</u>	<u>170,227</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>(513)</u>	<u>(7,058)</u>	<u>-</u>
Net change in fund balances	(5,964)	-	1,027,593	(12,425)	82	230,989	170,777	(11,382)	49,715
FUND BALANCES (DEFICIT), beginning of year	<u>8,250</u>	<u>-</u>	<u>210,006</u>	<u>351,586</u>	<u>-</u>	<u>496,137</u>	<u>583,192</u>	<u>11,382</u>	<u>248,693</u>
FUND BALANCES (DEFICIT), end of year	<u>\$ 2,286</u>	<u>\$ -</u>	<u>\$ 1,237,599</u>	<u>\$ 339,161</u>	<u>\$ 82</u>	<u>\$ 727,126</u>	<u>\$ 753,969</u>	<u>\$ -</u>	<u>\$ 298,408</u>

<u>Crime Victims Assistance</u>	<u>Juvenile Court Supervision</u>	<u>Law Library</u>	<u>District Attorney RICO</u>	<u>Sponsored Programs</u>	<u>Macon-Bibb County Jail Fund</u>	<u>DFACS MIL</u>	<u>ECD CDBG Fund</u>	<u>ECD Home Grant Fund</u>	<u>Total Special Revenue</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 332,718
-	-	-	-	-	-	-	-	-	3,710,022
-	-	-	-	143,105	-	-	1,638,785	1,461,758	7,716,417
-	-	-	-	-	-	-	-	-	3,715,755
74,978	3,893	26,461	467,696	-	155,510	-	-	-	1,499,805
132	269	16	620	31	207	5,158	21,622	40,535	73,814
-	-	-	-	-	-	466,078	-	-	468,891
-	-	-	-	115,339	-	-	230,277	327,431	751,597
<u>75,110</u>	<u>4,162</u>	<u>26,477</u>	<u>468,316</u>	<u>258,475</u>	<u>155,717</u>	<u>471,236</u>	<u>1,890,684</u>	<u>1,829,724</u>	<u>18,269,019</u>
-	-	-	-	83,102	-	-	-	-	83,102
50,865	-	34,068	478,533	78,468	-	-	-	-	1,704,313
-	-	-	-	15,633	-	-	-	-	4,033,531
-	-	-	-	59,886	-	-	-	-	538,131
-	-	-	-	-	-	-	1,552,634	2,614,859	4,500,388
-	-	-	-	7,381	-	284,405	-	-	291,786
-	-	-	-	19,557	-	-	-	-	2,673,517
-	-	-	-	-	-	-	-	-	2,536,624
-	-	-	-	-	-	-	-	-	227,956
-	-	-	-	-	-	-	-	-	5,724
<u>50,865</u>	<u>-</u>	<u>34,068</u>	<u>478,533</u>	<u>264,027</u>	<u>-</u>	<u>284,405</u>	<u>1,552,634</u>	<u>2,614,859</u>	<u>16,595,072</u>
<u>24,245</u>	<u>4,162</u>	<u>(7,591)</u>	<u>(10,217)</u>	<u>(5,552)</u>	<u>155,717</u>	<u>186,831</u>	<u>338,050</u>	<u>(785,135)</u>	<u>1,673,947</u>
-	-	-	-	69,903	-	-	-	-	859,989
(22,238)	(50,331)	-	-	-	(130,000)	-	-	-	(1,316,707)
<u>(22,238)</u>	<u>(50,331)</u>	<u>-</u>	<u>-</u>	<u>69,903</u>	<u>(130,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(456,718)</u>
2,007	(46,169)	(7,591)	(10,217)	64,351	25,717	186,831	338,050	(785,135)	1,217,229
<u>37,559</u>	<u>101,460</u>	<u>9,747</u>	<u>598,223</u>	<u>(68,362)</u>	<u>123,982</u>	<u>2,412,553</u>	<u>659,472</u>	<u>811,391</u>	<u>6,595,271</u>
<u>\$ 39,566</u>	<u>\$ 55,291</u>	<u>\$ 2,156</u>	<u>\$ 588,006</u>	<u>\$ (4,011)</u>	<u>\$ 149,699</u>	<u>\$ 2,599,384</u>	<u>\$ 997,522</u>	<u>\$ 26,256</u>	<u>\$ 7,812,500</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Capital Projects Funds							Debt Service Fund		
	Special Purpose		Ocmulgee Greenway Trail	2013 MBCUDA Project	2014 TAD Second Street	2014 TAD Renaissance	2014 TAD Bibb Mill	Total Capital Projects	General Debt Service	Total Nonmajor Funds
	Capital Improvements	Local Option Sales Tax Transporation								
REVENUES										
Taxes:										
Property	\$ -	\$ -	\$ -	\$ -	\$ 221,806	\$ -	\$ -	\$ 221,806	\$ -	\$ 554,524
Hotel/Motel	-	-	-	-	-	-	-	-	-	3,710,022
Intergovernmental	-	339,958	-	-	-	-	-	339,958	308,194	8,364,569
Charges for services	-	-	-	-	-	-	-	-	-	3,715,755
Fines and forfeitures	-	-	-	-	-	-	-	-	-	1,499,805
Interest earned on investments	2,659	-	84	13,352	1,542	9	120	17,766	750,619	842,199
Rent	-	-	-	-	-	-	-	-	-	468,891
Other revenue	-	9,362	-	-	-	-	-	9,362	-	760,959
Total revenues	2,659	349,320	84	13,352	223,348	9	120	588,892	1,058,813	19,916,724
EXPENDITURES										
Current										
General government	-	-	-	-	-	-	-	-	-	83,102
Judicial	-	-	-	-	-	-	-	-	-	1,704,313
Public safety	-	-	-	-	-	-	-	-	-	4,033,531
Public works	-	-	-	-	-	-	-	-	-	538,131
Housing and development	-	-	-	-	182,776	35,326	-	218,102	-	4,718,490
Health and welfare	-	-	-	-	-	-	-	-	-	291,786
Culture and recreation	-	-	-	-	-	-	-	-	-	2,673,517
Capital outlay	7,150,193	-	-	2,712,080	1,977,336	-	50,000	11,889,609	-	14,426,233
Debt service										
Principal	-	-	-	-	-	-	-	-	-	227,956
Interest and fees	-	-	-	-	67,500	1,125	5,625	74,250	760,983	840,957
Bond issuance costs	196,975	-	-	-	-	-	-	196,975	-	196,975
Total expenditures	7,347,168	-	-	2,712,080	2,227,612	36,451	55,625	12,378,936	760,983	29,734,991
Excess (deficiency) of revenues over (under) expenditures	(7,344,509)	349,320	84	(2,698,728)	(2,004,264)	(36,442)	(55,505)	(11,790,044)	297,830	(9,818,267)
OTHER FINANCING SOURCES (USES)										
Transfers in	908,361	-	-	-	-	22,768	5,625	936,754	2,667,787	4,464,530
Transfers out	-	-	-	-	-	-	-	-	(908,361)	(2,225,068)
Issuance of bonds	5,280,431	-	-	-	-	-	-	5,280,431	-	5,280,431
Total other financing sources (uses)	6,188,792	-	-	-	-	22,768	5,625	6,217,185	1,759,426	7,519,893
Net change in fund balances	(1,155,717)	349,320	84	(2,698,728)	(2,004,264)	(13,674)	(49,880)	(5,572,859)	2,057,256	(2,298,374)
FUND BALANCES (DEFICIT), beginning of year	1,278,582	(321,276)	55,841	6,348,838	2,961,320	13,674	240,071	10,577,050	6,259,001	23,431,322
FUND BALANCES (DEFICIT), end of year	\$ 122,865	\$ 28,044	\$ 55,925	\$ 3,650,110	\$ 957,056	\$ -	\$ 190,191	\$ 5,004,191	\$ 8,316,257	\$ 21,132,948

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
EMERGENCY 911 FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Charges for services	\$ 2,810,008	\$ 2,784,567	\$ (25,441)
Interest earned on investments	-	134	134
Total revenues	<u>2,810,008</u>	<u>2,784,701</u>	<u>(25,307)</u>
EXPENDITURES			
Current:			
Public safety	3,663,993	3,176,384	487,609
Debt service:			
Principal	173,300	227,956	(54,656)
Interest	5,000	5,724	(724)
Total expenditures	<u>3,842,293</u>	<u>3,410,064</u>	<u>432,229</u>
Deficiency of revenues under expenditures	<u>(1,032,285)</u>	<u>(625,363)</u>	<u>406,922</u>
OTHER FINANCING SOURCES			
Transfers in	769,285	619,399	(149,886)
Proceeds from long-term debt	263,000	-	(263,000)
Total other financing sources	<u>1,032,285</u>	<u>619,399</u>	<u>(412,886)</u>
Net change in fund balances	-	(5,964)	(5,964)
FUND BALANCES, beginning of year	<u>8,250</u>	<u>8,250</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 8,250</u></u>	<u><u>\$ 2,286</u></u>	<u><u>\$ (5,964)</u></u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
HOTEL/MOTEL TAX
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Hotel/motel taxes	\$ 3,710,039	\$ 3,710,022	\$ (17)
Interest earned on investments	44	45	1
Total revenues	<u>3,710,083</u>	<u>3,710,067</u>	<u>(16)</u>
EXPENDITURES			
Current:			
Culture and recreation	<u>2,653,976</u>	<u>2,653,960</u>	<u>16</u>
Total expenditures	<u>2,653,976</u>	<u>2,653,960</u>	<u>16</u>
Excess of revenues over expenditures	<u>1,056,107</u>	<u>1,056,107</u>	<u>-</u>
OTHER FINANCING USES			
Transfers out	<u>(1,056,107)</u>	<u>(1,056,107)</u>	<u>-</u>
Total other financing uses	<u>(1,056,107)</u>	<u>(1,056,107)</u>	<u>-</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental	\$ 10,987,857	4,472,769	(6,515,088)
Other revenue	148,279	77,500	(70,779)
Interest earned on investments	-	500	500
Total revenues	<u>11,136,136</u>	<u>4,550,769</u>	<u>(6,585,367)</u>
EXPENDITURES			
Current:			
General government	1,848	-	1,848
Public safety	980,734	349,338	631,396
Public works	239,481	148,122	91,359
Judicial	1,279,475	699,032	580,443
Capital outlay	11,051,870	2,496,911	8,554,959
Total expenditures	<u>13,553,408</u>	<u>3,693,403</u>	<u>9,860,005</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,417,272)</u>	<u>857,366</u>	<u>(16,445,372)</u>
OTHER FINANCING SOURCES			
Transfers in	2,417,272	170,227	(2,247,045)
Total other financing sources	<u>2,417,272</u>	<u>170,227</u>	<u>(2,247,045)</u>
Net change in fund balances	-	1,027,593	(18,692,417)
FUND BALANCES, beginning of year	<u>210,006</u>	<u>210,006</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 210,006</u>	<u>\$ 1,237,599</u>	<u>\$ (18,692,417)</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPECIAL STREET LIGHT DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Charges for services	\$ 368,000	\$ 366,897	\$ (1,103)
Interest earned on investments	-	801	801
Total revenues	<u>368,000</u>	<u>367,698</u>	<u>(302)</u>
EXPENDITURES			
Current:			
Public works	330,130	330,123	7
Total expenditures	<u>330,130</u>	<u>330,123</u>	<u>7</u>
Excess of revenues over expenditures	<u>37,870</u>	<u>37,575</u>	<u>(295)</u>
OTHER FINANCING USES			
Transfers out	(50,000)	(50,000)	-
Total other financing uses	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net change in fund balances	(12,130)	(12,425)	(295)
FUND BALANCES, beginning of year	<u>351,586</u>	<u>351,586</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 339,456</u>	<u>\$ 339,161</u>	<u>\$ (295)</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MIDDLE GEORGIA EDUCATION CORRIDOR BID
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Property taxes	\$ 332,698	\$ 332,718	\$ 20
Interest earned on investments	200	259	59
Total revenues	<u>332,898</u>	<u>332,977</u>	<u>79</u>
EXPENDITURES			
Current:			
Housing and development	<u>332,898</u>	<u>332,895</u>	<u>3</u>
Total expenditures	<u>332,898</u>	<u>332,895</u>	<u>3</u>
Net change in fund balances	-	82	82
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ 82</u>	<u>\$ 82</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
LAW ENFORCEMENT COMMISSARY
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Charges for services	\$ 452,000	\$ 564,291	\$ 112,291
Interest earned on investments	645	1,428	783
Total revenues	<u>452,645</u>	<u>565,719</u>	<u>113,074</u>
EXPENDITURES			
Current:			
Public safety	339,500	295,017	44,483
Capital outlay	62,426	39,713	22,713
Total expenditures	<u>401,926</u>	<u>334,730</u>	<u>67,196</u>
Net change in fund balances	50,719	230,989	180,270
FUND BALANCES, beginning of year	<u>496,137</u>	<u>496,137</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 546,856</u>	<u>\$ 727,126</u>	<u>\$ 180,270</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
LAW ENFORCEMENT CONFISCATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Fines and forfeitures	\$ 56,000	\$ 367,088	\$ 311,088
Interest earned on investments	300	1,361	1,061
Total revenues	<u>56,300</u>	<u>368,449</u>	<u>312,149</u>
EXPENDITURES			
Current:			
Public safety	268,080	197,159	70,921
Total expenditures	<u>268,080</u>	<u>197,159</u>	<u>70,921</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(211,780)</u>	<u>171,290</u>	<u>383,070</u>
OTHER FINANCING USES			
Transfers out	(14,000)	(513)	13,487
Total other financing uses	<u>(14,000)</u>	<u>(513)</u>	<u>13,487</u>
Net change in fund balances	(225,780)	170,777	396,557
FUND BALANCES, beginning of year	<u>583,192</u>	<u>583,192</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 357,412</u>	<u>\$ 753,969</u>	<u>\$ 396,557</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DRUG ABUSE TREATMENT AND EDUCATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 145,000	\$ -	\$ (145,000)
Fines and forfeitures	105,000	158,812	53,812
Interest earned on investments	-	9	9
Total revenues	<u>250,000</u>	<u>158,821</u>	<u>(91,179)</u>
EXPENDITURES			
Current:			
Judicial	266,283	163,145	103,138
Total expenditures	<u>266,283</u>	<u>163,145</u>	<u>103,138</u>
Deficiency of revenues under expenditures	<u>(16,283)</u>	<u>(4,324)</u>	<u>11,959</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	3,090	460	(2,630)
Transfers out	(10,993)	(7,518)	3,475
Total other financing sources (uses)	<u>(7,903)</u>	<u>(7,058)</u>	<u>845</u>
Net change in fund balances	(24,186)	(11,382)	12,804
FUND BALANCES, beginning of year	<u>11,382</u>	<u>11,382</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ (12,804)</u>	<u>\$ -</u>	<u>\$ 12,804</u>

