



*Financial Statements for the
Fiscal Year Ended December 31, 2019*

Independent Auditor's Report

J. Robyn Underwood, CPA

Member of American Institute of Certified Public Accountants

202 Main Street • Barnesville, GA 30204

Phone: (678) 359-1414 • UnderwoodCPA@aol.com

City of West Point, Georgia
Annual Financial Report
For the Year Ended December 31, 2019

TABLE OF CONTENTS

Financial Section

Independent Auditor's Report	1
Management's Discussion and Analysis	3
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Positions	10
Statement of Activities	11
Fund Financial Statements	
Governmental Funds	
Balance Sheet	12
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Positions	13
Statement of Revenues, Expenditures and Changes in Fund Balances	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	15
Proprietary Funds	
Statement of Net Positions	16
Statement of Revenues, Expenses and Changes in Fund Net Positions	17
Statement of Cash Flows	18
Component Units	
West Point Development Authority	
Statement of Net Positions	20
Statement of Revenues, Expenses and Changes in Fund Net Positions	21
Downtown West Point Development Authority	
Statement of Net Positions	22
Statement of Activities	23
Notes to the Financial Statements	24
Required Supplementary Information	
Georgia Municipal Employee Benefit Pension Fund	48
Georgia Firefighter's Pension Fund	49
Georgia Peace Officer's Annuity and Benefit Fund	50
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (GAAP Basis)	
General Fund	51
Capital Project Fund - SPLOST - Troup County 2012	52
Capital Project Fund - SPLOST - Troup County 2019	53
Capital Project Fund - SPLOST - Harris County 2014	54
Supplementary Information	
Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (GAAP Basis)	55
Capital Project Funds - Non Major - Transportation Enhancement	56
Special Revenue Funds - Non Major	

City of West Point, Georgia
Annual Financial Report
For the Year Ended December 31, 2019

TABLE OF CONTENTS
(Continued)

Combining and Individual Fund Statements and Schedules

Governmental Funds

Schedule of Tax Revenues Compared to Budget	57
Schedule of Expenditures Compared to Budget	58
Administrative and General - Schedule of Expenditures	59
Police Department - Schedule of Revenues and Expenditures	60
Fire Department - Schedule of Revenues and Expenditures	61
Street Department - Schedule of Revenues and Expenditures	62
Study Center - Schedule of Revenues and Expenditures	63
Economic Development - Schedule of Revenues and Expenditures	64
Community Action Program - Schedule of Revenues and Expenditures	65
Depot/Visitor's Center - Schedule of Revenues and Expenditures	66
Recreation and Parks - Schedule of Revenues and Expenditures	67
Virginia Community Center - Schedule of Revenue and Expenditures	68
Planning and Zoning - Schedule of Revenues and Expenditures	69
Special Revenue Funds	
Combining Balance Sheet	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	71
Balance Sheet - Capital Project Fund - SPLOST - Troup County 2012	72
Balance Sheet - Capital Project Fund - SPLOST - Troup County 2019	73
Balance Sheet - Capital Project Fund - SPLOST - Harris County 2014	74
Balance Sheet - Capital Project Fund - SPLOST - Harris County 2004	75
Balance Sheet - Capital Project Fund - SPLOST - Harris County 2019	76
Balance Sheet - Capital Project Fund - SPLOST - Transportation Enhancement	77
Comparative Schedules by Source - Capital Assets	78
Schedule of Changes in General Fixed Assets by Function and Activity	79

Proprietary Funds

Comparative Statement of Net Positions - Water and Sewer Fund	80
Comparative Statement of Revenues, Expenses, and Changes in Net Positions Water Fund	81
Comparative Statement of Revenues, Expenses, and Changes in Net Positions Sewer Fund	82 83
Comparative Statement of Net Positions - Electric Fund	
Comparative Statement of Revenues, Expenses, and Changes in Net Positions Electric Fund	84 85
Comparative Statement of Net Positions - Gas Fund	
Comparative Statement of Revenues, Expenses, and Changes in Net Positions Gas Fund	86
Comparative Statement of Net Positions - Sanitation Fund	
Comparative Statement of Revenues, Expenses, and Changes in Net Positions Sanitation Fund	87 88

SPLOST Information

Independent Auditor's Report on SPLOST	89
SPLOST Reporting Schedule	90

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	92
---	----

Schedule of Findings and Responses	94
---	----

J. Robyn Underwood, CPA

Member of American Institute of Certified Public Accountants

202 Main Street • Barnesville, GA 30204

Phone: (678)359-1414 • UnderwoodCPA@aol.com

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
West Point, 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 opinion units, each major fund, and the aggregate remaining fund information as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise West Point, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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 opinions the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component opinion units, each major fund, and the aggregate remaining fund information of The City of West Point as of December 31, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, beginning on page three, the pension information on page forty-eight, and the budgetary comparison be presented to supplement the basic financial statements, beginning on page fifty-one. Such information, although not a part of the basic financial statements, is required by the Governmental Auditing 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. 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. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of West Point's basic financial statements. The Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual – Non Major Funds, Combining and Individual Fund Statements and Schedules – Governmental and Proprietary Funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual – Non Major Funds, Combining and Individual Fund Statements and Schedules – Governmental and Proprietary Funds is the responsibility of management and was derived from and relates 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 Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual – Non Major Funds, Combining and Individual Fund Statements and Schedules – Governmental and Proprietary Funds is 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 May 3, 2020 on our consideration of West Point'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 West Point's internal control over financial reporting and compliance.

J. Robyn Underwood, CPA
Barnesville, Georgia
May 3, 2020

Independent Auditor's Report

Management's Discussion and Analysis

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

As management of City of West Point, Georgia, we offer readers of our financial statements this narrative overview and analysis of the financial activities of City of West Point for the fiscal year ended December 31, 2019. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the City's financial statements, which follow this narrative.

Financial Highlights

Key financial highlights for FYE 2019 are as follows:

The City's combined net positions totaled \$49.3 million. Of this amount, unrestricted net positions amounted to \$16.4 million.

Combined revenue totaled \$21.43 million.

Overall expenses totaled \$17.79 million.

Overall the net change in fund balance was an increase of \$1,066,484.

The net change in the General Fund balance was an increase of \$10,591.

As of December 31, 2019, the City's General Fund reported an unassigned fund balance of \$4.8 million.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to City of West Point, Georgia's basic financial statements. The City's basic financial statements consist of the following elements:

Government-wide Financial Statements

Government-wide financial statements provide both long-term and short-term information about the City's overall financial condition. Changes in the City's financial position may be measured over time by increases and decreases in the Statement of Net Positions. Information on how the City's net positions changed during the fiscal year is presented in the Statement of Activities.

Fund Financial Statements

Fund financial statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide financial statements. Fund financial statements include the statements for governmental and proprietary funds.

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Notes to the Financial Statements

Notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

Refer to Note 1 to the financial statements for more detailed information on the elements of the financial statements. Table 1 (shown below) summarizes the major features of the basic financial statements.

Table 1: Major Features of the Basic Financial Statements

	Government-wide Financial Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire State government (except fiduciary funds) and the City's component units	<ul style="list-style-type: none"> • Activities of the City that are not proprietary or fiduciary 	Activities of the City that are operated similar to private business
Required Financial Statements	<ul style="list-style-type: none"> • Statement of Net Positions • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> • Statement of Net Positions • Statement of Revenues, Expenditures, and Changes in Net Positions • Statement of Cash Flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	<ul style="list-style-type: none"> • Revenues for which cash is received during or soon after the end of the year • Expenditures when goods or services have been received and payment is due during the year or soon thereafter 	All revenues and expenses during the year, regardless of when cash is received or paid

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Government-wide Financial Analysis

Condensed Statement of Net Positions

Table 2 (shown below) presents the City's condensed statement of net positions as of December 31, 2018 and 2017.