MACON-BIBB COUNTY, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALTERNATIVE DISPUTE RESOLUTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Fines and forfeitures	\$ 180,000	\$ 245,367	\$ 65,367
Interest earned on investments	-	687	687
Rent	3,600	2,813	(787)
Other revenue	-	1,050	1,050
Total revenues	<u>183,600</u>	<u>249,917</u>	<u>66,317</u>
EXPENDITURES			
Current:			
Judicial	212,350	200,202	12,148
Total expenditures	<u>212,350</u>	<u>200,202</u>	<u>12,148</u>
Net change in fund balances	<u>(28,750)</u>	<u>49,715</u>	<u>78,465</u>
FUND BALANCES, beginning of year	<u>248,693</u>	<u>248,693</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 219,943</u>	<u>\$ 298,408</u>	<u>\$ 78,465</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
CRIME VICTIMS ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Fines and forfeitures	\$ 99,500	\$ 74,978	\$ (24,522)
Interest earned on investments	-	132	132
Total revenues	<u>99,500</u>	<u>75,110</u>	<u>(24,390)</u>
EXPENDITURES			
Current:			
Judicial	65,700	50,865	14,835
Total expenditures	<u>65,700</u>	<u>50,865</u>	<u>14,835</u>
Excess of revenues over expenditures	<u>33,800</u>	<u>24,245</u>	<u>(9,555)</u>
OTHER FINANCING USES			
Transfers out	(140,000)	(22,238)	117,762
Total other financing uses	<u>(140,000)</u>	<u>(22,238)</u>	<u>117,762</u>
Net change in fund balances	(106,200)	2,007	108,207
FUND BALANCES, beginning of year	<u>37,559</u>	<u>37,559</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ (68,641)</u>	<u>\$ 39,566</u>	<u>\$ 108,207</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
JUVENILE COURT SUPERVISION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Fines and forfeitures	\$ 2,500	\$ 3,893	\$ 1,393
Interest earned on investments	-	269	269
Total revenues	<u>2,500</u>	<u>4,162</u>	<u>1,662</u>
Excess of revenues over expenditures	<u>2,500</u>	<u>4,162</u>	<u>1,662</u>
OTHER FINANCING USES			
Transfers out	<u>(74,090)</u>	<u>(50,331)</u>	<u>23,759</u>
Total other financing uses	<u>(74,090)</u>	<u>(50,331)</u>	<u>23,759</u>
Net change in fund balances	(71,590)	(46,169)	25,421
FUND BALANCES, beginning of year	<u>101,460</u>	<u>101,460</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ 29,870</u></u>	<u><u>\$ 55,291</u></u>	<u><u>\$ 25,421</u></u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
LAW LIBRARY
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Fines and forfeitures	\$ 25,000	\$ 26,461	\$ 1,461
Interest earned on investments	-	16	16
Total revenues	<u>25,000</u>	<u>26,477</u>	<u>1,477</u>
EXPENDITURES			
Current:			
Judicial	<u>34,068</u>	<u>34,068</u>	<u>-</u>
Total expenditures	<u>34,068</u>	<u>34,068</u>	<u>-</u>
Net change in fund balances	(9,068)	(7,591)	1,477
FUND BALANCES, beginning of year	<u>9,747</u>	<u>9,747</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 679</u>	<u>\$ 2,156</u>	<u>\$ 1,477</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DISTRICT ATTORNEY RICO
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Fines and forfeitures	\$ 43,908	\$ 467,696	\$ 423,788
Interest earned on investments	-	620	620
Total revenues	<u>43,908</u>	<u>468,316</u>	<u>424,408</u>
EXPENDITURES			
Current:			
Judicial	642,131	478,533	163,598
Total expenditures	<u>642,131</u>	<u>478,533</u>	<u>163,598</u>
Net change in fund balances	(598,223)	(10,217)	588,006
FUND BALANCES, beginning of year	<u>598,223</u>	<u>598,223</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ 588,006</u>	<u>\$ 588,006</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SPONSORED PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Intergovernmental	\$ 483,991	\$ 143,105	\$ (340,886)
Interest earned on investments	-	31	31
Other revenue	229,935	115,339	(114,596)
Total revenues	<u>713,926</u>	<u>258,475</u>	<u>(455,451)</u>
EXPENDITURES			
Current:			
General government	125,153	83,102	42,051
Judicial	137,401	78,468	58,933
Public safety	38,300	15,633	22,667
Public works	438,020	59,886	378,134
Health and welfare	16,696	7,381	9,315
Culture and recreation	43,256	19,557	23,699
Total expenditures	<u>798,826</u>	<u>264,027</u>	<u>534,799</u>
Deficiency of revenues under expenditures	<u>(84,900)</u>	<u>(5,552)</u>	<u>79,348</u>
OTHER FINANCING SOURCES			
Transfers in	81,000	69,903	(11,097)
Total other financing sources	<u>81,000</u>	<u>69,903</u>	<u>(11,097)</u>
Net change in fund balances	(3,900)	64,351	68,251
FUND BALANCES (DEFICITS), beginning of year	<u>(68,362)</u>	<u>(68,362)</u>	<u>-</u>
FUND BALANCES (DEFICITS), end of year	<u>\$ (72,262)</u>	<u>\$ (4,011)</u>	<u>\$ 68,251</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MACON-BIBB COUNTY JAIL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Fines and forfeitures	\$ 130,000	\$ 155,510	\$ 25,510
Interest earned on investments	-	207	207
Total revenues	<u>130,000</u>	<u>155,717</u>	<u>25,717</u>
Excess of revenues over expenditures	<u>130,000</u>	<u>155,717</u>	<u>25,717</u>
OTHER FINANCING USES			
Transfers out	<u>(130,000)</u>	<u>(130,000)</u>	-
Total other financing uses	<u>(130,000)</u>	<u>(130,000)</u>	-
Net change in fund balances	-	25,717	25,717
FUND BALANCES, beginning of year	<u>123,982</u>	<u>123,982</u>	-
FUND BALANCES, end of year	<u><u>\$ 123,982</u></u>	<u><u>\$ 149,699</u></u>	<u><u>\$ 25,717</u></u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DFACS MIL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Interest earned on investments	\$ -	\$ 5,158	\$ 5,158
Rent	332,035	466,078	134,043
Total revenues	<u>332,035</u>	<u>471,236</u>	<u>139,201</u>
EXPENDITURES			
Current:			
Health and welfare	332,035	284,405	47,630
Total expenditures	<u>332,035</u>	<u>284,405</u>	<u>47,630</u>
Net change in fund balances	-	186,831	186,831
FUND BALANCES, beginning of year	<u>2,412,553</u>	<u>2,412,553</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 2,412,553</u>	<u>\$ 2,599,384</u>	<u>\$ 186,831</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ECD CDBG FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental	\$ 1,527,626	\$ 1,638,785	\$ 111,159
Interest earned on investments	-	21,622	21,622
Other revenue	126,800	230,277	103,477
Total revenues	<u>1,654,426</u>	<u>1,890,684</u>	<u>236,258</u>
EXPENDITURES			
Current:			
Housing and development	1,852,135	1,552,634	299,501
Total expenditures	<u>1,852,135</u>	<u>1,552,634</u>	<u>299,501</u>
Net change in fund balances	(197,709)	338,050	535,759
FUND BALANCES, beginning of year	<u>659,472</u>	<u>659,472</u>	-
FUND BALANCES, end of year	<u>\$ 461,763</u>	<u>\$ 997,522</u>	<u>\$ 535,759</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ECD HOME GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Intergovernmental	\$ 562,070	\$ 1,461,758	\$ 899,688
Interest earned on investments	-	40,535	40,535
Other revenue	150,000	327,431	177,431
Total revenues	<u>712,070</u>	<u>1,829,724</u>	<u>1,117,654</u>
EXPENDITURES			
Current:			
Housing and development	2,615,618	2,614,859	759
Total expenditures	<u>2,615,618</u>	<u>2,614,859</u>	<u>759</u>
Net change in fund balances	(1,903,548)	(785,135)	1,118,413
FUND BALANCES, beginning of year	811,391	811,391	-
FUND BALANCES, end of year	<u>\$ (1,092,157)</u>	<u>\$ 26,256</u>	<u>\$ 1,118,413</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget Amounts	Actual	Variance with Final Budget
REVENUES			
Intergovernmental	\$ -	\$ 308,194	\$ 308,194
Interest earned on investments	115,000	750,619	635,619
Total revenues	<u>115,000</u>	<u>1,058,813</u>	<u>943,813</u>
EXPENDITURES			
Debt service:			
Principal	1,565,917	-	1,565,917
Interest and fees	760,983	760,983	-
Total expenditures	<u>2,326,900</u>	<u>760,983</u>	<u>1,565,917</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,211,900)</u>	<u>297,830</u>	<u>2,509,730</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,211,900	2,667,787	455,887
Transfers out	-	(908,361)	(908,361)
Total other financing sources (uses)	<u>2,211,900</u>	<u>1,759,426</u>	<u>(452,474)</u>
Net change in fund balances	-	2,057,256	2,057,256
FUND BALANCES, beginning of year	<u>6,259,001</u>	<u>6,259,001</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 6,259,001</u>	<u>\$ 8,316,257</u>	<u>\$ 2,057,256</u>

Nonmajor Enterprise Funds

The **Tobesofkee Recreation Fund** accounts for the operations and maintenance of a recreation facility on Lake Tobesofkee in Macon-Bibb County. All activities necessary to provide such services are accounted for in this fund.

The **Coliseum Fund** accounts for the activities of the Macon Coliseum and the Macon Auditorium.

The **Mulberry Street Parking Garage Fund** is used to account for the activities of the downtown parking garage.

The **Bowden Golf Course Fund** is used to account for the operations and maintenance of a municipal golf course in Macon-Bibb County.

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2016**

	Tobesofkee Recreation Fund	Coliseum Fund	Mulberry Street Parking Garage Fund	Bowden Golf Course Fund	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 3,819	\$ -	\$ 1,839	\$ 1,134	\$ 6,792
Receivables, net of allowance for uncollectibles					
accounts	3,307	-	4,853	971	9,131
Due from other governments	13,475	-	-	-	13,475
Due from other funds	208,351	181,228	17,967	-	407,546
Prepaid expenses	6,753	-	-	-	6,753
Total current assets	<u>235,705</u>	<u>181,228</u>	<u>24,659</u>	<u>2,105</u>	<u>443,697</u>
Capital assets					
Land	418,891	72,260	-	773,621	1,264,772
Earthen dam	2,625,294	-	-	-	2,625,294
Land improvements	1,869,164	712,301	-	-	2,581,465
Dam improvements	1,944,834	-	-	-	1,944,834
Buildings	724,554	12,560,162	175,831	1,086,379	14,546,926
Building improvements	941,458	-	-	-	941,458
Machinery, equipment and furniture	373,450	3,653,363	-	181,141	4,207,954
Vehicles	193,397	141,756	-	219,681	554,834
Infrastructure and roads	356,307	-	-	-	356,307
	<u>9,447,349</u>	<u>17,139,842</u>	<u>175,831</u>	<u>2,260,822</u>	<u>29,023,844</u>
Less accumulated depreciation	<u>(4,386,352)</u>	<u>(9,560,481)</u>	<u>(70,333)</u>	<u>(1,131,852)</u>	<u>(15,149,018)</u>
	<u>5,060,997</u>	<u>7,579,361</u>	<u>105,498</u>	<u>1,128,970</u>	<u>13,874,826</u>
Total noncurrent assets	<u>5,060,997</u>	<u>7,579,361</u>	<u>105,498</u>	<u>1,128,970</u>	<u>13,874,826</u>
Total assets	<u>5,296,702</u>	<u>7,760,589</u>	<u>130,157</u>	<u>1,131,075</u>	<u>14,318,523</u>
Deferred Outflows of Resources					
Pensions	114,390	-	-	51,411	165,801
Total deferred outflows of resources	<u>114,390</u>	<u>-</u>	<u>-</u>	<u>51,411</u>	<u>165,801</u>
Liabilities					
Current liabilities					
Current liabilities payable from current assets					
Accounts payable	\$ 36,755	\$ 87,320	\$ 5,403	\$ 33,246	\$ 162,724
Accrued payroll deductions	31,941	-	-	11,254	43,195
Unearned revenue	6,863	-	-	-	6,863
Compensated absences payable	33,994	-	-	14,689	48,683
Total current liabilities	<u>109,553</u>	<u>87,320</u>	<u>5,403</u>	<u>59,189</u>	<u>261,465</u>
Noncurrent liabilities					
Net pension liability	508,826	-	-	228,686	737,512
Total noncurrent liabilities	<u>508,826</u>	<u>-</u>	<u>-</u>	<u>228,686</u>	<u>737,512</u>
Total liabilities	<u>618,379</u>	<u>87,320</u>	<u>5,403</u>	<u>287,875</u>	<u>998,977</u>
Deferred inflows of resources					
Pensions	62,091	-	-	27,906	89,997
Total deferred inflows of resources	<u>62,091</u>	<u>-</u>	<u>-</u>	<u>27,906</u>	<u>89,997</u>
Net Position					
Investment in capital assets	5,060,997	7,579,361	105,498	1,128,970	13,874,826
Unrestricted	<u>(330,375)</u>	<u>93,908</u>	<u>19,256</u>	<u>(262,265)</u>	<u>(479,476)</u>
Total net position	<u>4,730,622</u>	<u>7,673,269</u>	<u>124,754</u>	<u>866,705</u>	<u>13,395,350</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 5,411,092</u>	<u>\$ 7,760,589</u>	<u>\$ 130,157</u>	<u>\$ 1,182,486</u>	<u>\$ 14,484,324</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Tobesofkee Recreation Fund	Coliseum Fund	Mulberry Street Parking Garage Fund	Bowden Golf Course Fund	Total
Operating revenues					
Charges for sales and services	\$ 747,247	\$ -	\$ 140,622	\$ 283,707	\$ 1,171,576
Other revenues	-	-	-	242	242
Total operating revenues	<u>747,247</u>	<u>-</u>	<u>140,622</u>	<u>283,949</u>	<u>1,171,818</u>
Operating expenses					
Administration	980,043	1,562,000	157,762	550,703	3,250,508
Depreciation	246,530	696,386	8,791	61,247	1,012,954
Total operating expenses	<u>1,226,573</u>	<u>2,258,386</u>	<u>166,553</u>	<u>611,950</u>	<u>4,263,462</u>
Operating loss	<u>(479,326)</u>	<u>(2,258,386)</u>	<u>(25,931)</u>	<u>(328,001)</u>	<u>(3,091,644)</u>
Nonoperating revenues					
Interest earned on investments	71	130	40	64	305
Total nonoperating revenues	<u>71</u>	<u>130</u>	<u>40</u>	<u>64</u>	<u>305</u>
Loss before transfers and contributions	<u>(479,255)</u>	<u>(2,258,256)</u>	<u>(25,891)</u>	<u>(327,937)</u>	<u>(3,091,339)</u>
Capital contribution	<u>-</u>	<u>154,501</u>	<u>-</u>	<u>40,741</u>	<u>195,242</u>
Transfers in	<u>485,611</u>	<u>1,561,999</u>	<u>-</u>	<u>238,670</u>	<u>2,286,280</u>
Total transfers	<u>485,611</u>	<u>1,561,999</u>	<u>-</u>	<u>238,670</u>	<u>2,286,280</u>
Change in net position	6,356	(541,756)	(25,891)	(48,526)	(609,817)
Net position, beginning of year	<u>4,724,266</u>	<u>8,215,025</u>	<u>150,645</u>	<u>915,231</u>	<u>14,005,167</u>
Net position, end of year	<u>\$ 4,730,622</u>	<u>\$ 7,673,269</u>	<u>\$ 124,754</u>	<u>\$ 866,705</u>	<u>\$ 13,395,350</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Tobesofkee Recreation Fund	Coliseum Fund	Mulberry Street Parking Garage Fund	Bowden Golf Course Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 745,063	\$ -	\$ 140,514	\$ 283,653	\$ 1,169,230
Payments to employees	(785,147)	-	-	(304,253)	(1,089,400)
Payments to suppliers	(380,616)	(1,474,680)	(159,874)	(255,230)	(2,270,400)
Net cash used in operating activities	<u>(420,700)</u>	<u>(1,474,680)</u>	<u>(19,360)</u>	<u>(275,830)</u>	<u>(2,190,570)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from other funds	485,611	1,561,999	-	238,670	2,286,280
Change in due to/from other funds	(208,351)	(181,228)	(17,967)	-	(407,546)
Net cash provided by (used in) noncapital financing activities	<u>277,260</u>	<u>1,380,771</u>	<u>(17,967)</u>	<u>238,670</u>	<u>1,878,734</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	71	130	40	64	305
Net cash provided by investing activities	<u>71</u>	<u>130</u>	<u>40</u>	<u>64</u>	<u>305</u>
Net (decrease) in cash and cash equivalents	(143,369)	(93,779)	(37,287)	(37,096)	(311,531)
Cash and cash equivalents, beginning of year	147,188	93,779	39,126	38,230	318,323
Cash and cash equivalents, end of year	<u>\$ 3,819</u>	<u>\$ -</u>	<u>\$ 1,839</u>	<u>\$ 1,134</u>	<u>\$ 6,792</u>
Reconciliation of operating loss to net cash used in operating activities:					
Operating loss	\$ (479,326)	\$ (2,258,386)	\$ (25,931)	\$ (328,001)	\$ (3,091,644)
Adjustments to reconcile operating loss to net cash used in operating activities:					
Depreciation expense	246,530	696,386	8,791	61,247	1,012,954
(Increase) in accounts receivable	(2,184)	-	(108)	(296)	(2,588)
(Increase) in prepaid expenses	(320)	-	-	-	(320)
Increase (decrease) in accounts and retainage payable	(28,164)	87,320	(2,112)	12,221	69,265
Increase in accrued payroll deductions	4,617	-	-	2,342	6,959
Increase (decrease) in accrued benefits payable	(39,042)	-	-	4,912	(34,130)
(Decrease) in unearned revenue	(417)	-	-	-	(417)
(Decrease) in net pension liability	(122,394)	-	-	(28,255)	(150,649)
Net cash used in operating activities	<u>\$ (420,700)</u>	<u>\$ (1,474,680)</u>	<u>\$ (19,360)</u>	<u>\$ (275,830)</u>	<u>\$ (2,190,570)</u>
Schedule of Non-cash Capital and Related Financing Activities					
Contributions of capital assets from other funds	\$ -	\$ 154,501	\$ -	\$ 40,741	\$ 195,242