Table 2: Condensed Statement of Net Positions

	<u>Governmental Activities</u>	
	2019	2018
Assets		
Current and Other Assets	\$ 8,225,532	\$ 7,698,249
Capital Assets	<u>17,154,571</u>	<u>17,015,116</u>
Total Assets	<u>\$ 25,380,103</u>	<u>\$ 24,713,365</u>
Deferred Outflows - Pensions	\$ 1,284,403	\$ 896,553
	=====	=====
Liabilities		
Other Liabilities	\$ 317,004	\$ 170,128
Long-term Liabilities	<u>4,075,754</u>	<u>4,168,785</u>
Total Liabilities	<u>\$ 4,392,759</u>	<u>\$ 4,338,913</u>
Deferred Inflows - Pensions	\$ 516,949	\$ 766,128
	=====	=====
Net Positions		
Net Investment in Capital Assets	\$ 15,155,247	\$ 14,563,270
Restricted	2,779,363	2,409,487
Unrestricted	<u>3,820,188</u>	<u>3,532,120</u>
Total Net Positions	<u>\$ 21,754,798</u>	<u>\$ 20,504,877</u>

The largest component of the City's net positions is its investment in capital assets (e.g. land, infrastructure, buildings, equipment, and others), less any related debt outstanding that was needed to acquire or construct the assets. The City uses these capital assets to provide services to the citizens and businesses in the City; consequently, these net positions are not available for future spending. Restricted net positions represent resources that are subject to external restrictions, constitutional provisions, or enabling legislation on how they can be used. The remaining portion of net positions is unrestricted, which can be used to finance government operations.

	<u>Business-Type Activities</u>	
	2019	2018
Assets		
Current and Other Assets	\$ 15,442,278	\$ 15,315,049
Capital Assets	<u>34,358,065</u>	<u>34,909,252</u>
Total Assets	<u>\$ 49,800,343</u>	<u>\$ 50,224,301</u>
Deferred Outflows - Pensions	\$ 83,716	\$ 92,625
	=====	=====
Liabilities		
Other Liabilities	\$ 182,746	\$ 165,415
Long-term Liabilities	<u>22,082,675</u>	<u>22,814,867</u>
Total Liabilities	<u>\$ 22,265,421</u>	<u>\$ 22,980,282</u>
Net Positions		
Net Investment in Capital Assets	\$ 13,685,802	\$ 13,368,534
Restricted	1,063,173	1,137,980
Unrestricted	<u>12,869,663</u>	<u>12,830,130</u>
Total Net Positions	<u>\$ 27,618,638</u>	<u>\$ 27,336,644</u>

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Condensed Statement of Activities

Table 3 (shown below) presents the City's condensed statement of activities for the year ended December 31, 2018 and 2017. Over time, increases and decreases in net positions measure whether the City's financial position is improving or deteriorating.

*Table 3: Condensed Statement of Activities
(Expressed in thousands of dollars)*

	Governmental Activities	Business Activities	Total	Governmental Activities Prior Year	Business Activities Prior Year
Revenues:					
Program:					
Charges for Services	\$ 617	\$ 12,774	\$ 13,391	\$ 876	\$ 12,976.5
Operating Grants & Contributions	126	-----	126	-----	-----
Capital Grants & Contributions	1,115.5	-----	1,115.5	937	-----
General:					
Property Taxes	2,375	-----	2,375	2,669	-----
Sales Taxes	805	-----	805	723	-----
Other Taxes	1,563	-----	1,563	1,438	-----
Interest	7.5	1	8.5	2	1
Other	173.7	-----	173.7	57	-----
Total Revenues	\$ 6,782.7	\$ 12,775	\$ 19,557.7	\$ 6,702	\$ 12,977.5
Program Expenses:					
General Government	\$ 1,262.5	\$ -----	\$ 1,262.5	\$ 1,060	\$ -----
Public Safety	3,794	-----	3,794	3,474	-----
Public Service	795	-----	795	812	-----
Culture and Recreation	353	-----	353	377	-----
Housing and Urban Development	804.5	-----	804.5	842	-----
Interest	82	-----	82	54	-----
Water and Sewer	-----	3,824	3,824	-----	3,508
Electric System	-----	5,232	5,232	-----	5,225
Gas System	-----	1,368	1,368	-----	1,133
Sanitation System	-----	511	511	-----	465
Total Expenses	\$ 7,091	\$ 10,935	\$ 18,026	\$ 6,619	\$ 10,331
Excess (deficiency)	\$< 308.3>	\$ 1,840	\$ 1,531.7	\$ 83	\$ 2,646.5
Transfers	1,558	< 1,558>	-----	847	< 847>
Change in Net Positions	\$ 1,249.7	\$ 282	\$ 1,531.7	\$ 930	\$ 1,779.5
Beginning Net Positions	\$ 20,505	\$ 27,336.5	\$ 47,841.5	\$ 19,575	\$ 25,537
Ending Net Positions	\$ 21,754.7	\$ 27,618.8	\$ 49,373.2	\$ 20,505	\$ 27,336.5

Governmental Activities

During the year ending December 31, 2019, the net positions of the government activities increased \$1,249,922 or 6.07%. Total revenues for FYE 2019 increasing by \$247,893 or 3.8%. The increase was due to an operating and capital grants contributions. Total expenses for governmental activities for FYE 2018 increased by \$141,115 or 2.1%. The main reason for the increase in expenses in FYE 2019 was due to an increase in expenses in the Administrative and Public Safety departments.

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Approximately 12.14% of the City's revenues came from property taxes and approximately 12.1% came from other taxes. Approximately 68.47% of the City's revenues came from charges for services and approximately 7.3% came from grants and other revenues. Although a majority of the City's expenses are financed by property taxes and other taxes, the City continues to rely heavily on revenues from charges for services to fund its budget. The City's expenses cover a range of services with 51.93% related to public safety, 11.59% related to public works, 18.4% related to general governmental activities.

Program Expenses and Revenues for Governmental Activities

Table 4 (shown below) presents program expenses and revenues for governmental activities for the year ended December 31, 2019 and 2018.

Table 4: Program Expenses and Revenues for Governmental Activities

2019		
Programs	Program Expenses	*Net Program Expenses (Revenues)
General Government	\$ 1,262.5	\$ 1,088.5
Public Safety	3,794	3,182.5
Public Works	795	< 84>
Culture and Recreation	373	227
Housing and Urban Development	804.5	735.5
Interest	82	82
Totals	\$ 7,091	\$ 5,231.5
2018		
Programs	Program Expenses	*Net Program Expenses (Revenues)
General Government	\$ 1,060	\$ 946
Public Safety	3,474	2,715
Public Service	812	700
Culture and Recreation	377	< 257>
Housing and Urban Development	842	649
Interest	54	54
Totals	\$ 6,619	\$ 4,807
* Net program expenses are mainly supported by taxes.		

The cost of all proprietary (business-type) activities this year was \$10,935,344 and additionally the business-type activities earned \$1,309 in interest from idle cash and investments. Within the total business-type activities of the City, these activities reported a \$1,839,050 operating gain.

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Financial Analysis of the City's Funds

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

As of the close of the year, the City's governmental funds reported a combined ending fund balance of \$7,908,528 with \$3,010,037 reported as restricted, \$193,242 reported as assigned, and \$4,818,889 as unassigned fund balance.

The General Fund is the operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,933,830 and total fund balance was \$5,129,225. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance to total fund expenditures. Unassigned fund balance represents 76.6% of total General Fund expenditures, while total fund balance represents 70.94%. The net change in the General Fund's fund balance for the year ended December 31, 2019, was an increase of \$10,591 or 1.21%.

General Fund Budgetary Highlights

During the year, the City revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; 3) increases in appropriations that become necessary to maintain services. The year ended December 31, 2019 budget was amended.

The actual operating revenues of the General Fund did not exceed the final budgeted amounts.

The actual operating expenditures of the General Fund did not exceed the final budgeted amounts.

Capital Asset and Long-term Debt Activity

At December 31, 2019, the City reported \$17,154,571 in capital assets for governmental activities and \$34,358,065 for business-type activities. Major capital asset transactions during the year were a real estate purchases, recreational facilities, street paving, and street equipment. Refer to Note 4-D to the financial statements for additional information on capital assets.

Economic Factors and Next Year's Budget and Rates

As with the rest of the State of Georgia, City of West Point's economic climate for FYE 2019 is thriving. The City of West Point is experiencing more than average growth with the local college expansion and new industrial investments in the community aiding in the creation of additional employment opportunities. The Special Local Option Sales Tax continues to assist the City in funding much needed capital outlay projects such as resurfacing, construction of recreation and plant facilities. The City's revenues continue to increase over the prior year making the opportunities possible for economic growth, downtown development, increased housing and employment. The City continues to strive to make West Point a place to Work, Live and Play.

Difficult choices have been made as the FYE 2019 budget was developed, and it represents a balance between available resources and needs. This balance was achieved using the objectives and priorities established by the Council of the City of West Point.

City of West Point
Management's Discussion and Analysis
For the fiscal year ended December 31, 2019

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions about this report or requests for additional financial information may be addressed to:

City of West Point
P.O. Box 487
730 1st Avenue
West Point, Georgia 31833
Telephone: (706) 645 – 3522
Website: www.cityofwestpointga.com

Basic Financial Statements

Government-wide Financial Statements

City of West Point, Georgia
Statement of Net Positions
For the Year Ended December 31, 2019

	Primary Government			Non-Major Discretely Presented Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets				
Current Assets				
Cash and Cash Equivalents	\$ 6,568,104	\$ 13,064,889	\$ 19,632,993	\$ 713,349
Receivables (Net of Allowance)				
Taxes	341,833	-----	341,833	-----
Accounts	972,121	1,181,918	2,154,039	-----
Internal Balances	333,660	< 333,660>	-----	114,131
Due From Other Governments	7,661	-----	7,661	-----
Inventory	2,153	465,958	468,111	-----
Total Current Assets	<u>\$ 8,225,532</u>	<u>\$ 14,379,105</u>	<u>\$ 22,604,637</u>	<u>\$ 827,480</u>
Non-Current Assets				
Restricted Cash and Investments	\$ -----	\$ 1,063,173	\$ 1,063,173	\$ -----
Capital Assets:				
Land	3,273,514	53,000	3,326,514	1,749,571
Other Capital Assets, Net of Accumulated Depreciation	<u>13,881,057</u>	<u>34,305,065</u>	<u>48,186,122</u>	-----
Total Non-Current Assets	<u>\$ 17,154,571</u>	<u>\$ 35,421,238</u>	<u>\$ 52,575,809</u>	<u>\$ 1,749,571</u>
Total Assets	<u>\$ 25,380,103</u>	<u>\$ 49,800,343</u>	<u>\$ 75,180,446</u>	<u>\$ 2,577,051</u>
Deferred Outflows - Related to Pensions				
Contributions Made in Current Year	\$ 218,250	\$ 83,716	\$ 301,966	\$ -----
Pension Costs	<u>1,066,153</u>	-----	<u>1,066,153</u>	-----
Total Deferred Outflows - Related to Pensions	<u>\$ 1,284,403</u>	<u>\$ 83,716</u>	<u>\$ 1,368,119</u>	\$ -----
Liabilities				
Current Liabilities				
Accounts and Claims Payable	\$ 314,414	\$ 139,895	\$ 454,309	\$ -----
Accrued Liabilities	<u>2,590</u>	<u>42,851</u>	<u>45,441</u>	-----
Total Current Liabilities	<u>\$ 317,004</u>	<u>\$ 182,746</u>	<u>\$ 499,750</u>	\$ -----
Non-Current Liabilities				
Customer Deposits	\$ -----	\$ 122,862	\$ 122,862	\$ -----
Due within One Year	321,190	888,962	1,210,152	100,000
Due in more than One Year	1,678,134	19,777,941	21,456,075	-----
Net Pension Liability	<u>2,076,431</u>	<u>1,292,910</u>	<u>3,369,341</u>	-----
Total Non-Current Liabilities	<u>\$ 4,075,754</u>	<u>\$ 22,082,675</u>	<u>\$ 26,158,430</u>	<u>\$ 100,000</u>
Total Liabilities	<u>\$ 4,392,759</u>	<u>\$ 22,265,421</u>	<u>\$ 26,658,180</u>	<u>\$ 100,000</u>
Deferred Inflows - Related to Pensions				
	<u>\$ 516,949</u>	\$ -----	<u>\$ 516,949</u>	\$ -----
Net Positions				
Net Investment in Capital Assets	\$ 15,155,247	\$ 13,685,802	\$ 28,841,049	\$ 1,649,571
Restricted For:				
Capital Assets/Projects	2,246,611	-----	2,246,611	-----
Economic Development	525,114	-----	525,114	-----
Tourism	7,638	-----	7,638	-----
Public Service	-----	-----	-----	-----
Debt Service	-----	1,063,173	1,063,173	-----
Unrestricted	<u>3,820,188</u>	<u>12,869,663</u>	<u>16,689,851</u>	<u>827,480</u>
Total Net Positions	<u>\$ 21,754,798</u>	<u>\$ 27,618,638</u>	<u>\$ 49,373,436</u>	<u>\$ 2,477,051</u>

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

City of West Point, Georgia

Statement of Activities

For the Year Ended December 31, 2019

Functions/Programs	Program Revenues				Net (Expense) Revenue
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government					
Governmental Activities	\$ 1,262,580	\$ 174,033	\$ 70,210	\$ 133,404	\$ < 1,088,547 >
General Government	3,794,253	407,963	---	878,662	< 3,182,676 >
Public Safety	794,866	---	---	103,439	83,796
Public Service	352,717	21,929	---	---	< 227,349 >
Culture and Recreation	804,597	13,428	55,539	---	< 735,630 >
Housing and Urban Development	82,188	---	---	---	< 82,188 >
Interest on Long-Term Debt	6,558,869	617,353	125,749	1,115,505	\$ < 5,232,594 >
Total Governmental Activities	\$ 3,823,929	\$ 3,936,944	\$ 125,749	\$ 1,115,505	\$ 113,015
Business-Type Activities	5,232,349	6,908,998	---	---	1,676,649
Water and Sewer System	1,368,362	1,537,112	---	---	168,750
Electric System	510,704	391,340	---	---	< 119,364 >
Gas System	10,935,344	12,774,394	---	---	\$ 1,839,050
Sanitation System	17,494,213	13,391,747	125,749	---	\$ < 3,393,544 >
Total Business-Type Activities	\$ 145,365	\$ 120,000	\$ 120,000	\$ 120,000	\$ < 186,223 >
Total Primary Government	\$ 181,831	\$ 120,000	\$ 120,000	\$ 120,000	\$ < 40,572 >
Non-Major Discretely Presented Component Units					
West Point Development Authority	---	---	---	---	< 226,795 >
Downtown West Point Development Authority	---	---	---	---	---
Total Non-Major Discretely Presented Component Units	\$ 47,230	\$ 47,230	\$ 47,230	\$ 47,230	\$ 47,230
Changes in Net Positions					
Net (Expense) Revenue	\$ 2,375,183	\$ 248,517	\$ 249,227	\$ 249,227	\$ 249,227
General Revenues	248,517	805,001	805,001	805,001	---
General Purpose Taxes	805,001	263,731	263,731	263,731	---
Malt Beverage and Liquor	816,142	7,918	---	---	---
Sales Tax	131,569	6,836	---	---	---
Insurance Premium	87,950	807	1,309	---	---
Franchise Tax	173,789	---	---	---	---
Hotel/Motel Tax	1,558,365	---	---	---	---
Motor Vehicle (Ad Valorem)	6,482,516	---	---	---	---
Intangible	---	---	---	---	---
Energy Excise	---	---	---	---	---
Unrestricted Investment Earnings	---	---	---	---	---
Restricted Investment Earnings	---	---	---	---	---
Miscellaneous	---	---	---	---	---
Transfers - Internal Activities	---	---	---	---	---
Total General Revenues and Transfers	\$ 1,249,922	\$ 281,994	\$ 281,994	\$ 281,994	\$ 23,600
Change in Net Positions	20,504,877	27,336,644	47,841,521	47,841,521	1,739,824
Net Positions - Beginning of Year	21,754,799	27,618,638	49,373,437	49,373,437	1,763,424
Net Positions - End of Year	\$ 42,259,676	\$ 54,955,282	\$ 97,215,068	\$ 97,215,068	\$ 3,503,248