Internal Service Funds

The **Vehicle Maintenance Fund** accounts for servicing of certain personal property of Macon-Bibb County primarily related to transportation equipment.

The **Group Insurance Fund** accounts for the self-funded group insurance plan for the benefit of the employees of Macon-Bibb County, Georgia.

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2016**

	<u>Vehicle Maintenance Fund</u>	<u>Group Insurance Fund</u>	<u>Total</u>
Assets			
Current assets			
Cash and cash equivalents	\$ 2,972	\$ -	\$ 2,972
Receivables, net of allowance accounts	3,024	10,268	13,292
Due from other governments	-	17,507	17,507
Due from other funds	98,969	5,761,670	5,860,639
Total current assets	<u>104,965</u>	<u>5,789,445</u>	<u>5,894,410</u>
Noncurrent assets			
Capital assets			
Land	80,132	-	80,132
Buildings	808,943	-	808,943
Machinery, equipment and furniture	240,314	-	240,314
Vehicles	44,301	-	44,301
	<u>1,173,690</u>	<u>-</u>	<u>1,173,690</u>
Less accumulated depreciation	(948,017)	-	(948,017)
Total noncurrent assets	<u>225,673</u>	<u>-</u>	<u>225,673</u>
Total assets	<u>330,638</u>	<u>5,789,445</u>	<u>6,120,083</u>
Deferred Outflows of Resources			
Pensions	259,626	-	259,626
Total deferred outflows of resource	<u>259,626</u>	<u>-</u>	<u>259,626</u>
Liabilities			
Current liabilities			
Accounts payable	491,291	1,040,958	1,532,249
Accrued payroll deductions	36,301	-	36,301
Accrued interest payable	277	-	277
Accrued benefits payable	-	830,641	830,641
Claims payable	-	833,408	833,408
Capital lease payable	14,973	-	14,973
Compensated absences payable	70,666	-	70,666
Total current liabilities	<u>613,508</u>	<u>2,705,007</u>	<u>3,318,515</u>
Noncurrent liabilities			
Net pension liability	1,154,864	-	1,154,864
Capital lease payable	15,227	-	15,227
Total noncurrent liabilities	<u>1,170,091</u>	<u>-</u>	<u>1,170,091</u>
Total liabilities	<u>1,783,599</u>	<u>2,705,007</u>	<u>4,488,606</u>
Deferred Inflows of Resources			
Pensions	140,927	-	140,927
Total deferred inflows of resources	<u>140,927</u>	<u>-</u>	<u>140,927</u>
Net Position			
Net investment in capital assets	195,473	-	195,473
Unrestricted	(1,529,735)	3,084,438	1,554,703
Total net position (deficit)	<u>\$ (1,334,262)</u>	<u>\$ 3,084,438</u>	<u>\$ 1,750,176</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Vehicle Maintenance Fund</u>	<u>Group Insurance Fund</u>	<u>Total</u>
Operating revenues			
Insurance premiums	\$ -	\$ 16,758,599	\$ 16,758,599
Charges for sales and services	1,807,264	-	1,807,264
Total operating revenues	<u>1,807,264</u>	<u>16,758,599</u>	<u>18,565,863</u>
Operating expenses			
Claims and judgments	-	14,975,629	14,975,629
Administration and other costs	1,768,015	1,789,010	3,557,025
Depreciation	40,691	-	40,691
Total operating expenses	<u>1,808,706</u>	<u>16,764,639</u>	<u>18,573,345</u>
Operating loss	<u>(1,442)</u>	<u>(6,040)</u>	<u>(7,482)</u>
Nonoperating revenues (expenses)			
Interest earned on investments	74	6,040	6,114
Interest expense	(629)	-	(629)
Total nonoperating revenues (expenses)	<u>(555)</u>	<u>6,040</u>	<u>5,485</u>
Change in net position	(1,997)	-	(1,997)
Net position, beginning of year	<u>(1,332,265)</u>	<u>3,084,438</u>	<u>1,752,173</u>
Net position, end of year	<u>\$ (1,334,262)</u>	<u>\$ 3,084,438</u>	<u>\$ 1,750,176</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Vehicle Maintenance Fund	Group Insurance Fund	Total
Cash flows from operating activities			
Receipts from customers	\$ 1,707,856	\$ -	\$ 1,707,856
Receipts from other funds	-	16,120,997	16,120,997
Payments to employees	(1,170,057)	-	(1,170,057)
Payments to suppliers	(933,965)	-	(933,965)
Payments for claims and services	-	(16,196,976)	(16,196,976)
	<u>(396,166)</u>	<u>(75,979)</u>	<u>(472,145)</u>
Net cash used in operating activities			
Cash flows from capital and related financing activities:			
Purchase of capital assets	(39,406)	-	(39,406)
Principle paid on capital leases	(14,722)	-	(14,722)
Interest paid	(764)	-	(764)
	<u>(54,892)</u>	<u>-</u>	<u>(54,892)</u>
Net cash used in capital and related financing activities			
Cash flows from investing activities			
Interest on investments	74	6,040	6,114
	<u>74</u>	<u>6,040</u>	<u>6,114</u>
Net cash provided by investing activities			
Net decrease in cash and cash equivalents	(450,984)	(69,939)	(520,923)
Cash and cash equivalents, beginning of year	453,956	69,939	523,895
Cash and cash equivalents, end of year	<u>\$ 2,972</u>	<u>\$ -</u>	<u>\$ 2,972</u>
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	\$ (1,442)	\$ (6,040)	\$ (7,482)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation expense	40,691	-	40,691
Decrease (increase) in accounts receivable	(439)	2,770,211	2,769,772
Increase in due from other governments	-	(17,507)	(17,507)
Increase in due from other funds	(98,969)	(3,390,306)	(3,489,275)
Decrease in claims payable	-	(505,571)	(505,571)
Increase in accounts payable	99,082	882,031	981,113
Increase (decrease) in accrued liabilities	(65,969)	191,203	125,234
Decrease in net pension liability	(369,120)	-	(369,120)
	<u>(396,166)</u>	<u>(75,979)</u>	<u>(472,145)</u>
Net cash used in operating activities			

Employee Benefit Trust Funds

The **General Employees' Pension Trust Fund** is used to account for the pension plan assets, liabilities, additions and deductions relative to eligible employees and retired personnel of the former City of Macon serving outside of the public safety functions of fire and police.

The **Fire and Police Pension Trust Fund** is used to account for the pension plan assets, liabilities, additions and deductions relative to eligible employees and retired personnel of the former City of Macon serving in the public safety functions of fire and police.

The **Employee Pension Trust Fund** accounts for a single employer public employee retirement system administered by Macon-Bibb County, Georgia for all eligible employees of the County.

The **Other Post Employment Benefits Trust Fund** accounts for the accumulation of resources for other post employment benefit payments to qualified employees of the County.

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF NET POSITION
EMPLOYEE BENEFIT TRUST FUNDS
JUNE 30, 2016**

	General Employees' Pension Trust	Fire and Police Pension Trust	Employee Pension Trust	Other Post Employment Benefits Trust	Total
Assets					
Cash and cash equivalents	\$ 4,415,617	\$ 4,694,037	\$ 5,145,898	\$ 2,004,266	\$ 16,259,818
Investments:					
Corporate bonds	4,482,197	20,244,707	11,293,087	1,469,419	37,489,410
Common stock	47,542,113	-	55,418,856	6,578,954	109,539,923
U.S. Treasury bills and government bonds	15,810,667	23,064,250	32,568,635	2,148,898	73,592,450
Asset backed securities	2,018,024	27,390,874	3,240,537	2,605,984	35,255,419
Mutual funds	-	135,549,051	-	25,410	135,574,461
Foreign securities	1,154,975	-	1,156,068	206,360	2,517,403
Fixed rate securities	-	-	-	352,202	352,202
Accounts receivable	101,563	39,087	377,088	484,990	1,002,728
Due from brokers for unsettled trades	-	1,130,950	-	-	1,130,950
Accrued interest receivable	151,816	348,006	318,445	42,492	860,759
Prepaid expenses	11,226	25,157	-	-	36,383
Total assets	75,688,198	212,486,119	109,518,614	15,918,975	413,611,906
Liabilities					
Accounts payable	40,141	74,646	59,212	495,770	669,769
Due to brokers for unsettled trades	-	2,301,704	-	-	2,301,704
Total liabilities	40,141	2,376,350	59,212	495,770	2,971,473
Net Position					
Restricted for other postemployment benefits	-	-	-	15,423,205	15,423,205
Restricted for pension benefits	75,648,057	210,109,769	109,459,402	-	395,217,228
Total net position	\$ 75,648,057	\$ 210,109,769	\$ 109,459,402	\$ 15,423,205	\$ 410,640,433

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF CHANGES IN FUND NET POSITION
EMPLOYEE BENEFIT TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	General Employees' Pension Trust	Fire and Police Pension Trust	Employee Pension Trust	Other Post Employment Benefits Trust	Total
Additions:					
Contributions - employer	\$ 3,305,933	\$ 1,370,415	\$ 5,828,479	\$ 1,849,708	\$ 12,354,535
Contributions - retirees	-	-	-	863,287	863,287
	<u>3,305,933</u>	<u>1,370,415</u>	<u>5,828,479</u>	<u>2,712,995</u>	<u>13,217,822</u>
Investment income:					
Net appreciation (depreciation) in fair value of plan investments	(523,563)	215,861	(534,151)	(393,650)	(1,235,503)
Interest earned on investments	707,800	2,322,075	1,474,072	294,492	4,798,439
Dividends	1,019,767	2,456,302	1,062,939	171,519	4,710,527
Other investment earnings	1,069	731	2,921	-	4,721
	<u>1,205,073</u>	<u>4,994,969</u>	<u>2,005,781</u>	<u>72,361</u>	<u>8,278,184</u>
Less investment expense	<u>510,976</u>	<u>862,483</u>	<u>740,788</u>	<u>136,729</u>	<u>2,250,976</u>
Net investment income	<u>694,097</u>	<u>4,132,486</u>	<u>1,264,993</u>	<u>(64,368)</u>	<u>6,027,208</u>
Total additions	<u>4,000,030</u>	<u>5,502,901</u>	<u>7,093,472</u>	<u>2,648,627</u>	<u>19,245,030</u>
Deductions:					
Benefits paid to retirees	6,172,291	13,767,179	11,910,622	6,468,487	38,318,579
Administrative expense	29,742	20,064	42,026	432,420	524,252
Total deductions	<u>6,202,033</u>	<u>13,787,243</u>	<u>11,952,648</u>	<u>6,900,907</u>	<u>38,842,831</u>
Change in net position	(2,202,003)	(8,284,342)	(4,859,176)	(4,252,280)	(19,597,801)
Net Position					
Beginning of year	<u>77,850,060</u>	<u>218,394,111</u>	<u>114,318,578</u>	<u>19,675,485</u>	<u>430,238,234</u>
End of year	<u>\$ 75,648,057</u>	<u>\$ 210,109,769</u>	<u>\$ 109,459,402</u>	<u>\$ 15,423,205</u>	<u>\$ 410,640,433</u>

Agency Funds

The **Agency Funds** are used to account for the receipt and disbursement of fines, fees and taxes by the appropriate offices of Macon-Bibb County.