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

Fund Financial Statements

Governmental Funds

City of West Point, Georgia
Balance Sheet
Governmental Funds
For the Year Ended December 31, 2019

	Major Governmental Funds				Non-Major Governmental Funds	Total Governmental Funds
	General	Capital Projects SPLIST-Harris 14	SPLIST-Troup 12	SPLIST Troup 19		
Assets						
Cash and Cash Equivalents	\$ 4,129,591	\$ 639,346	\$ 737,546	\$ 689,809	\$ 371,812	\$ 6,568,104
Receivables (Net of Allowance)						
Taxes	341,833					341,833
Intergovernmental					7,661	7,661
Other	479,639				492,482	972,121
Due from Other Funds	492,458				30,063	522,521
Inventory	2,153					2,153
Total Assets	\$ 5,445,674	\$ 639,346	\$ 737,546	\$ 689,809	\$ 902,018	\$ 8,414,393
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$ 314,414					\$ 314,414
Accrued Liabilities	2,035				555	2,590
Due to Other Funds		30,063			158,798	188,861
Total Liabilities	\$ 316,449	\$ 30,063			\$ 159,353	\$ 505,865
Fund Balances						
Nonspendable - Inventory	\$ 2,153					\$ 2,153
Restricted - Capital Projects		609,283	737,546	689,809	324,854	2,361,492
Restricted - Economic Development					525,114	525,114
Restricted - Public Service						
Restricted - Tourism					7,638	7,638
Assigned - Fire Station	115,791					115,791
Assigned - Law Enforcement	77,451					77,451
Unassigned	4,933,830				< 114,941 >	4,818,889
Total Fund Balances	\$ 5,129,225	\$ 609,283	\$ 737,546	\$ 689,809	\$ 742,665	\$ 7,908,528
Total Liabilities and Fund Balances	\$ 5,445,674	\$ 639,346	\$ 737,546	\$ 689,909	\$ 902,018	\$ 8,414,393

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

City of West Point, Georgia
**Reconciliation of the Balance Sheet of
Governmental Funds to the Statement of Net Positions**
For the Year Ended December 31, 2019

	2019	2018
Total Fund Balance - All Governmental Funds	\$ 7,908,528	\$ 7,528,121
Amounts Reported for Governmental Activities in the Statements of Net Positions are Different Because:		
Capital Assets Used in Governmental Activities are not Financial Resources and, Therefore, are not Reported in the Funds	17,154,571	17,015,116
Some Liabilities, Including Capital Leases and Net Pension Obligation, are not Due and Payable in the Current Period and, therefore, are not Reported in the Funds	<4,075,754>	<4,168,785>
The Current Pension Contribution is an expenditure in the Governmental Funds, but is considered a Deferred Outflow on the Statement of Net Positions	218,250	170,483
Deferred Outflows Related to Pension Costs	1,066,153	726,070
Deferred Inflows Related to Pension Costs	<u>< 516,949></u>	<u>< 766,128></u>
Net Positions of Governmental Activities	<u>*\$21,754,799</u>	<u>\$20,504,877</u>

- \$1 Rounding Error

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

City of West Point, Georgia
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	Major Governmental Funds				Total Governmental Funds
	General	Capital Projects		Other Funds	
		SPILOST-Harris 14	SPILOST-Troup 12		
Revenues					
Taxes	\$ 4,734,929	-----	-----	-----	\$ 4,742,847
Licenses and Permits	126,263	-----	-----	-----	126,263
Intergovernmental	136,514	133,351	103,438	703,293	1,185,990
Charges for Services	253,150	-----	-----	-----	346,856
Fines, Forfeitures and Penalties	144,234	-----	-----	-----	144,234
Investment Income	807	-----	-----	-----	7,568
Miscellaneous & Donations	228,999	-----	-----	-----	228,999
Total Revenues	\$ 5,624,896	\$ 133,351	\$ 103,438	\$ 703,293	\$ 6,782,759
Expenditures					
Current:					
General Government	\$ 1,183,553	-----	-----	-----	\$ 1,183,553
Public Safety	3,536,221	-----	-----	-----	3,536,221
Public Service	668,475	-----	-----	-----	1,001,422
Culture and Recreation	107,399	-----	-----	-----	115,317
Housing and Urban Development	1,525,549	-----	-----	-----	1,525,549
Capital Outlay	-----	-----	84,924	13,424	98,348
Current Operations	-----	-----	270,000	-----	475,657
Debt Service:					
Principal Retirements	133,674	71,983	6,075	-----	82,188
Interest	75,399	714	-----	-----	13,424
Total Expenditures	\$ 7,230,270	\$ 72,697	\$ 360,999	\$ 13,424	\$ 8,018,255
Excess of Revenues Over <Under> Expenditures	\$ <1,605,374 >	\$ 60,654	\$ < 257,561 >	\$ 689,869	\$ <1,152,560 >
Other Financing Sources (Uses)					
Debt Proceeds	\$ 57,600	-----	-----	-----	\$ 57,600
Transfers In/<Out> - Net	1,558,365	-----	-----	-----	1,558,365
Total Other Financing Sources (Uses)	\$ 1,615,965	-----	-----	-----	\$ 1,615,965
Change in Fund Balance	\$ 10,591	\$ 60,654	\$ < 257,561 >	\$ 689,869	\$ 1,066,484
Fund Balance - Beginning of Year	\$ 5,118,634	\$ 548,630	\$ 995,107	-----	\$ 7,528,121
Fund Balance - End of Year	\$ 5,129,225	\$ 609,284	\$ 737,546	\$ 689,928	\$ 7,991,585

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

City of West Point, Georgia
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2019