MACON-BIBB COUNTY, GEORGIA

COMBINING STATEMENT OF ASSETS AND LIABILITIES AGENCY FUNDS JUNE 30, 2016

	<u>Tax Commissioner</u>	<u>Juvenile Court</u>	<u>Probate Court</u>	<u>Civil Court</u>
Assets				
Cash	\$ 2,774,277	\$ 2,825	\$ 92,625	\$ 141,758
Taxes receivable	9,311,657	-	-	-
Accounts receivable	2,955	-	-	-
Due from other governments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>\$ 12,088,889</u>	 <u>\$ 2,825</u>	 <u>\$ 92,625</u>	 <u>\$ 141,758</u>
Liabilities				
Due to other governments	\$ 11,216,334	\$ -	\$ -	\$ -
Due to others	<u>872,555</u>	<u>2,825</u>	<u>92,625</u>	<u>141,758</u>
 Total liabilities	 <u>\$ 12,088,889</u>	 <u>\$ 2,825</u>	 <u>\$ 92,625</u>	 <u>\$ 141,758</u>

<u>Clerk of Superior Court</u>	<u>State Probation</u>	<u>State Court</u>	<u>Superior Court Receiver</u>	<u>Sheriff's Office</u>	<u>Total</u>
\$ 1,212,222	\$ 40,685	\$ 70,614	\$ 76,552	\$ 1,392,092	\$ 5,803,650
-	-	-	-	-	9,311,657
-	-	-	-	-	2,955
-	-	-	-	4,004	4,004
<u>\$ 1,212,222</u>	<u>\$ 40,685</u>	<u>\$ 70,614</u>	<u>\$ 76,552</u>	<u>\$ 1,396,096</u>	<u>\$ 15,122,266</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,216,334
1,212,222	40,685	70,614	76,552	1,396,096	3,905,932
<u>\$ 1,212,222</u>	<u>\$ 40,685</u>	<u>\$ 70,614</u>	<u>\$ 76,552</u>	<u>\$ 1,396,096</u>	<u>\$ 15,122,266</u>

MACON-BIBB COUNTY, GEORGIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Balance July 1, 2015	Increases	Decreases	Balance June 30, 2016
<u>Tax Commissioner</u>				
Assets				
Cash	\$ 2,862,011	\$ 176,014,645	\$ 176,102,379	\$ 2,774,277
Taxes receivable	7,334,172	58,604,702	56,627,217	9,311,657
Accounts receivable	29,997	-	27,042	2,955
 Total assets	 \$ 10,226,180	 \$ 234,619,347	 \$ 232,756,638	 \$ 12,088,889
Liabilities				
Due to other governments	\$ 9,340,163	\$ 91,032,581	\$ 89,156,410	\$ 11,216,334
Due to others	886,017	-	13,462	872,555
 Total liabilities	 \$ 10,226,180	 \$ 91,032,581	 \$ 89,169,872	 \$ 12,088,889
 <u>Juvenile Court</u>				
Assets				
Cash on hand and in bank	\$ 6,402	\$ 12,324	\$ 15,901	\$ 2,825
 Total assets	 \$ 6,402	 \$ 12,324	 \$ 15,901	 \$ 2,825
Liabilities				
Due to others	\$ 6,402	\$ 12,324	\$ 15,901	\$ 2,825
 Total liabilities	 \$ 6,402	 \$ 12,324	 \$ 15,901	 \$ 2,825
 <u>Probate Court</u>				
Assets				
Cash on hand and in bank	\$ 92,843	\$ 70,810	\$ 71,028	\$ 92,625
 Total assets	 \$ 92,843	 \$ 70,810	 \$ 71,028	 \$ 92,625
Liabilities				
Due to others	\$ 92,843	\$ 70,810	\$ 71,028	\$ 92,625
 Total liabilities	 \$ 92,843	 \$ 70,810	 \$ 71,028	 \$ 92,625

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Balance July 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2016</u>
<u>Civil Court</u>				
Assets				
Cash on hand and in bank	\$ 138,175	\$ 1,180,368	\$ 1,176,785	\$ 141,758
Total assets	<u>\$ 138,175</u>	<u>\$ 1,180,368</u>	<u>\$ 1,176,785</u>	<u>\$ 141,758</u>
Liabilities				
Due to others	\$ 138,175	\$ 1,180,368	\$ 1,176,785	\$ 141,758
Total liabilities	<u>\$ 138,175</u>	<u>\$ 1,180,368</u>	<u>\$ 1,176,785</u>	<u>\$ 141,758</u>
<u>Clerk of Superior Court</u>				
Assets				
Cash on hand and in bank	\$ 1,284,959	\$ 2,546,615	\$ 2,619,352	\$ 1,212,222
Total assets	<u>\$ 1,284,959</u>	<u>\$ 2,546,615</u>	<u>\$ 2,619,352</u>	<u>\$ 1,212,222</u>
Liabilities				
Due to others	\$ 1,284,959	\$ 2,546,615	\$ 2,619,352	\$ 1,212,222
Total liabilities	<u>\$ 1,284,959</u>	<u>\$ 2,546,615</u>	<u>\$ 2,619,352</u>	<u>\$ 1,212,222</u>
<u>State Probation</u>				
Assets				
Cash on hand and in bank	\$ 28,536	\$ 440,231	\$ 428,082	\$ 40,685
Total assets	<u>\$ 28,536</u>	<u>\$ 440,231</u>	<u>\$ 428,082</u>	<u>\$ 40,685</u>
Liabilities				
Due to others	\$ 28,536	\$ 440,231	\$ 428,082	\$ 40,685
Total liabilities	<u>\$ 28,536</u>	<u>\$ 440,231</u>	<u>\$ 428,082</u>	<u>\$ 40,685</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Balance July 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2016</u>
<u>State Court</u>				
Assets				
Cash on hand and in bank	\$ 113,554	\$ 1,563,224	\$ 1,606,164	\$ 70,614
Total assets	<u>\$ 113,554</u>	<u>\$ 1,563,224</u>	<u>\$ 1,606,164</u>	<u>\$ 70,614</u>
Liabilities				
Due to others	\$ 113,554	\$ 1,563,224	\$ 1,606,164	\$ 70,614
Total liabilities	<u>\$ 113,554</u>	<u>\$ 1,563,224</u>	<u>\$ 1,606,164</u>	<u>\$ 70,614</u>
<u>Superior Court Receiver</u>				
Assets				
Cash on hand and in bank	\$ 142,396	\$ 1,920,056	\$ 1,985,900	\$ 76,552
Total assets	<u>\$ 142,396</u>	<u>\$ 1,920,056</u>	<u>\$ 1,985,900</u>	<u>\$ 76,552</u>
Liabilities				
Due to others	\$ 142,396	\$ 1,920,056	\$ 1,985,900	\$ 76,552
Total liabilities	<u>\$ 142,396</u>	<u>\$ 1,920,056</u>	<u>\$ 1,985,900</u>	<u>\$ 76,552</u>
<u>Sheriff's Office</u>				
Assets				
Cash on hand and in bank	\$ 1,155,610	\$ 1,677,381	\$ 1,440,899	\$ 1,392,092
Due from other governments	3,432	572	-	4,004
Total assets	<u>\$ 1,159,042</u>	<u>\$ 1,677,953</u>	<u>\$ 1,440,899</u>	<u>\$ 1,396,096</u>
Liabilities				
Due to others	\$ 1,159,042	\$ 1,677,953	\$ 1,440,899	\$ 1,396,096
Total liabilities	<u>\$ 1,159,042</u>	<u>\$ 1,677,953</u>	<u>\$ 1,440,899</u>	<u>\$ 1,396,096</u>

Component Units

The **Component Units** are legally separate entities included in the County's reporting entity because of the significance of their operational and financial relationship with the County.

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF NET POSITION
DISCRETELY PRESENTED COMPONENT UNITS
JUNE 30, 2016**

	Macon-Bibb County Industrial Authority	Middle Georgia Regional Library	Macon-Bibb County Transit Authority	Macon-Bibb County Board of Health	Macon-Bibb County Urban Development Authority	Macon-Bibb County Convention and Visitors Bureau
Assets						
Cash and cash equivalents	\$ 1,517,208	\$ 654,195	\$ 327,979	\$ 2,729,852	\$ 1,238,842	\$ 886,752
Investments	-	704,427	-	-	146,260	-
Receivables, net of allowance						
Accounts receivable	35,948	-	-	7,215	2,850	354,335
Accrued interest	-	-	-	-	-	-
Lease receivable	-	-	-	-	1,583,946	-
Loan receivable	-	-	-	-	1,914,791	-
Bond proceeds receivable	-	-	-	-	-	-
Rehabilitation projects receivable	-	-	-	-	-	-
Due from other governments	51,445	-	493,841	224,990	-	-
Inventory	-	-	307,768	-	-	-
Prepaid items	-	87,856	295,372	-	5,154	-
Restricted assets, cash and cash equivalents	-	-	58,401	-	-	-
Capital assets - nondepreciable	29,300,825	-	-	-	5,040,772	18,483
Capital assets - depreciable, net of accumulated depreciation	5,734,721	315,981	14,110,654	113,825	30,885	2,294,262
Total assets	36,640,147	1,762,459	15,594,015	3,075,882	9,963,500	3,553,832
Deferred outflows of resources						
Pensions	-	218,866	2,387,667	458,990	-	-
Total deferred outflows of resources	-	218,866	2,387,667	458,990	-	-
Liabilities and net position						
Liabilities						
Accounts payable	205,170	5,354	175,853	32,636	23,949	13,533
Accrued liabilities	52,054	65,327	136,476	-	-	11,434
Unearned revenue	5,228	108,900	-	-	8,574	-
Line of credit	3,675,912	-	600,397	-	75,000	-
Noncurrent liabilities						
Due within one year						
Compensated absences	19,935	69,941	38,029	123,815	-	-
Notes payable	475,137	-	-	-	168,735	-
Due in more than one year						
Compensated absences	-	30,823	-	66,670	-	4,510
Net pension liability	-	2,102,892	5,968,123	3,019,912	-	-
Postemployment benefits	-	251,105	-	-	-	-
Bonds payable	-	-	-	-	-	-
Notes payable	2,037,527	-	-	-	1,414,370	-
Total liabilities	6,470,963	2,634,342	6,918,878	3,243,033	1,690,628	29,477
Deferred inflows of resources						
Pensions	-	530,802	-	284,267	-	-
Total deferred outflows of resources	-	530,802	-	284,267	-	-
Net Position						
Net investment in capital assets	32,522,882	315,981	14,110,654	113,825	5,071,657	-
Restricted for:						
Capital projects	1,314,292	-	251,376	-	-	-
Culture and recreation	-	8,343	-	-	-	-
Program loans	-	-	-	-	840,097	-
Debt covenants	-	-	-	-	75,000	-
Prior year program income	-	-	-	1,994,005	-	-
Other purposes	-	-	-	-	-	-
Unrestricted	(3,667,990)	(1,508,143)	(3,299,226)	(2,100,258)	2,286,118	3,524,355
Total net position	\$ 30,169,184	\$ (1,183,819)	\$ 11,062,804	\$ 7,572	\$ 8,272,872	\$ 3,524,355

<u>Macon-Bibb County Planning & Zoning Commission</u>	<u>Development Authority of Bibb County</u>	<u>Macon-Bibb County Land Bank Authority</u>	<u>Total Component Units</u>
\$ 402,025	\$ 80,512	\$ 651,839	\$ 8,489,204
-	75,559	-	926,246
2,533	-	131,687	534,568
-	142	-	142
-	-	-	1,583,946
-	-	-	1,914,791
-	829,927	-	829,927
-	4,034,127	-	4,034,127
89,850	-	-	860,126
-	-	594,153	901,921
22,157	-	1,300	411,839
-	-	-	58,401
-	-	-	34,360,080
90,594	-	622	22,691,544
<u>607,159</u>	<u>5,020,267</u>	<u>1,379,601</u>	<u>77,596,862</u>
<u>412,579</u>	<u>-</u>	<u>-</u>	<u>3,478,102</u>
<u>412,579</u>	<u>-</u>	<u>-</u>	<u>3,478,102</u>
25,936	-	5,526	487,957
40,001	-	27,723	333,015
-	-	-	122,702
-	-	-	4,351,309
-	-	-	251,720
-	-	-	643,872
50,635	-	-	152,638
699,715	-	-	11,790,642
-	-	-	251,105
-	5,000,000	-	5,000,000
-	-	-	3,451,897
<u>816,287</u>	<u>5,000,000</u>	<u>33,249</u>	<u>26,836,857</u>
<u>245,975</u>	<u>-</u>	<u>-</u>	<u>1,061,044</u>
<u>245,975</u>	<u>-</u>	<u>-</u>	<u>1,061,044</u>
90,594	-	-	52,225,593
-	-	-	1,565,668
-	-	-	8,343
-	-	-	840,097
-	-	-	75,000
-	-	-	1,994,005
-	-	594,153	594,153
(133,118)	20,267	752,199	(4,125,796)
<u>\$ (42,524)</u>	<u>\$ 20,267</u>	<u>\$ 1,346,352</u>	<u>\$ 53,177,063</u>

MACON-BIBB COUNTY, GEORGIA

**COMBINING STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Component units:				
Macon-Bibb County Industrial Authority	\$ 7,481,563	\$ 674,068	\$ -	\$ 6,662,340
Middle Georgia Regional Library	4,048,225	134,438	3,814,547	-
Macon-Bibb County Transit Authority	9,123,122	1,028,728	3,147,441	1,588,905
Macon-Bibb County Board of Health	4,208,558	2,100,785	2,864,628	-
Macon-Bibb County Urban Development Authority	379,296	261,422	469,785	143,482
Macon-Bibb County Convention and Visitors Bureau	1,925,747	64,064	2,008,324	-
Macon-Bibb County Planning and Zoning Commission	1,601,057	605,745	296,820	-
Development Authority of Bibb County	537,949	2,200	372,798	-
Macon-Bibb County Land Bank Authority	432,082	-	187,305	-
Total component units	<u>\$ 29,737,599</u>	<u>\$ 4,871,450</u>	<u>\$ 13,161,648</u>	<u>\$ 8,394,727</u>

General revenues:

- Payments from Macon-Bibb County
- Payments in lieu of taxes
- Insurance reimbursements
- Grants and contributions, not restricted to specific programs
- Gain on sale of capital assets
- Investment earnings
- Miscellaneous revenue
- Total general revenues
- Change in net position
- Net position, beginning of year, restated
- Net position, end of year

Net (Expenses) Revenues and Changes in Net Position									
Macon-Bibb County Industrial Authority	Middle Georgia Regional Library	Macon-Bibb County Transit Authority	Macon-Bibb County Board of Health	Macon-Bibb County Urban Development Authority	Macon-Bibb County Convention and Visitors Bureau	Macon-Bibb County Planning & Zoning Commission	Development Authority of Bibb County	Macon-Bibb County Land Bank Authority	Total Component Units
\$ (145,155)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (145,155)
-	(99,240)	-	-	-	-	-	-	-	(99,240)
-	-	(3,358,048)	-	-	-	-	-	-	(3,358,048)
-	-	-	756,855	-	-	-	-	-	756,855
-	-	-	-	495,393	-	-	-	-	495,393
-	-	-	-	-	146,641	-	-	-	146,641
-	-	-	-	-	-	(698,492)	-	-	(698,492)
-	-	-	-	-	-	-	(162,951)	-	(162,951)
-	-	-	-	-	-	-	-	(244,777)	(244,777)
<u>(145,155)</u>	<u>(99,240)</u>	<u>(3,358,048)</u>	<u>756,855</u>	<u>495,393</u>	<u>146,641</u>	<u>(698,492)</u>	<u>(162,951)</u>	<u>(244,777)</u>	<u>(3,309,774)</u>
403,370	-	2,616,435	-	-	-	836,900	-	353,396	4,210,101
382,406	-	-	-	-	-	-	-	-	382,406
1,313	-	-	-	-	-	-	-	-	1,313
-	16,299	-	-	-	-	-	-	-	16,299
2,288,527	-	-	-	-	-	-	-	-	2,288,527
2,332	23,789	76	10,414	6,139	814	260	789	2	44,615
15,937	31,273	-	1,050	6,939	11,804	1,325	9,912	32,133	110,373
<u>3,093,885</u>	<u>71,361</u>	<u>2,616,511</u>	<u>11,464</u>	<u>13,078</u>	<u>12,618</u>	<u>838,485</u>	<u>10,701</u>	<u>385,531</u>	<u>7,053,634</u>
2,948,730	(27,879)	(741,537)	768,319	508,471	159,259	139,993	(152,250)	140,754	3,743,860
27,220,454	(1,155,940)	11,804,341	(760,747)	7,764,401	3,365,096	(182,517)	172,517	1,205,598	49,433,203
<u>\$ 30,169,184</u>	<u>\$ (1,183,819)</u>	<u>\$ 11,062,804</u>	<u>\$ 7,572</u>	<u>\$ 8,272,872</u>	<u>\$ 3,524,355</u>	<u>\$ (42,524)</u>	<u>\$ 20,267</u>	<u>\$ 1,346,352</u>	<u>\$ 53,177,063</u>

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 1995 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Description	Original Estimated Cost	Amended Budget	Prior Year Expenditures	Current Year Expenditures	Cumulative Expenditures
Construction					
Eisenhower Parkway Extension	\$ 500,000	\$ 18,200	\$ 18,200	\$ -	\$ 18,200
Edgewood Avenue	996,000	87,000	86,988	-	86,988
South Downtown Connector	1,156,000	142,786	142,786	-	142,786
Vineville Avenue	445,000	-	-	-	-
Civic Square	2,363,000	4,148,669	4,148,669	-	4,148,669
Lower Poplar Street	4,720,000	304,007	304,006	-	304,006
Forsyth-Poplar Connector	3,417,000	4,849,794	4,849,783	-	4,849,783
Jeffersonville Road Emery Hwy to Walnut Creek	3,041,000	866,778	1,197,810	-	1,197,810
Jeffersonville Road Recreation Road to FL Freeway	2,242,000	1,135,846	1,069,772	-	1,069,772
Forest Hill Road Wimbish Rd to Northside Dr	1,366,000	2,252,594	1,772,790	-	1,772,790
Forest Hill Road Forsyth Rd to Wimbish Rd	866,000	1,410,000	1,390,374	-	1,390,374
Northwest Parkway	4,811,000	664,924	651,586	-	651,586
Log Cabin Drive Mercer Unv Dr to Hollingsworth Rd	4,299,000	424,459	423,778	-	423,778
Log Cabin Drive Eisenhower Pkwy to Mercer Univ Dr	2,373,000	528,489	528,489	-	528,489
Bloomfield Rd/Log Cabin Drive	2,286,000	2,160,637	2,160,636	-	2,160,636
Mercer University Drive	239,000	239,000	238,994	-	238,994
Zebulon Rd-Interchange	30,000	26,616	26,617	-	26,617
Zebulon Rd I475 to Bass Rd	3,630,000	3,951,404	3,951,403	-	3,951,403
Zebulon Rd Bass Rd to Forsyth Rd	3,630,000	2,916,576	2,916,577	-	2,916,577
Northside Drive Riverside Dr to Forest Hill Rd	2,703,000	3,801,252	3,801,252	-	3,801,252
Northside Drive Forest Hill Rd to Wesleyan Dr	1,603,000	1,568,886	1,568,885	-	1,568,885
Northside Drive Wesleyan Dr to Rivoli Dr	389,000	954,851	954,851	-	954,851
Wesleyan Drive	744,000	298,011	298,010	-	298,010
Riverside Drive	538,000	6,000	5,935	-	5,935
Western Loop	2,351,000	2,058,007	2,056,529	-	2,056,529
Tucker Road	884,000	3,064,310	3,064,310	-	3,064,310
Napier Avenue	1,525,000	953,532	953,531	-	953,531
Log Cabin Drive	2,406,000	2,053,082	2,053,076	-	2,053,076
Edna Place	1,625,000	2,214,826	2,214,826	-	2,214,826
Burton Avenue	1,802,000	2,618,335	2,618,284	-	2,618,284
Anthony Road	911,000	1,491,338	1,491,338	-	1,491,338
Jeff Davis/Telfair Street	1,133,000	309,583	309,583	-	309,583
Montpelier-Stadium Connector	250,000	888,207	888,207	-	888,207
Hazel St Bridge Reconstruction	777,000	1,261,429	1,261,429	-	1,261,429
Douglas Avenue	443,000	827,089	827,064	-	827,064
Forest Avenue	761,000	2,074,133	2,074,068	-	2,074,068
Ingleside Avenue	1,549,000	1,221,632	1,221,632	-	1,221,632
MLK Blvd Cherry St to Oglethorpe St	2,522,500	5,427,105	5,427,105	-	5,427,105
Houston Avenue	6,238,000	13,538,734	13,538,617	-	13,538,617
Newberg Avenue	1,237,000	1,599,670	1,599,373	-	1,599,373
Rocky Creek Road	1,071,000	870,454	870,453	-	870,453
Pio Nono Avenue	263,000	-	-	-	-
Eisenhower Parkway & Pio Nono Ave	345,000	868,017	868,017	-	868,017
Oglesby Place Extension	970,000	2,056,400	2,056,337	-	2,056,337
Williamson Road	1,188,500	3,374,400	3,374,540	-	3,374,540
Bloomfield Drive	790,500	3,528,810	3,528,733	-	3,528,733
Hartley Bridge Rd I75 Interchange Imp	-	128,037	128,036	-	128,036
Hartley Bridge Rd Mt Pleasant Church Rd to Houston R	1,219,000	876,380	876,321	-	876,321
Houston Road Allen Rd to SR 247	2,900,000	2,704,618	2,704,618	-	2,704,618
Houston Road Walden Rd to Allen Rd	1,664,000	1,663,190	1,663,191	-	1,663,191
Sardis Church Road I75 Interchange	70,000	1,851,573	1,856,294	-	1,856,294

(Continued)

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 1995 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

<u>Description</u>	<u>Original Estimated Cost</u>	<u>Amended Budget</u>	<u>Prior Year Expenditures</u>	<u>Current Year Expenditures</u>	<u>Cumulative Expenditures</u>
Bethel Church Rd	\$ 608,500	\$ 1,021,786	\$ 1,021,786	\$ -	\$ 1,021,786
Upper River Rd	348,500	530,441	530,411	-	530,411
Clinton Rd	817,000	1,673,636	1,673,635	-	1,673,635
Gray Hwy & Shurling Dr	106,000	1,486,600	1,486,572	-	1,486,572
Fort Hill St	541,000	120,825	120,825	-	120,825
Maynard St	441,000	196,829	196,829	-	196,829
Millerfield Rd at Jeffersonville Rd	1,724,000	998,739	1,631,185	-	1,631,185
Millerfield Rd Briston Dr to Shurling Dr	371,000	2,164,500	2,164,456	-	2,164,456
New Clinton Rd	1,496,000	2,584,600	2,584,517	-	2,584,517
Downtown Traffic Signalization	168,000	4,303,271	4,303,271	-	4,303,271
Intersection Improvements	6,161,500	8,530,539	8,530,538	-	8,530,538
Resurfacing City	4,500,000	4,979,293	4,978,033	-	4,978,033
Resurfacing County	4,500,000	5,732,708	5,732,555	-	5,732,555
Transit Authority Capital Needs	2,000,000	2,416,000	2,416,000	-	2,416,000
Additional Sidewalks	2,317,000	4,106,148	4,106,149	-	4,106,149
Aerial Photography	150,000	29,089	29,089	-	29,089
Intown Historic Sidewalks	-	2,391,333	2,391,363	-	2,391,363
Macon State College Entrances	-	916,700	916,622	-	916,622
SR 247 Welcome Sign & Landscaping	-	23,600	23,530	-	23,530
Traffic Calming Policy Development	-	89,018	89,018	-	89,018
Ocmulgee East Boulevard	-	343,117	343,118	-	343,118
Gateway Restrooms	-	83,000	82,903	-	82,903
Coleman Avenue Enhancements	-	500,000	500,000	-	500,000
Total Road Project Construction	<u>111,532,000</u>	<u>137,501,442</u>	<u>137,886,108</u>	<u>-</u>	<u>137,886,108</u>
Other Operating Expenditures					
Program Management	2,718,000	7,780,385	7,869,050	-	7,869,050
Operating Expenditures	750,000	4,000,279	3,961,050	-	3,961,050
GA Power Lawsuit	-	1,715,000	1,657,526	-	1,657,526
Total Other Operating Expenditures	<u>3,468,000</u>	<u>13,495,664</u>	<u>13,487,626</u>	<u>-</u>	<u>13,487,626</u>
Total Local Expenditures	<u>115,000,000</u>	<u>150,997,106</u>	<u>151,373,734</u>	<u>-</u>	<u>151,373,734</u>
Department of Transportation Projects	-	-	18,600,770	-	18,600,770
Other State Projects	-	-	163,000	-	163,000
Enhancement Trust Fund	-	-	1,000,000	-	1,000,000
Total Expenditures	<u>\$115,000,000</u>	<u>\$150,997,106</u>	<u>\$ 171,137,504</u>	<u>\$ -</u>	<u>\$171,137,504</u>

MACON-BIBB COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2012 ISSUE FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Description	Original Estimated Cost	Amended Budget	Prior Year Expenditures	Current Year Expenditures	Cumulative Expenditures
COUNTY PROJECTS					
GENERAL GOVERNMENT					
Project Administration	\$ -	\$ 556,683	\$ 387,798	\$ 51,115	\$ 438,913
Courthouse/County Building Improvements	5,000,000	4,957,795	1,361,048	2,117,803	3,478,851
Total General Government	5,000,000	5,514,478	1,748,846	2,168,918	3,917,764
JUDICIAL					
Juvenile Justice Center	7,000,000	7,092,150	7,006,293	1,073	7,007,366
Total Judicial	7,000,000	7,092,150	7,006,293	1,073	7,007,366
PUBLIC SAFETY					
Animal Welfare Center	3,000,000	3,409,677	3,283,738	43,006	3,326,744
Sheriff Vehicles and Equipment	2,500,000	2,500,000	2,256,109	207,567	2,463,676
Fire Stations (3)	12,000,000	11,263,708	5,277,637	199,835	5,477,472
Total Public Safety	17,500,000	17,173,385	10,817,484	450,408	11,267,892
PUBLIC WORKS INFRASTRUCTURE					
Storm Drainage	7,000,000	7,000,000	1,251,286	1,225,724	2,477,010
Street Resurface and Repair	5,000,000	5,000,000	2,529,586	254,928	2,784,514
Total Public Safety	12,000,000	12,000,000	3,780,872	1,480,652	5,261,524
RECREATION					
Recreation	38,950,000	38,909,411	8,179,791	7,403,695	15,583,486
Total Recreation	38,950,000	38,909,411	8,179,791	7,403,695	15,583,486
ECONOMIC DEVELOPMENT					
Acquisition of Property for BRAC	6,000,000	6,000,000	6,000,000	-	6,000,000
Acquisition of Land & Improvements	5,900,000	5,900,000	5,895,400	4,600	5,900,000
Total Economic Development	11,900,000	11,900,000	11,895,400	4,600	11,900,000
CAPITAL OUTLAY					
Leased Equipment	3,325,170	3,325,170	3,048,441	329,726	3,378,167
Total Capital Outlay	3,325,170	3,325,170	3,048,441	329,726	3,378,167
PREVIOUSLY INCURRED DEBT					
MBUCDA 2002A	7,525,000	7,525,000	7,525,000	-	7,525,000
MBUCDA 2002B	960,000	960,000	165,000	60,000	225,000
MBUCDA 2006	4,050,000	4,050,000	4,050,000	-	4,050,000
MBUCDA 2009	6,005,000	6,005,000	1,005,000	275,000	1,280,000
MBUCDA 2010	10,045,000	10,045,000	2,875,000	990,000	3,865,000
INTEREST	2,089,830	2,089,830	2,224,101	452,088	2,676,189
Total Current Debt	30,674,830	30,674,830	17,844,101	1,777,088	19,621,189
Total County Project Expenditures	126,350,000	126,589,424	64,321,228	13,616,160	77,937,388
FORMER CITY OF MACON					
Total Expenditures of Special Purpose Local Option Sales Tax Proceeds-2012 Issue	\$ 190,000,000	\$ 190,239,424	\$ 81,990,987	\$ 13,616,160	\$ 95,607,147
OTHER EXPENDITURES					
Investment Management Fees	-	-	24,388	24,553	48,941
Series 2012 SPLOST Bonds - Principal	-	-	4,025,000	3,850,000	7,875,000
Series 2012 SPLOST Bonds - Interest	-	-	2,046,846	492,750	2,539,596
Series 2012 SPLOST Bonds - Issuance Costs	-	-	289,025	-	289,025
Total Other Expenditures	-	-	6,385,259	4,367,303	10,752,562
Total Expenditures	\$ 190,000,000	\$ 190,239,424	\$ 88,376,246	\$ 17,983,463	\$ 106,359,709