	<u>2019</u>	<u>2018</u>
Net Change in Fund Balances - All Governmental Funds	\$ 380,467	\$ 460,681
Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:		
Governmental Funds Report Capital Outlay 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.		
Capital Outlay	1,054,549	657,457
Depreciation	< 915,094>	< 918,610>
Payment of the Current Pension Contribution is an expenditure in the governmental funds, but is considered a deferred outflow on The Statement of Net Positions and is not reported on the Statement of Activities		
	218,250	170,483
Payment of the Current Pension Contribution by the State Of Georgia on behalf of the GFP and POAB		
	Not Available	Not Available
Capital Lease Proceeds provide Current Financial Resources to Governmental Funds, but Issuing Debt Increases Long-Term Liabilities in the Statement of Net Positions. Repayment of Capital Lease Principal is an Expenditure in the Governmental Funds, but the Repayment Reduces Long-Term Liabilities in the Statement of Net Positions.		
Principal Retirements	475,657	657,119
Principal from Long-Term Debt	< 57,600>	-----
Amortization of Bond Premiums (a decrease in interest expense)	-----	36,170
Correction in Long-Term Liabilities from Prior Year	34,465	-----
Some Expenses Reported in the Statement of Activities do not Require the use of Current Financial Resources and, Therefore, are not Reported as Expenditures in the General Fund.		
Pension Expense - (GMEBS)	< 263,868>	< 133,568>
Pension Expense - (GFP)	Not Available	Not Available
Pension Expense - (POAB)	Not Available	Not Available
Increase in Deferred Outflows- Pension Costs	340,083	-----
Decrease in Deferred Inflows- Pension Costs	<u>249,179</u>	<u>-----</u>
Change in Net Positions of Governmental Activities	<u>\$ 1,516,088</u>	<u>\$ 929,732</u>

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

Proprietary Funds

City of West Point, Georgia
Proprietary Funds
Statement of Net Positions
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES - MAJOR ENTERPRISE FUNDS				TOTAL
	WATER AND SEWER FUND	ELECTRIC FUND	GAS FUND	SANITATION FUND	
Assets					
Current Assets					
Cash and Cash Equivalents	\$ 5,286,371	\$ 5,013,846	\$ 2,764,672	\$	\$13,064,889
Receivables	713,760	102,442	307,485	58,231	1,181,918
Accounts	67,825	-----	67,825	-----	135,650
Inventory	94,232	293,192	78,534	-----	465,958
Total Current Assets	<u>\$ 6,162,188</u>	<u>\$ 5,409,480</u>	<u>\$ 3,218,516</u>	<u>\$ 58,231</u>	<u>\$14,848,415</u>
Non-Current Assets					
Restricted Assets					
Restricted Investments	\$ 122,100	\$ -----	\$ -----	\$ -----	\$ 122,100
Restricted Cash	941,073	-----	-----	-----	941,073
Capital Assets - Net	30,362,854	1,005,534	2,735,176	254,501	34,358,065
Total Non-Current Assets	<u>\$31,426,027</u>	<u>\$ 1,005,534</u>	<u>\$ 2,735,176</u>	<u>\$ 254,501</u>	<u>\$35,421,238</u>
Total Assets	<u>\$37,588,215</u>	<u>\$ 6,415,014</u>	<u>\$ 5,953,692</u>	<u>\$ 312,732</u>	<u>\$50,269,653</u>
Deferred Outflows					
Pension Contributions made in Current Year	\$ 34,450	\$ 29,126	\$ 11,510	\$ 8,630	\$ 83,716
Liabilities and Net Positions					
Current Liabilities					
Accounts Payable	\$ 64,143	\$ 45,849	\$ 24,531	\$ 5,371	\$ 139,894
Accrued Liabilities	19,165	8,050	9,863	5,773	42,851
Interfund Payable	333,660	135,651	-----	-----	469,311
Notes Payable and Revenue Bonds - Current	705,142	-----	189,180	-----	894,322
Total Current Liabilities	<u>\$ 1,122,110</u>	<u>\$ 189,550</u>	<u>\$ 223,574</u>	<u>\$ 11,144</u>	<u>\$ 1,546,378</u>
Long-Term Liabilities					
Customer Deposits	\$ 35,692	\$ 59,579	\$ 27,591	\$ -----	\$ 122,862
Net Pension Liability	478,949	493,768	152,348	167,845	1,292,910
Notes Payable/Revenue Bonds	17,979,571	-----	1,793,010	-----	19,772,581
Total Long-Term Liabilities	<u>\$18,494,212</u>	<u>\$ 553,347</u>	<u>\$ 1,972,949</u>	<u>\$ 167,845</u>	<u>\$21,193,713</u>
Total Liabilities	<u>\$19,616,322</u>	<u>\$ 742,897</u>	<u>\$ 2,196,523</u>	<u>\$ 178,989</u>	<u>\$21,188,353</u>
Net Positions					
Net Investment in Capital Assets	\$11,678,141	\$ 1,005,534	\$ 747,626	\$ 254,501	\$13,685,802
Restricted for Debt Service	1,063,173	-----	-----	-----	1,063,173
Unrestricted	5,265,029	4,695,709	3,021,053	< 112,128 >	12,869,663
Total Net Positions	<u>\$18,006,343</u>	<u>\$ 5,701,243</u>	<u>\$ 3,768,679</u>	<u>\$ 142,373</u>	<u>\$27,618,638</u>

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

City of West Point, Georgia
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES - MAJOR ENTERPRISE FUNDS				TOTAL
	WATER AND SEWER FUND	ELECTRIC FUND	GAS FUND	SANITATION FUND	
Operating Revenues					
Water and Sewer System	\$ 3,935,220	\$	\$ 1,537,112	\$	\$ 3,935,220
Gas System	-----	-----	-----	-----	1,537,112
Electric System	-----	6,882,438	-----	-----	6,882,438
Sanitation System	-----	-----	-----	391,340	391,340
Other (including Intergovernmental)	1,724	26,560	-----	-----	28,284
Total Operating Revenues	\$ 3,936,944	\$ 6,908,998	\$ 1,537,112	\$ 391,340	\$12,774,394
Operating Expenses					
Water and Sewer System	\$ 2,461,295	\$	\$ 651,905	\$	\$ 2,461,295
Gas System	-----	-----	-----	-----	651,905
Electric System	-----	1,160,799	-----	-----	1,160,799
Sanitation System	-----	-----	-----	493,187	493,187
Gas Purchases	-----	-----	605,159	-----	605,159
Electric Purchases	-----	4,023,224	-----	-----	4,023,224
Depreciation	639,844	48,326	46,714	17,517	752,401
Total Operating Expenses	\$ 3,101,139	\$ 5,232,349	\$ 1,303,778	\$ 510,704	\$10,147,970
Operating Income <Loss>	\$ 835,805	\$ 1,676,649	\$ 233,334	\$ < 119,364 >	\$ 2,626,424
Non-Operating Revenues (Expenses)					
Investment Income	\$ 1,309	\$	\$	\$	\$ 1,309
Interest Expense	< 722,790 >	-----	< 64,584 >	-----	< 787,374 >
Total Non-Operating Revenues (Expenses)	\$ < 721,481 >	\$	\$ < 64,584 >	\$	\$ < 786,065 >
Net Income <Loss> before Capital Contributions and Transfers	\$ 114,324	\$ 1,676,649	\$ 168,750	\$ < 119,364 >	\$ 1,840,359
Capital Contributions	-----	-----	-----	-----	-----
Transfers In <Out>	-----	< 1,533,487 >	< 137,353 >	112,475	< 1,558,365 >
Change in Net Positions	\$ 114,324	\$ 143,162	\$ 31,397	\$ < 6,889 >	\$ 281,994
Net Positions - Beginning of Year	17,892,019	5,558,081	3,737,282	149,262	27,336,644
Net Positions - End of Year	\$18,006,343	\$ 5,701,243	\$ 3,768,679	\$ 142,373	\$27,618,638