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2012 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Description	Original Estimated Cost	Amended Budget	Prior Year Expenditures	Current Year Expenditures	Cumulative Expenditures
CITY OF MACON PROJECTS					
ECONOMIC DEVELOPMENT					
Second Street Downtown Corridor	\$ 8,000,000	\$ 8,000,000	\$ 4,303,052	\$ 2,789,056	\$ 7,092,108
Total Economic Development	<u>8,000,000</u>	<u>8,000,000</u>	<u>4,303,052</u>	<u>2,789,056</u>	<u>7,092,108</u>
PUBLIC SAFETY					
Emergency Communications System	8,000,000	8,122,681	7,986,107	100,000	8,086,107
Total Public Safety	<u>8,000,000</u>	<u>8,122,681</u>	<u>7,986,107</u>	<u>100,000</u>	<u>8,086,107</u>
PUBLIC WORKS INFRASTRUCTURE					
Storm Water Management and Drainage	7,000,000	7,000,000	1,346,683	1,534,835	2,881,518
Total Public Works Infrastructure	<u>7,000,000</u>	<u>7,000,000</u>	<u>1,346,683</u>	<u>1,534,835</u>	<u>2,881,518</u>
CULTURE AND RECREATION					
Macon Centreplex	5,000,000	5,000,000	4,318,966	154,501	4,473,467
Total Culture and Recreation	<u>5,000,000</u>	<u>5,000,000</u>	<u>4,318,966</u>	<u>154,501</u>	<u>4,473,467</u>
PUBLIC WORKS INFRASTRUCTURE					
Street Resurface and Repair	5,000,000	5,967,038	2,142,365	3,070,231	5,212,596
Total Public Works Infrastructure	<u>5,000,000</u>	<u>5,967,038</u>	<u>2,142,365</u>	<u>3,070,231</u>	<u>5,212,596</u>
CULTURE AND RECREATION					
Fort Hawkins	750,000	750,000	750,000	-	750,000
Rose Hill Cemetery	300,000	300,000	296,476	3,523	299,999
Bowden Golf Course	600,000	625,393	557,511	63,398	620,909
Harriett Tubman Museum	2,500,000	2,500,000	2,500,000	-	2,500,000
Total Culture and Recreation	<u>4,150,000</u>	<u>4,175,393</u>	<u>4,103,987</u>	<u>66,921</u>	<u>4,170,908</u>
PUBLIC SAFETY					
Public Safety Vehicles and Equipment	2,500,000	2,538,269	1,149,467	659,476	1,808,943
Total Public Safety	<u>2,500,000</u>	<u>2,538,269</u>	<u>1,149,467</u>	<u>659,476</u>	<u>1,808,943</u>
PUBLIC SAFETY					
GMA Lease Equipment	4,000,000	4,000,000	3,999,999	-	3,999,999
Public Safety and Other Equipment	6,000,000	5,813,657	3,291,079	728,242	4,019,321
Total Public Safety	<u>10,000,000</u>	<u>9,813,657</u>	<u>7,291,078</u>	<u>728,242</u>	<u>8,019,320</u>
PREVIOUSLY INCURRED DEBT					
Total Current Debt	<u>14,000,000</u>	<u>14,000,000</u>	<u>5,529,980</u>	<u>1,608,365</u>	<u>7,138,345</u>
Total City Project Expenditures	<u>63,650,000</u>	<u>64,617,038</u>	<u>38,171,685</u>	<u>10,711,627</u>	<u>48,883,312</u>
Total Expenditures of Special Purpose Local Option Sales Tax Proceeds-2012 Issue	<u>\$ 63,650,000</u>	<u>\$ 64,617,038</u>	<u>\$ 38,171,685</u>	<u>\$ 10,711,627</u>	<u>\$ 48,883,312</u>
OTHER EXPENDITURES					
Investment Management Fees	-	-	14,933	10,466	25,399
Series 2012 SPLOST Bonds - Principal	-	-	3,625,000	3,485,000	7,110,000
Series 2012 SPLOST Bonds - Interest	-	-	1,586,142	378,975	1,965,117
Series 2012 SPLOST Bonds - Issuance and fees	-	-	210,216	1,200	211,416
Total Other Expenditures	<u>-</u>	<u>-</u>	<u>5,436,291</u>	<u>3,875,641</u>	<u>9,311,932</u>
Total Expenditures	<u>\$ 63,650,000</u>	<u>\$ 64,617,038</u>	<u>\$ 43,607,976</u>	<u>\$ 14,587,268</u>	<u>\$ 58,195,244</u>

NOTE: Changes have been made to beginning balances to reflect reclassifications.

STATISTICAL SECTION

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

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<i>These schedules contain trend information to help the reader understand how Macon-Bibb County, Georgia's financial performance and well-being have changed over time.</i>	
Revenue Capacity.....	193 - 197
<i>These schedules contain information to help the reader assess Macon-Bibb County, Georgia's most significant local revenue sources.</i>	
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<i>These schedules present information to help the reader assess the affordability of Macon-Bibb County, Georgia's current levels of outstanding debt and Macon-Bibb County, Georgia's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	203 - 205
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which Macon-Bibb County, Georgia's financial activities take place.</i>	
Operating Information	206 and 207
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the Macon-Bibb County, Georgia's financial report relates to the services Macon-Bibb County, Georgia provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from Macon-Bibb County, Georgia's financial reports for the relevant year.

MACON-BIBB COUNTY, GEORGIA

**NET POSITION BY COMPONENT
LAST TWO FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(TABLE 1)**

	2015	2016
Governmental Activities		
Net investment in capital assets	\$ 229,739,351	\$ 240,455,488
Restricted	59,518,723	55,242,942
Unrestricted	(119,388,180)	(138,002,802)
Total Governmental Activities Net Position	<u>169,869,894</u>	<u>157,695,628</u>
Business-Type Activities		
Net investment in capital assets	34,182,571	34,743,304
Unrestricted	(6,054,994)	(7,797,427)
Total Business-Type Activities Net Position	<u>28,127,577</u>	<u>26,945,877</u>
Primary Government		
Net investment in capital assets	263,921,922	275,198,792
Restricted	59,518,723	55,242,942
Unrestricted	(125,443,174)	(145,800,229)
Total Primary Government Net Position	<u>\$ 197,997,471</u>	<u>\$ 184,641,505</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The FY 2016 increase in governmental activities net investment in capital assets is largely due to the extensive projects underway funded by the 2012 special purpose local option sales tax.

The FY 2016 decrease in governmental activities restricted net position also reflects activity from the SPLOST County and City funds, with a combined decrease of \$2 million. Other significant decreases in funds restricted for capital outlay included projects funded by the 2013 MBCUDA Fund \$2.7 million and TAD Second Street Corridor \$2 million. These decreases were partially offset by an increase of \$2 million in funds restricted for debt service of the GMA leasepool.

The FY 2016 decrease in business-type activities unrestricted net position is primarily due to losses in the Solid Waste Enterprise Fund. Fee changes initiated in FY 2016 should provide additional revenues in future years.

MACON-BIBB COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TWO FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(TABLE 2)

	2015	2016
EXPENSES		
Governmental Activities		
General government	\$ 30,290,662	\$ 28,173,095
Judicial	17,939,814	17,735,112
Public safety	82,165,905	86,814,275
Public works	27,718,103	19,851,117
Housing and development	11,119,647	17,105,837
Health and welfare	6,553,586	8,973,917
Culture and recreation	7,484,518	12,155,930
Interest on long-term debt	4,193,869	3,922,637
Total Governmental Activities	<u>187,466,104</u>	<u>194,731,920</u>
Business-Type Activities		
Tobesofkee Recreation	1,462,022	1,226,623
Solid Waste	10,979,235	13,475,185
Airport	1,780,602	1,910,706
Coliseum	1,818,188	2,258,386
Mulberry Street Parking Garage	167,369	166,553
Bowden Golf Course	561,994	611,970
Total Business-Type Activities	<u>16,769,410</u>	<u>19,649,423</u>
Total Primary Government	<u>\$ 204,235,514</u>	<u>\$ 214,381,343</u>
PROGRAM REVENUES		
Governmental Activities		
Charges for services		
General government	\$ 7,296,716	\$ 7,341,607
Judicial	2,421,653	2,468,449
Public safety	7,429,349	7,079,630
Other activities	2,729,242	2,786,994
Operating grants and contributions	4,819,639	4,895,989
Capital grants and contributions	8,537,724	5,440,451
Total Governmental Activities	<u>33,234,323</u>	<u>30,013,120</u>
Business-Type Activities		
Charges for services		
Tobesofkee Recreation	675,966	747,247
Solid Waste	10,346,591	11,426,332
Airport	1,342,899	1,387,065
Coliseum	1,930	-
Mulberry Street Parking Garage	149,499	140,622
Bowden Golf Course	319,983	283,949
Operating grants and contributions	-	572,445
Total Business-Type Activities	<u>12,836,868</u>	<u>14,557,660</u>
Total Primary Government	<u>\$ 46,071,191</u>	<u>\$ 44,570,780</u>

	2015	2016
NET PROGRAM (EXPENSE)/REVENUE		
Governmental Activities	\$ (154,231,781)	\$ (164,718,800)
Business-Type Activities	(3,932,542)	(5,091,763)
Total Primary Government Net Expense	<u>\$ (158,164,323)</u>	<u>\$ (169,810,563)</u>
GENERAL REVENUES AND OTHER		
CHANGES IN NET ASSETS		
Governmental Activities		
Taxes		
Property taxes	\$ 72,581,356	\$ 64,982,880
Sales taxes	59,498,490	58,947,467
Other taxes	29,506,623	31,152,134
Investment earnings	-	1,247,563
Other revenues	40,315	121,029
Transfers	(4,234,838)	(3,906,539)
Total Governmental Activities	<u>157,391,946</u>	<u>152,544,534</u>
Business-Type Activities		
Investment earnings	2,312	3,524
Transfers	4,234,838	3,906,539
Total Business-Type Activities	<u>4,237,150</u>	<u>3,910,063</u>
Total Primary Government	<u>\$ 161,629,096</u>	<u>\$ 156,454,597</u>
CHANGE IN NET POSITION		
Governmental Activities	\$ 3,160,165	\$ (12,174,266)
Business-Type Activities	304,608	(1,181,700)
Total Primary Government	<u>\$ 3,464,773</u>	<u>\$ (13,355,966)</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The increase in Housing and Development expenses in FY 2016 was partially due to a project coordinated with Macon-Bibb County Urban Development Authority representing \$5.1 million.

The increase in Solid Waste expenses is primarily due to the adding the prior City of Macon incorporated area collection to an external contractor.

The decrease in capital grants in FY 2016 was primarily due to the completion of a large Department of Transportation Grant, which reported \$4.4 million in FY 2015 and final revenue of \$368,300 in FY 2016.

The decrease in property tax in FY 16 was due to the elimination of the millage on the prior City of Macon Tax District. The District was taxed 9.7 mills in FY 14, 4.85 in FY 15, and eliminated completely in FY 16.

MACON-BIBB COUNTY, GEORGIA

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TWO FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(TABLE 3)

	2015	2016
Property Tax	\$ 72,581,356	\$ 64,982,880
Sales Tax	59,498,490	58,947,467
Franchise Tax	11,513,962	12,203,273
Insurance Premium Tax	8,083,743	8,960,555
Hotel Motel Tax	3,476,773	3,710,022
Alcoholic Beverage Tax	2,471,363	2,491,447
Intangible Tax	798,925	881,455
Other Taxes	3,161,857	2,905,382
Total Taxes	<u>\$ 161,586,469</u>	<u>\$ 155,082,481</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The decrease in property tax in FY 16 was due to the elimination of the millage on the prior City of Macon Tax District. The District was taxed 9.7 mills in FY 14, 4.85 in FY 15, and eliminated completely in FY 16.

MACON-BIBB COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TWO FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(TABLE 4)

	2015	2016
General Fund		
Nonspendable	\$ 256,576	\$ 354,583
Assigned	23,400,166	19,072,132
Unassigned	4,303,352	322,006
Total General Fund	<u>27,960,094</u>	<u>19,748,721</u>
All Other Governmental Funds		
Nonspendable, reported in		
Special revenue funds	-	6,897
Restricted, reported in		
Special revenue funds	6,167,496	7,082,488
Debt service funds	6,259,001	8,316,257
Capital projects funds	47,092,226	39,844,197
Committed, reported in		
Special revenue funds	496,137	727,126
Assigned, reported in		
Capital projects funds	1,334,423	178,790
Unassigned, reported in		
Special revenue funds	(68,362)	(4,011)
Capital projects funds	(321,276)	-
Total All Other Governmental Funds	<u>60,959,645</u>	<u>56,151,744</u>
Total Governmental Funds		
Nonspendable	256,576	361,480
Restricted	59,518,723	55,242,942
Committed	496,137	727,126
Assigned	24,734,589	19,250,922
Unassigned	3,913,714	317,995
Total Governmental Funds	<u>\$ 88,919,739</u>	<u>\$ 75,900,465</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The FY 16 decrease in assigned and unassigned fund balance of the General Fund was the result of the FY 16 decrease in fund balance totaling \$8.2 million.

The FY 16 increase in restricted for debt service was the result of an increase in the Debt Service Fund of \$2.1 million, primarily due to GMA leasepool activity.

The FY 16 decrease in restricted capital projects funds was due to ongoing project activity. The significant decreases included SPLOST 2012 Funds combined decrease of \$1.9 million, 2013 MBCUDA Fund \$2.7 million, TAD Second Street \$2 million.