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

City of West Point, Georgia
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES - MAJOR ENTERPRISE FUNDS				TOTAL
	WATER AND SEWER FUND	ELECTRIC FUND	GAS FUND	SANITATION FUND	
Cash Flows from Operating Activities					
Cash Received from Customers and Users	\$ 3,886,565	\$ 7,057,331	\$ 1,708,390	\$ 367,910	\$ 13,020,196
Cash Paid to Suppliers	< 1,843,740>	< 4,659,033>	< 890,098>	< 334,124>	< 7,726,995>
Cash Paid to Employees	< 603,522>	< 535,398>	< 207,974>	< 158,927>	< 1,505,821>
Net Cash Provided By Operating Activities	\$ 1,439,303	\$ 1,862,900	\$ 610,318	\$ < 125,141>	\$ 3,787,380
Cash Flow Provided Non-Capital Financing Activities					
Interfund Loan	\$ 459,528	\$ -----	\$ -----	\$ -----	\$ 459,528
Transfers In <Out>	-----	< 1,533,487>	< 137,353>	112,475	< 1,558,365>
Increase/<Decrease> in Net Pension Liability	51,826	44,306	16,985	12,666	125,783
Increase/<Decrease> in Customer Deposits	< 480>	11,537	4,792	-----	15,849
Net Cash Used in Non-Capital Financing Activities	\$ 510,874	\$ < 1,477,644>	\$ < 115,576>	\$ 125,141	\$ < 957,205>
Cash Flows from Capital and Related Financing Activities					
Principal Payments on Notes Payable and Revenue Bonds	\$ < 684,975>	\$ -----	\$ < 183,480>	\$ -----	\$ < 868,455>
Acquisition of Capital Assets	< 55,957>	< 103,937>	< 41,420>	-----	< 201,214>
Interest Expense	< 722,790>	-----	< 64,584>	-----	< 787,374>
Net Cash used in Capital and Related Financing Activities	\$ < 1,463,722>	\$ < 103,937>	\$ < 289,484>	\$ -----	\$ < 1,857,043>
Cash Flows from Investing Activities					
Interest Income	\$ 1,309	\$ -----	\$ -----	\$ -----	\$ 1,309
Net Cash provided by Investing Activities	\$ 1,309	\$ -----	\$ -----	\$ -----	\$ 1,309
Net Increase <Decrease> in Cash	\$ 487,764	\$ 281,319	\$ 205,258	\$ -----	\$ 974,441
Cash - Beginning of Year	5,739,680	4,732,532	2,559,414	-----	13,031,626
Cash - End of Year	\$ 6,227,444*	\$ 5,013,851	\$ 2,764,772	\$ -----	\$ 14,006,067

* Unrestricted \$4,723,800
 Restricted \$1,015,880

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

City of West Point, Georgia
Proprietary Funds
Statement of Cash Flows (Continued)
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES - MAJOR ENTERPRISE FUNDS				TOTAL
	WATER AND SEWER FUND	ELECTRIC FUND	GAS FUND	SANITATION FUND	
Report on the Balance Sheet as					
Cash and Cash Equivalents	\$ 5,286,371	\$ 5,013,851	\$ 2,764,672	\$	\$13,064,894
Restricted Cash	941,073	-----	-----	-----	941,073
Total	<u>\$ 6,227,444</u>	<u>\$ 5,013,851</u>	<u>\$ 2,764,672</u>	<u>\$</u>	<u>\$14,005,967</u>
Cash Flows from Operating Activities					
Operating Income <Loss>	\$ 835,805	\$ 1,676,649	\$ 233,334	\$ < 119,364 >	\$ 2,626,424
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities					
Depreciation	639,844	48,326	46,714	17,517	752,401
Changes in Operating Assets and Liabilities					
Accounts Receivable	< 50,379 >	148,333	171,278	< 23,430 >	245,802
Inventory	232 >	37	142,069	-----	141,874
Accounts Payable	19,854	< 20,528 >	11,499	< 17 >	10,808
Accrued Liabilities	316	812	22	12	1,162
Deferred Outflows of Resources for Pensions	< 5,905 >	9,271	5,402	141	8,909
Net Cash Provided by Operating Activities	<u>\$ 1,439,303</u>	<u>\$ 1,862,900</u>	<u>\$ 610,318</u>	<u>\$ < 125,141 ></u>	<u>\$ 3,787,380</u>

Supplemental Schedule of Non-Cash Investing and Financing Activities

Acquisition of Capital Assets	\$	-----	\$	-----	\$	-----	\$	-----
Capital Assets Acquired through Contributions	-----	-----	-----	-----	-----	-----	-----	-----
Total	<u>\$</u>	<u>-----</u>	<u>\$</u>	<u>-----</u>	<u>\$</u>	<u>-----</u>	<u>\$</u>	<u>-----</u>

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

Component Units

West Point Development Authority
Statement of Net Positions
For the Year Ended December 31, 2019

	2019
ASSETS	
Current Assets	
Cash	\$ 614,452
Note Receivable	<u>114,131</u>
Total Current Assets	<u>\$ 728,583</u>
Non-current Assets	
Capital Assets, Net	<u>\$ 1,114,879</u>
Total Non-Current Assets	<u>\$ 1,114,879</u>
TOTAL ASSETS	<u>\$ 1,843,462</u> =====
NET POSITIONS	
Investment in Capital Assets	\$ 1,114,879
Unrestricted	<u>728,583</u>
TOTAL NET POSITIONS	<u>\$ 1,843,462</u> =====

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

West Point Development Authority
Statement of Revenues, Expenses,
and Changes in Fund Net Positions
For the Year Ended December 31, 2019

	2019
Operating Revenue	
Intergovernmental	\$ 120,000
KIA (Payment in Lieu)	100,000
Mobis Bond Fee	55,000
Total Operating Revenue	\$ 275,000
Operating Expenses	
Contribution to Downtown West Point Authority	\$ 29,600
Community Development/Project	32,755
Office Expenses	9,210
Insurance	4,928
Professional Dues	10,150
Travel	128
Contract Work	57,539
Education/Training	315
Marketing and Promotions	740
Total Operating Expenses	\$ 145,365
Operating Income <Loss>	\$ 129,635
Non-Operating Revenue	
Investment Interest	\$ 810
Change in Net Positions	\$ 130,445
Net Position - Beginning of Year	\$ 1,713,017
Net Position - End of Year	\$ 1,843,462

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

West Point Downtown Development Authority
Statement of Net Positions
For the Period Ending December 31, 2019

	<u>Governmental Activities</u>
Assets	
Current Assets	
Cash and Cash Equivalents	\$ 98,897
Total Current Assets	<u>\$ 98,897</u>
Non-Current Assets	
Property and Equipment	\$ 2,117
Land	634,692
Accumulated Depreciation	< 2,117 >
Total Non-Current Assets	<u>\$ 733,589</u>
Total Assets	<u>\$ 744,898</u>
Liabilities	
Current Liabilities	
Due to West Point Development Authority	<u>\$ 100,000</u>
Total Liabilities	<u>\$ 100,000</u>
Net Positions	
Invested in Capital Assets	\$ 534,692
Unrestricted	<u>98,897</u>
Total Net Positions	<u>\$ 633,589</u>

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

West Point Downtown Development Authority
Statement of Activities
For the Period Ending December 31, 2019

	Program Revenues			Primary Government			
Functions/Programs	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Total	2018
Primary Government:							
Government Activities	\$ 36,466	\$ -----	\$ -----	\$ -----	\$ < 36,466 >	\$ < 36,466 >	\$ 405,263
General Government	\$ 36,466	\$ -----	\$ -----	\$ -----	\$ < 36,466 >	\$ < 36,466 >	\$ 405,263
Total Governmental Activities	\$ 36,466	\$ -----	\$ -----	\$ -----	\$ < 36,466 >	\$ < 36,466 >	\$ 405,263
Total Primary Government	\$ 36,466	\$ -----	\$ -----	\$ -----	\$ < 36,466 >	\$ < 36,466 >	\$ 405,263
General Revenues						\$ 31,146	\$ 4,104
General Purpose Taxes						\$ 31,146	\$ 4,104
Property Tax						\$ 31,146	\$ 4,104
Total General Revenues						\$ 31,146	\$ 4,104
Change in Net Positions						\$ < 5,320 >	\$ 409,367
Net Positions - Beginning						638,909	229,542
Net Positions - Ending						\$ 633,589	\$ 638,909

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

Notes to the Basic Financial Statements

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

The City of West Point, Georgia (the “City”), which was incorporated in 1828 under the provisions of the State of Georgia, has a population of 3,382 living within an area of 11.7 square miles. The City is a Georgia municipal corporation and operates under a charter adopted in 1900 and is a City Administrator/Mayor and Council form of government.