MACON-BIBB COUNTY, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TWO FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (TABLE 5)

	2015	2016
REVENUES		
Taxes	\$ 161,536,844	\$ 155,326,001
Licenses and permits	3,396,582	3,899,670
Intergovernmental	11,773,221	10,758,048
Charges for services	10,065,709	10,239,724
Fines	3,612,550	3,304,000
Investment earnings	1,096,101	1,328,652
Rentals	2,432,603	2,075,171
Other Revenues	986,160	936,279
Total Revenues	<u>194,899,770</u>	<u>187,867,545</u>
EXPENDITURES		
General government	27,062,314	28,019,278
Judicial	17,936,060	18,266,302
Public safety	77,107,765	73,451,368
Public works	8,657,232	6,010,551
Housing and development	7,534,483	8,946,654
Health and welfare	8,940,605	9,013,169
Culture and recreation	10,799,500	9,858,326
Capital outlay	32,873,837	35,741,477
Debt service principal	14,789,766	10,031,056
Debt service interest and fees	3,618,095	4,263,064
Debt service issuance costs	857,710	196,975
Total Expenditures	<u>210,177,367</u>	<u>203,798,220</u>
Excess of Revenues		
Over (Under) Expenditures	<u>(15,277,597)</u>	<u>(15,930,675)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	6,492,004	4,723,884
Transfers out	(8,530,051)	(7,481,105)
Payments to escrow agent	(12,322,814)	-
Issuance of bonds	29,980,000	5,280,431
Premium on bonds	438,537	-
Discount on bonds	(29,827)	-
Insurance recoveries	40,315	121,029
Sale of capital assets	168,045	267,162
Total Other Financing Sources (Uses)	<u>16,236,209</u>	<u>2,911,401</u>
Net Change in Fund Balances	<u>\$ 958,612</u>	<u>\$ (13,019,274)</u>

	2015	2016
Debt Service as a Percentage of Noncapital Expenditures	10.05%	7.91%

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The decrease in property tax in FY 16 was due to the elimination of the millage on the prior City of Macon Tax District. The District was taxed 9.7 mills in FY 14, 4.85 in FY 15, and eliminated completely in FY 16.

FY 2015 included the issuance of \$29,980,000 bonds to partially advance refund certain series of 2007 and 2013 MBCUDA bonds and provide \$14 million for projects. FY 2016 included the issuance of \$5.3 million in MBCUDA bonds for development projects.

Several departments had decreases in personnel and benefits in FY 2016 due to the retirement incentive program initiated in FY 2015. Public safety expenditures in General Fund decreased \$3.7 million, with approximately \$2.8 million due to salary and benefit decreases.

Debt service principal decreased in FY 2016, primarily due to the advance refunding of certain series of 2007 and 2013 MBCUDA bonds with proceeds from 2015 MBCUDA bonds.

MACON-BIBB COUNTY, GEORGIA

**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TWO FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(TABLE 6)**

	2015	2016
Property Tax	\$ 72,531,731	\$ 65,226,400
Sales Tax	59,498,490	58,947,467
Hotel Motel Tax	3,476,773	3,710,022
Alcoholic Beverage Tax	2,471,363	2,491,447
Intangible Tax	798,925	881,455
Real Estate Transfer Tax	226,800	242,711
Franchise Taxes	11,513,962	12,203,273
Financial gross receipts tax	434,314	412,110
Payment in lieu of taxes	441,241	364,457
Insurance Premium Tax	8,083,743	8,960,555
Interest and penalties	2,059,502	1,886,104
Other Taxes		
Total Taxes	<u>\$ 161,536,844</u>	<u>\$ 155,326,001</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The decrease in property tax in FY 16 was due to the elimination of the millage on the prior City of Macon Tax District. The District was taxed 9.7 mills in FY 14, 4.85 in FY 15, and eliminated completely in FY 16.

MACON-BIBB COUNTY, GEORGIA

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TWO FISCAL YEARS
(TABLE 7)**

	2015	2016
Assessed Value		
Residential Property	\$ 2,096,647,260	\$ 2,034,777,589
Commercial Property	1,455,905,068	1,475,420,757
Industrial Property	360,473,200	385,341,214
Other Real/Personal Propety		
Historical	9,412,483	14,577,374
Agricultural	64,396,178	64,134,589
Preferential	49,776	49,776
Conservation Use	24,990,800	25,488,194
Forest Land Conservation Use	2,141,157	2,141,157
Motor Vehicle Property	301,551,920	210,348,700
Utility	145,053,995	149,150,102
Heavy Equipment	32,769	54,393
Mobile Home	7,048,057	6,781,313
Timber	115,580	441,200
Total Property	<u>4,467,818,243</u>	<u>4,368,706,358</u>
Less Exemptions	362,673,941	368,931,436
Total Taxable Property		
Assessed Value	<u>\$ 4,105,144,302</u>	<u>\$ 3,999,774,922</u>
Actual Value	\$ 11,169,372,238	\$ 10,921,104,095
Total Direct Tax Rate	16.7940	14.6520

SOURCE:

Macon-Bibb County Tax Commissioner's Office.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The County assesses property at the rate of 40% of estimated actual value, with the exception of timber, which is assessed at 100%.

Tax rates are per \$1,000 of assessed value.

MACON-BIBB COUNTY, GEORGIA

**DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TWO FISCAL YEARS
(TABLE 8)**

	2015	2016
Macon-Bibb County Direct Rates		
General	16.7940	14.6520
Total Direct Rate	16.7940	14.6520
Bibb County School District		
	17.9450	17.9450
Total Direct and Overlapping Rates	34.7390	32.5970

SOURCE:

Macon-Bibb County Tax Commissioner's Office.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

Tax rates are per \$1,000 of assessed value.

The Direct Rate is calculated differently than the separate, individual tax rates. The individual millage rates for Macon-Bibb County are as follows:

Macon-Bibb County Millage Rates

General	14.6520	14.6520
Macon City District	4.8500	-
Total Millage Rate	19.5020	14.6520

MACON-BIBB COUNTY, GEORGIA

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR
(TABLE 9)**

TAXPAYER	Fiscal Year 2015			Fiscal Year 2016		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Georgia Power Company	\$ 61,974,413	1	1.51%	\$ 67,043,759	1	1.68%
Graphic Packaging International, Inc.	60,598,573	2	1.48%	64,499,601	2	1.61%
YKK (USA), Inc.	44,325,040	3	1.08%	44,832,330	3	1.12%
Coliseum Medical Centers	34,076,991	4	0.83%	35,190,966	4	0.88%
Norfolk Southern Combined Railroad	23,489,250	6	0.57%	26,205,236	5	0.66%
Armstrong World Industries, Inc.	24,476,886	5	0.60%	24,291,071	6	0.61%
Walmart	21,997,917	7	0.54%	21,745,468	7	0.54%
Shoppes at River Crossing LLC	18,383,728	9	0.45%	19,565,952	8	0.49%
DDRTC Eisenhower Crossing LLC				18,609,751	9	0.47%
Bellsouth (AT&T) Telecommunications	18,512,323	8	0.45%	16,968,743	10	0.42%
Verizon Wireless East LP	16,874,097	10	0.41%			
Total	\$ 324,709,218		7.92%	\$ 338,952,877		8.48%

SOURCE:

Macon-Bibb County Tax Commissioner's Office.

SOURCE:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2016, the first full fiscal year of the new government.

MACON-BIBB COUNTY, GEORGIA

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TWO FISCAL YEARS
(TABLE 10)**

	2015	2016
Taxes Levied for the Fiscal Year		
Original Levy	\$ 68,941,928	\$ 58,606,893
Adjustments	826,320	899,536
Total Adjusted Levy	<u>\$ 69,768,248</u>	<u>\$ 59,506,429</u>
Collected within the Fiscal Year of the Levy		
Amount	\$ 64,923,290	\$ 56,228,082
Percentage of Original Levy	94.17%	95.94%
Percentage of Adjusted Levy	93.06%	94.49%
Collections in Subsequent Years	\$ 1,142,434	\$ -
Total Collections to Date		
Amount	\$ 66,065,724	\$ 56,228,082
Percentage of Adjusted Levy	94.69%	94.49%

SOURCE:

Macon-Bibb County Tax Commissioner's Office

NOTE:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The information presented in this schedule relates to the County's property tax levies, and does not include those it collects on behalf of other governments.

MACON-BIBB COUNTY, GEORGIA

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TWO FISCAL YEARS
(TABLE 11)**

	<u>2015</u>	<u>2016</u>
Governmental Activities		
General Obligation Bonds		
Bonds	\$ 33,650,000	\$ 26,315,000
Premium/(Discount)	1,341,107	886,832
Revenue Bonds		
Bonds	66,345,000	69,690,431
Premium/(Discount)	559,373	510,354
Certificates of Participation	13,452,000	13,452,000
Capital Leases	2,064,696	1,288,918
Total	<u>117,412,176</u>	<u>112,143,535</u>
Business-Type Activities		
Revenue Bonds	1,850,000	1,265,000
Discount	(8,353)	(5,315)
Capital Leases	603,501	830,282
Notes Payable	111,002	-
Total	<u>2,556,150</u>	<u>2,089,967</u>
Total Primary Government	<u>\$ 119,968,326</u>	<u>\$ 114,233,502</u>
Personal Income (in thousands)	\$ 5,690,229	\$ 5,899,611
Percentage of Personal Income	2.11%	1.94%
Population	153,918	153,721
Per Capita	779	743

SOURCE:

Bureau of Economic Analysis for Population, Personal Income & Per Capita Personal income

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

Details regarding Macon-Bibb County's debt can be found in the notes to the financial statements.

These ratios are calculated using personal income and population for the prior calendar year.

MACON-BIBB COUNTY, GEORGIA

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TWO FISCAL YEARS
(TABLE 12)**

	<u>2015</u>	<u>2016</u>
General Obligation Bonds		
Bonds	\$ 33,650,000	\$ 26,315,000
Premium/(Discount)	1,341,107	886,832
Less Amounts Available in Capital Projects Funds		
Restricted for principal payments	(7,836,875)	(7,919,547)
Total	<u>\$ 27,154,232</u>	<u>\$ 19,282,285</u>
Percentage of Estimated Actual Taxable Value of Property	0.24%	0.18%
Per Capita	177	125

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

Details regarding Macon-Bibb County's debt can be found in the notes to the financial statements.

See the Schedule of Demographic and Economic Statistics for personal income and population data.

See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

MACON-BIBB COUNTY, GEORGIA

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2016
(TABLE 13)**

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
General Obligation Debt			
Series 2012 Special Purpose Local Option Sales Tax Bonds - County	\$ 12,125,000	100%	\$ 12,125,000.00
Unamortized premium	615,426	100%	615,426
Series 2012 Special Purpose Local Option Sales Tax Bonds - City	10,890,000	100%	10,890,000
Unamortized premium	271,406	100%	271,406
Series 2014 Tax Allocation District Bonds Second Street	3,000,000	100%	3,000,000
Series 2014 Tax Allocation District Bonds Renaissance	50,000	100%	50,000
Series 2014 Tax Allocation District Bonds Bibb Mill	250,000	100%	250,000
Total Direct General Obligation Debt	<u>\$ 27,201,832</u>	100%	<u>\$ 27,201,832</u>
Contractual Obligation Debt			
Macon-Bibb County Industrial Authority Revenue Bonds			
Series 2015 Revenue Refunding Bass Pro & Sofkee Park	\$ 8,250,000	100%	8,250,000
Macon-Bibb County Urban Development Authority Revenue Bonds	382,630	100%	382,630
Series 2002A City Projects	4,545,000	100%	4,545,000
Series 2002A City Projects unamortized premium	34,979	100%	34,979
Series 2002B City Projects	2,705,000	100%	2,705,000
Series 2002B Riverside Drive Project	735,000	100%	735,000
Series 2007 Hotel Project	7,845,000	100%	7,845,000
Series 2009 Public Projects	4,725,000	100%	4,725,000
Series 2009 Public Projects unamortized discount	(9,387)	100%	(9,387)
Series 2010 Revenue Refunding	6,180,000	100%	6,180,000
Series 2010 Revenue Refunding unamortized premium	65,972	100%	65,972
Series 2013A Public Projects	9,000,000	100%	9,000,000
Series 2013B Public Projects	1,995,000	100%	1,995,000
Series 2013B Public Projects unamortized premium	36,160	100%	36,160
Series 2015A Revenue Bonds	12,190,000	100%	12,190,000
Series 2015B Revenue Bonds	6,240,000	100%	6,240,000
Series 2016A Revenue Bonds	4,430,431	100%	4,430,431
Series 2016B Revenue Bonds	850,000	100%	850,000
Certificates of Participation	13,452,000	100%	13,452,000
Capital Lease	1,288,918	100%	1,288,918
	-	100%	-
Total Direct Contractual Obligation Debt	<u>84,941,703</u>	100%	<u>84,941,703</u>
Overlapping Debt			
Macon-Bibb School District Contractual Obligation Debt	3,342,248	100%	3,342,248
Total Overlapping Debt	<u>3,342,248</u>	100%	<u>3,342,248</u>
Total Direct and Overlapping Debt	<u>\$ 115,485,783</u>	100%	<u>\$ 115,485,783</u>

SOURCES:

Macon-Bibb County Finance Department

Macon-Bibb School District information provided by Macon-Bibb County School District.

NOTES:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Macon-Bibb County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

MACON-BIBB COUNTY, GEORGIA

**LEGAL DEBT MARGIN INFORMATION
LAST TWO FISCAL YEARS
(TABLE 14)**

	2015	2016
LEGAL DEBT MARGIN		
Debt limit	\$ 446,781,824	\$ 436,870,636
Total net debt applicable	25,813,125	18,395,453
Legal debt margin	<u>\$ 420,968,699</u>	<u>\$ 418,475,183</u>
Total net debt applicable to the limit as a percentage of debt limit	5.78%	4.21%
LEGAL DEBT MARGIN CALCULATION		
Assessed value	\$ 4,105,144,302	\$ 3,999,774,922
Add back: exempt property	362,673,941	368,931,436
Total assessed value	<u>\$ 4,467,818,243</u>	<u>\$ 4,368,706,358</u>
Debt limit (10% of total assessed value)	\$ 446,781,824	\$ 436,870,636
Debt applicable to limit		
General obligation bonds	\$ 30,350,000	\$ 23,015,000
Tax allocation bonds	\$ 3,300,000	\$ 3,300,000
Less amount set aside for repayment of general obligation debt	(7,836,875)	(7,919,547)
Total net debt applicable to limit	<u>\$ 25,813,125</u>	<u>\$ 18,395,453</u>
Legal debt margin	<u>\$ 420,968,699</u>	<u>\$ 418,475,183</u>

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

Under State of Georgia law, the government's outstanding general obligation debt should not exceed 10 percent of total assessed property value.