The City provides the following services as authorized by its charter: public safety (police and fire), highways and streets, housing and urban development, sanitation, recreation, natural gas, electricity, water and sewer, and general administrative services.

Note 1 – Summary of Significant Accounting Policies

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

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

1-A. Reporting Entity

The reporting entity is comprised of the primary government, and component units and other organizations that are included to ensure that the financial statements are not misleading.

The component unit is a legally separate organization for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization’s governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; (2) the City is legally entitled to or can otherwise access the organization’s resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; the City is obligated for the debt of the organization.

The discretely presented component unit generally is reported only at the government-wide financial reporting level.

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

The following component units are discretely presented in the reporting entity:

The West Point Development Authority, (the “Authority”), consists of a board appointed by the governing authority of the City. The Authority promotes the industrial and economic development of the City. Although it is legally separate from the City, the Council appoints all of the Authority’s board members and provides a substantial portion of the Authority’s funding. However, the City does not control the operations of the Authority. The Authority is reported as a component unit in the City’s financial statements due to its financial dependence on the City. Separate financial statements are not prepared by the Authority; therefore, the financial statements can be obtained by writing to the City of West Point, P.O. Box 487, West Point, GA 31833.

The West Point Downtown Development Authority (the “DDA”) consists of a board appointed by the governing authority of the City. The DDA promotes the growth of Downtown area. Although it is legally separate from the City, the Council appoints all of the DDA’s board members and the substantial portion of the DDA’s funding is collected by the City through an additional Downtown Tax Levy. However, the City does not control the operations of the DDA. The DDA is reported as a component unit in the City’s financial statements due to its governing dependence on the City. Separate financial statements are not prepared by the DDA; therefore, the financial statements can be obtained by writing to the City of West Point, P.O. Box 487, West Point, GA 31833.

1-B. Basis of Presentation

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

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Government-wide Financial Statements – The government-wide financial statements include a statement of net positions and a statement of activities. These statements report financial information for the City as a whole. All funds other than fiduciary activities are included at the government-wide reporting level. Individual funds are not displayed at this reporting level, but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

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

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

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

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

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

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The fiduciary funds are reported by type.

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

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

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

Capital Projects (SPLOST 2012 and 2019 Troup Co. and SPLOST 2014 Harris Co.) – Major Fund – These Funds account for the activities carried out by the City from intergovernmental grants and revenues for infrastructure, construction and land acquisition under terms of certain municipal agreements.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Proprietary Funds – Proprietary fund reporting focuses on the determination of operating income, changes in net positions, financial position and cash flows. Proprietary funds are classified as enterprise funds.

Water and Sewer System Fund – Major Fund - This fund is used for the operation of the City’s water and sewer system which renders services to the residents and businesses located within the City.

Electric Fund – Major Fund - This fund is used to account for the operations of the City’s electric system.

Gas Fund – Major Fund - This fund is used for the operation of the City’s natural gas system.

Sanitation Fund – Major Fund - This fund is used for the operation of the City’s sanitation system.

1-C. Measurement Focus

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

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

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

1-D. Basis of Accounting

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

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

Revenues – Non-exchange Transactions – Non-exchange transactions in which the City receives value without directly giving equal value in return, include sales taxes, property taxes, grants, and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place and on the modified accrual basis, it is recognized in the year received (i.e., when considered available). Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (Note 4-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

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

Deferred Revenue – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) are recorded as deferred revenue.

Expenses/Expenditures – (including Prepaid) On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable. Expenditure recognition for prepaids in governmental funds is recognized during the benefiting periods.

Deferred Inflow/Outflow of Resources – Deferred inflow and outflow of resources are certain items that were previously classified as Assets or Liabilities, but do not meet the criteria for an asset or liability such as deferred revenue defined above and deferred gains and losses on bond debt refunding.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Georgia Municipal Employees' Benefit System (GMEBS) and additions to/deductions from (GMEBS) fiduciary net position have been determined on the same basis as they are reported by GMEBS. The City of West Point's employer contributions are recognized when due and the City of West Point has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of GMEBS. Investments are reported at fair value.

For purposes of measuring the net pension expense, information about the fiduciary net position of the Firefighters' Pension Fund and the Georgia Peace Officer's Annuity and Benefit Fund and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the Firefighters' Pension Fund and the Georgia Peace Officer's Annuity and Benefit Fund. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

1-E. Assets, Liabilities and Fund Equity

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

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

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

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

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

Any investment or deposit in excess of the Federal Deposit Insurance Corporation (FDIC) insured amount must be secured by 110% of an equivalent amount of State or U.S. obligations. Investments are stated at fair value based upon quoted market prices.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

1-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the government-wide statement of net positions, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4. Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method). On the fund financial statements, inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as expenditure in the governmental fund types when consumed.

1-E-5. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The City reports these assets in the governmental activities column of the government-wide statement of net positions but does not report these assets in the governmental fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide statement of net positions and in the enterprise funds’ statement of net positions.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of two thousand five hundred dollars. The City’s infrastructure consists of roads, bridges and water and sewer lines. Improvements (i.e., betterments) to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized.

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	20 years	20 years
Buildings and Plant*	40 years	40 – 50 years
Machinery, Equipment & Furniture	7 – 12 years	7 – 25 years
Vehicles	7 – 25 years	7 – 25 years
Infrastructure	25 – 50 years	25 – 50 years

*Includes Water and Sewer lines.

1-E-6. Compensated Absences

Neither vacation nor sick leave benefits are paid at termination neither does the unused vacation rollover to the subsequent year. Therefore, compensated absences are not accrued.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

1-E-7. Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds.

1-E-8. Bond Premiums, Discounts and Issuance Costs

On the government-wide statement of net positions and the proprietary fund type statement of net positions, bond premiums and discounts are netted against bonds payable and bond issuance costs are reported as current charges. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts are netted against the bond debt (interest) and amortized over the life of the bonds using the interest method or the straight line method, if a material misstatement is not created.

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

1-E-9. 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 positions.”

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

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council through the adoption of a resolution. Only the City Council may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes, that are neither restricted or committed. Through resolution, the City Council has authorized the City Manager to assign fund balances.
- **Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

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

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

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

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

1-E-10. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, sewer, electric and sanitation programs. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each program.

1-E-11. Non-Operating Revenues and Expenses

Non-operating revenues are those revenues not generated directly from the primary activity of the proprietary funds. For the City, these revenues are interest revenues generated from cash holdings. Non-operating expenses are not considered necessary costs incurred to provide the good or service related to the primary activity of each program. The City's proprietary non-operating expenses are interest expense incurred on the related debt and amortization of a deferred loss.

1-E-12. Contributions of Capital

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

1-E-13. Interfund Activity

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

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

1-E-14. Estimates

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

1-E-15. Comparative Data

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

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information

The City adopts an annual operating budget for the general fund, each special revenue fund and each enterprise fund. A project budget is adopted for each projects fund. The budget resolution reflects the total of each department's appropriation in each fund.

The governmental funds' budgets are adopted on a basis consistent with GAAP, except that outstanding encumbrances at year-end are reported as budgetary expenditures. Enterprise fund budgets are adopted on a basis consistent with GAAP, except that outstanding encumbrances at year-end are reported as budgetary expenses.