The legal debt margin is the difference between the debt limit and the government's net general obligation debt outstanding applicable to the limit, and represents the government's legal borrowing authority.

MACON-BIBB COUNTY, GEORGIA

**PLEDGED REVENUE COVERAGE
LAST TWO FISCAL YEARS
(TABLE 15)**

	2015	2016
Series 1993 MBCIDA Airport Improvement		
Series 2002 MBCIDA Airport Improvement		
Available Revenue		
Operating Revenue	\$ 1,342,899	\$ 1,387,065
Expenses	(1,144,913)	(1,265,274)
Net Available Revenue	\$ 197,986	\$ 121,791
Debt Service		
Debt Service Principal	\$ 555,001	\$ 585,000
Debt Service Interest	133,725	102,895
Total Debt Service	\$ 688,726	\$ 687,895
Coverage	28.7%	17.7%

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

Pledged revenue consists of airline lease and charges for services. Pledged revenue funds the payment of debt service. The General Fund provides annual transfers to fund expenses in excess of funds available after payment of debt service.

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

Operating expenses do not include interest, depreciation, or amortizaion costs.

MACON-BIBB COUNTY, GEORGIA

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TWO FISCAL YEARS
(TABLE 16)**

		<u>2015</u>	<u>2016</u>
Population	(1)	153,918	153,721
Personal Income (in thousands)	(1)	\$ 5,690,229	\$ 5,899,611
Per Capita Personal Income	(1)	\$ 36,969	\$ 38,379
Unemployment Rate	(2)	8.0%	6.6%

SOURCES:

(1) Bureau of Economic Analysis. Figures are for prior calendar year.

(2) US Department of Labor Local Area Unemployment Statistics Figures are for prior calendar year.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

MACON-BIBB COUNTY, GEORGIA

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND PRIOR YEAR
(TABLE 17)**

Employer	Fiscal Year 2016			Fiscal Year 2015		
	Employees (1)	Rank	Percentage of Total County Employment	Employees (1)	Rank	Percentage of Total County Employment
GEICO	5,890	1	6.54%	5,690	1	6.40%
Navicent Health of Central Georgia	5,763	2	6.39%	4,600	2	5.17%
Macon-Bibb County Board of Education	4,500	3	4.99%	3,700	3	4.16%
Macon-Bibb County, Georgia	1,786	4	1.98%	2,103	4	2.37%
Coliseum Health Systems	1,200	5	1.33%	1,400	5	1.57%
Mercer University	1,001	6	1.11%	937	6	1.05%
YKK (USA), Inc.	790	7	0.88%	600	8	0.67%
United States Postal Service	600	8	0.67%	600	9	0.67%
Georgia Farm Bureau	500	9	0.55%			
Grafic Packaging International	531	10	0.59%			
Walmart Super Stores				740	7	0.83%
RICOH USA/Ikon				575	10	0.65%
Totals	<u>22,561</u>		<u>25.03%</u>	<u>20,945</u>		<u>23.56%</u>
Average number of employees (2)	90,130			88,898		

SOURCES:

- (1) Macon-Bibb County Industrial Authority
- (2) Bureau of Economic Analysis

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

MACON-BIBB COUNTY, GEORGIA

**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TWO FISCAL YEARS
(TABLE 18)**

<u>Function</u>	<u>2015</u>	<u>2016</u>
General Government	267	212
Judicial	197	179
Public Safety	1,221	1,075
Public Works	214	163
Culture & Recreation	139	111
Housing & Development	49	46
Total	<u>2,087</u>	<u>1,786</u>

SOURCE:

Macon-Bibb County Budget Document.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

The County initiated a retirement incentive program in FY 2015; over 230 employees retired in FY 2015 and FY 2016 as part of this program.

MACON-BIBB COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST TWO FISCAL YEARS
(TABLE 19)

Function/Program	2015	2016
Governmental activities		
Judicial		
District Attorney cases filed	3,200	2,840
State Court cases filed	1,438	1,600
State Court Solicitor caseload	6,422	7,000
Civil Court cases filed	10,500	9,383
Probate Court caseload	4,857	4,857
Juvenile Court complaints & actions	1,793	1,972
Municipal Court tickets processed	15,415	14,596
Public Safty		
Sheriff persons booked in detention facilities	8,527	9,210
Sheriff community service hours performed	120,392	115,000
Sheriff crime prevention programs conducted	300	300
Sheriff NCIC telephone calls received	240,000	247,000
Fire emergency calls	18,500	21,000
Fire inspections made	2,150	2,100
Coroner cases reported	1,000	1,000
Animal Welfare impounded animals	2,456	5,403
EMA staff trained on NUMS	100	100
Public works		
Street cleaning requests completed	2,642	3,700
Storm drains cleaned	512	750
Housing and Development		
County Extension students in 4H	1,033	1,100
Master Gardener volunteers estimated value	\$79,426	\$93,000
Culture and Recreation		
Recreation facility rentals	156	160
Recreation summer program participants	580	600
Business-type activities		
Tobesofkee Fund		
Recreation individual admissions	84,640	90,000
Solid Waste Fund		
Contract sanitation collection residential units	20,523	46,825
Airport Fund		
Annual aircraft operations	19,692	20,000
Bowden Gold Course Fund		
Weekend Green Fees and Carts for 18 Holes	\$27	\$25

SOURCE:

Macon-Bibb County Budget Document.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

MACON-BIBB COUNTY, GEORGIA

**CAPITAL ASSET STATISTICS BY FUNCTION
LAST TWO FISCAL YEARS
(TABLE 20)**

Function	2015	2016
Public Safety		
Sheriff correction facility capacity	966	966
Sheriff work release center capacity	204	204
Fire stations	19	21
Public Works		
County roads - mileage (1)	1,132	1,130
Culture and Recreation		
Number of parks and recreation centers	128	128
Solid Waste		
Landfill total estimated annual tons disposed	72,261	42,573
Airport		
Airports	2	2
Public property acres	1,600	1,600
Bowden Golf Course		
Yards of golf course	6,570	6,570
Centreplex		
Auditorium Capacity	2,700	2,700
Coliseum Capacity	9,000	9,000
Tobesofkee		
Recreation area acres	1,800	1,800

SOURCES:

Macon-Bibb County Finance Department and individual county departments, unless otherwise noted.

(1) Source - Georgia Department of Transportation - Georgia's Roadway Mileage and Characteristics Reports. Information is for County roads only.

NOTES:

Macon-Bibb County was consolidated effective January 1, 2014. Information is presented for 2015 and 2016, which represent the first two full fiscal years of the new government.

COMPLIANCE SECTION



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

**To the Board of Commissioners
of Macon-Bibb County, Georgia
Macon, Georgia**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Macon-Bibb County, Georgia (the "County"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 21, 2016. Our report also includes a reference to other auditors. Other auditors audited the component unit financial statements of the Macon-Bibb County Industrial Authority, the Middle Georgia Regional Library, the Macon-Bibb County Transit Authority, the Macon-Bibb County Board of Health, the Macon-Bibb County Urban Development Authority, the Macon-Bibb County Convention and Visitors Bureau, the Macon-Bibb County Planning and Zoning Commission, and the Development Authority of Bibb County as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

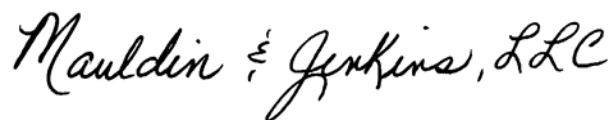
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not 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 Macon-Bibb County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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.



Macon, Georgia
December 21, 2016



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

**To the Board of Commissioners of
Macon-Bibb County, Georgia
Macon, Georgia**

Report on Compliance for Each Major Federal Program

We have audited Macon-Bibb County, Georgia's (hereinafter referred to as the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2016. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of the Macon-Bibb County Transit Authority as of June 30, 2016, which received \$4,054,272 in federal awards which are not included in the schedule of expenditures of federal awards of the County for the year ended June 30, 2016. Our audit, described below, did not include the operations of the Macon-Bibb County Transit Authority as the component unit engaged other auditors to perform an audit in accordance with the Uniform Guidance.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

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

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

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

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

Mauldin & Jenkins, LLC

Macon, Georgia
December 21, 2016

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Total Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Housing and Urban Development</u>				
Community Development Block Grant Program	14.218	B10-MC-13-0005, B11-MC-13-0005, B12-MC-13-0005	\$ 1,536,874	\$ 406,526
Home Investment Partnership Program	14.239	M98-MC-13-0202, M06-MC-13-0204, M07-MC-13-0202, M08-MC-13-0202, M10-MC-13-0202, M11-MC-13-0202 M12-MC-13-0202	2,614,859	2,548,192
(Passed through the Georgia Department of Community Affairs) Neighborhood Stabilization Program	14.228	08-NS-5066	15,759	-
Total U.S. Department of Housing and Urban Development			<u>4,167,492</u>	<u>2,954,718</u>
<u>U.S. Department of Transportation</u> (Passed through Georgia Department of Transportation)				
Airport Improvement Program				
Runway 5 Safety/Taxiway Bravc	20.106	AP014-9022-34(021)	36,522	-
Downtown - Fuel Farm, Safety Area, Design Thresholc Threshold Project	20.106	AP013-9019-31(021)	19,239	-
Downtown Environmental Assessment	20.106	AP014-9019-33(021)	128,387	-
Apron Rehab & Taxiway Crack and Seal	20.106	AP015-9024-35(021)	33,140	-
Total Airport Improvement Program			<u>633,051</u>	<u>-</u>
			<u>850,339</u>	<u>-</u>
Highway Planning and Construction Cluster College Street	20.205	PI 0010667	1,203	-
Total Highway Planning and Construction Cluster			<u>1,203</u>	<u>-</u>
(Passed through Governor's Office of Highway Safety) Highway Safety Cluster				
H.E.A.T. Grant	20.601	GA-2016-000-00349	35,045	-
H.E.A.T. Grant	20.601	GA-2015-000-00291	9,255	-
Total Highway Safety Cluster			<u>44,300</u>	<u>-</u>
Total U.S. Department of Transportation			<u>895,842</u>	<u>-</u>
<u>U.S. Department of Homeland Security</u> (Passed through Georgia Emergency Management Agency)				
Homeland Security Grant Program				
GEMA 14 Homeland Security	97.067	2014-SS-00092-S01 BW #3337	44,495	-
GEMA 14 SAR	97.067	EMW-2014-SS-00092-S01BW #3307	29,648	-
GEMA 14 Hazmat	97.067	EMW-2014-SS-00092-S01BW #3302	7,188	-
GEMA 14 GSAR	97.067	EMW-2014-SS-00092-S01 BW # 3302	10,272	-
GEMA 15 K9	97.067	EMW-2015-SS-00065-S01 SHO15-085	1,978	-
GEMA 14 Additional	97.067	EMW-2014-SS-00092-S01 SHO14-128	29,192	-
Total Homeland Security Grant Program			<u>122,773</u>	<u>-</u>
Emergency Management Performance Grants Emergency Management Performance Partnership	97.042	OEM15-011 PPA	55,124	-
Total Homeland Security - EMA Performance Grant			<u>55,124</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>177,897</u>	<u>-</u>

(continued)

MACON-BIBB COUNTY, GEORGIA

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Total Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Justice</u>				
Justice Assistance Grant (JAG) Program JAG Equipment 2015	16.738	2015-DJ-BX-0962	\$ 24,669	\$ -
Total Justice Assistance Grant (JAG) Program			<u>24,669</u>	<u>-</u>
Bulletproof Vest Partnership Program Bulletproof Vest Grant 2011-2013	16.607	2012	640	-
Total Bulletproof Vest Partnership Program			<u>640</u>	<u>-</u>
Victim Witness Assistance Program Victims Witness Assistance-DA	16.576	C13-8-103, C14-8-108, C15-8-153	53,415	-
Victims Witness Assistance-SG	16.576	C13-8-103, C14-8-108, C15-8-153	54,865	-
Total Victim Witness Assistance Program			<u>108,280</u>	<u>-</u>
Project Safe Neighborhood Program	16.609	Q15-8-007	<u>28,289</u>	<u>-</u>
Juvenile Justice & Delinquency Prevention & Treatment	16.540	JJ-15-003	<u>25,330</u>	<u>-</u>
Juvenile Accountability Block Grant	16.540	T14-8-002	<u>10,018</u>	<u>-</u>
Total U.S. Department of Justice			<u><u>197,226</u></u>	<u><u>-</u></u>
<u>U.S. Environmental Protection Agency</u>				
Brownsfield Assessment & Clean-up Program Brownsfield Assessment	66.818	00D32515	<u>76,072</u>	<u>-</u>
Total Expenditures of Federal Awards			<u><u>\$ 5,514,529</u></u>	<u><u>\$ 2,954,718</u></u>

MACON-BIBB COUNTY, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1. BASIS OF PREPARATION

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

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

NOTE 2. DE MINIMIS INDIRECT COST RATE

The County chose not to use the ten percent de minimis cost rate for the year ended June 30, 2016.

NOTE 3. NON-CASH AWARDS

The County did not receive non-cash federal awards during the year ended June 30, 2016.

**MACON-BIBB COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

**SECTION I
SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting: Material weaknesses identified?	None
Significant deficiencies identified not considered to be material weaknesses?	None
Noncompliance material to financial statements noted?	None

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	None
Significant deficiencies identified not considered to be material weaknesses?	None
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	None

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grant (CDBG) Entitlement Grants Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

**MACON-BIBB COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

**SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES**

None reported

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

None reported

**MACON-BIBB COUNTY, GEORGIA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

**SA 2015-001. Airport Improvement Program Verification Check for Covered Transactions Procurement
(Suspension/Debarment)**

Federal Program

Information:

CFDA No. 20.106

Airport Improvement Programs

U.S. Department of Transportation, passed through the Georgia Department of
Transportation

Grant No. AP014-9022-34 (021)

Criteria:

As a recipient of federal awards, the County is charged with the responsibility of verifying that covered transactions (procurement contracts for goods and services that are expected to equal or exceed \$25,000, or meet certain other specified criteria) are not awarded to suspended or debarred parties.

Condition:

During our testing, we noted two instances for which documentation of a verification check for suspension/debarment was not provided.

Status:

Resolved.