The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is the department level with the following provisions:

- The City Manager may transfer funds from one object or purpose to another within the same department
- The City Council may amend the budget by motion during the fiscal year.

Formal budgetary integration is employed as management control device during the year for all budgeted funds.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

2-B. Excess of Expenditures Over Appropriations

The following funds reported expenditures/expenses over appropriations: Appropriated Actual Unfavorable

None

Note 3 – Detailed Notes on All Funds

3-A. Deposits and Investments

Custodial Credit Risk-Deposits – The bank balance is classified into three categories of credit risk: 1) cash that is insured or collateralized with securities held by the City or by its agent in its name, 2) cash collateralized with securities held by the pledging financial institution’s trust department or agent in the City’s name, and 3) uncollateralized bank accounts including any bank balance that is collateralized with securities held by the pledging institution’s trust department or agent but not in the City’s name.

The City’s deposits are classified as follows at December 31, 2019:

(in thousands of dollars)	Category			Bank Balance	Carrying Amount
	1	2	3		
Primary Government	\$ 22,746	\$ -----	\$ -----	\$ 22,746	\$ 20,574
Component Unit:					
West Point Development Authority	\$ 614	\$ -----	\$ -----	\$ 614	\$ 614
Downtown West Point Development Authority	99	-----	-----	99	99
	<u>\$ 713</u>	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ 713</u>	<u>\$ 713</u>

Investments – Primary Government – Investments of the City are categorized below to give an indication of the level of risk assumed by the City at year-end. Category 1 includes investments that are insured or registered or for which the City’s agent in the City’s name holds the securities. Category 2 includes uninsured and unregistered investments for which the counterparty’s trust department or agent in the City’s name holds the securities. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the City’s name. The City also participates in the Georgia Fund 1. The participation is minimal and account balance at December 31, 2019 is zero.

(Amounts Expressed in Thousands)	Category			Carrying Amount/ Fair Value
	1	2	3	
Investment Instrument				
Georgia Fund One	\$ -----	\$ -----	\$ -----	\$ -----
City of West Point Certificates of Deposit	<u>122</u>	<u>-----</u>	<u>-----</u>	<u>122</u>
Grand Total	<u>\$ 122</u>	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ 122</u>

Cash and Cash Equivalents Reconciliation:

	Primary Government
Fund Reporting Level:	
Governmental Funds - Balance Sheet	\$ 6,568,104
Proprietary Fund Type Statement of Net Positions	<u>13,064,889</u>
Total Carrying Amount	<u>\$ 19,632,993</u>

3-B. Receivables

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Receivables at December 31, 2019, consisted of taxes, grants, and accounts (billings for user charges).

Receivables and payables are recorded on the City's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

The City of West Point participates in the Revolving Loan Fund Program and currently has two Revolving Loans: Johnny's Pizza in the original amount of \$420,000 bearing an annual interest rate of two percent. The loan date began on December 1, 2015 with a monthly payment of \$2,702.74 due to the City for 180 months. The purpose of the loan was to acquire an ongoing business including personal and real property. The balance of the loan receivable at year end is \$317,836.

The second revolving loan is in the amount of \$170,000 dated December 1, 2019 bearing an annual interest rate of two percent. The loan payment will begin on January 1, 2020 in the amount of \$1,094 per month for 180 months. The purpose of the loan is to acquire a warehouse.

3-C. Property Taxes and Abatements

Normally, property tax levies are set by the City Council in September of each year for collection in the following fiscal year beginning January 1. Troup County spreads all levies over assessable property. Taxes are levied annually by the City and for the year ended December 31, 2019, the levy occurred on October 7, 2019. Real and personal property taxes are due December 12, 2019. Property taxes receivable become a lien on January 14, 2020 and are recorded in the General Fund usually in November of each fiscal year.

The City of West Point approved the following property tax abatement agreements (on an individual basis) originally as a part of an intergovernmental agreement between Troup County, Harris County and itself. The abatements' main purpose is for economic development and revitalization of the employment industry.

Taxpayer	Purpose	Abatement		Type	Dollar Amount	Entered into During Reporting Period?
		Years Remaining in Abatement	Percentage			
Daesol	Econ Dev *	^4	100%	Real	\$100,000	Y
Glovis	Econ Dev *	1	50%	Real	\$231,342	N
Glovis	Econ Dev *	1	50%	Personal	\$36,692	N
Mobis	Econ Dev *	1	50%	Real	\$154,183	N
Mobis	Econ Dev *	1	50%	Personal	\$68,990	N
Powertech	Econ Dev *	4	50%	Real	\$224,984	N
Powertech	Econ Dev *	2	50%	Personal	\$276,730	N
Powertech	Econ Dev *	2	75%	Personal	\$110,215	N
Hyundai Dymos	Econ Dev *	5	95%	Real	\$166,843	N
Hyundai Dymos	Econ Dev *	5	87.5%	Personal	\$114,146	N
Kia Motors	Econ Dev *	4	100%	Personal	\$1,617,893	N
Total Abatement					<u>\$2,802,108</u>	

*Economic Development

^Percentage decrease to 50% after 2019

1. Daesol made the commitment to invest a minimum of \$18,000,000 and create 60 jobs by 2017. No recapture rules apply.
2. Glovis made the commitment to invest a minimum \$35,000,000 and create a minimum of 400 jobs. If the commitments are achieved on or before December 31, 2012, the company shall thereafter continue to be entitled to the property tax reduction. If the company fails to meet the commitment the property tax reduction will end.
3. Mobis made the commitment to invest a minimum of \$37,000,000 and create a minimum of 420 jobs. If the commitments are achieved on or before December 31, 2012, the company shall thereafter continue to be entitled to the property tax reduction. If the company fails to meet the commitment the property tax reduction will end.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

4. Powertech made the commitment to invest a minimum of \$90,000,000 and create a minimum of 213 jobs. If the company does not achieve the commitment on or before such date of August 1, 2014 the amounts paid by the taxpayer as payments in lieu of taxes in all future years shall be increased by a percentage equal to the percentage by which the company investment and jobs creation has fallen short of the commitment. Job creation and investment shall be weighted equally.
5. Hyundai Dymos made the commitment to invest \$35,000,000 and create 300 new jobs within 24 months (September 2015). If the company does not achieve the commitment on or before such date of September 30, 2015 the amounts paid by the taxpayer as payments in lieu of taxes in all future years shall be increased by a percentage equal to the percentage by which the company investment and jobs creation has fallen short of the commitment. Job creation and investment shall be weighted equally.
6. Kia Motors America, Inc. made the commitment to invest \$450,000,000 and create a minimum of 1,800 jobs. No recapture penalties exist for failing to meet the commitments.

None of the commitments above are in jeopardy of not being fulfilled.

3-D. Capital Assets

Capital asset activity for the year ended December 31, 2019 was as follows:

(in thousands of dollars)	Balance 12/31/18	Transfers In/ Additions	Transfers Out/ Deletions	Balance 12/31/19
Governmental Activities:				
Capital Assets not being Depreciated:				
Land	\$ 2,389	\$ 753	\$ -----	\$ 3,142
Construction in Progress	-----	-----	-----	-----
Total Non Depreciable Assets	<u>\$ 2,389</u>	<u>\$ 753</u>	<u>\$ -----</u>	<u>\$ 3,142</u>
Depreciable Capital Assets:				
Furniture and Fixtures	\$ 338.5	\$ -----	\$ -----	\$ 338.5
Buildings and Plant	9,749	-----	-----	9,749
Vehicles, Machinery and Equipment	7041.5	144	-----	7,185.5
Infrastructure	8,128	157	-----	8,285
Total Depreciable Capital Assets	<u>\$ 25,257</u>	<u>\$ 301</u>	<u>\$ -----</u>	<u>\$ 25,558</u>
Accumulated Depreciation				
Furniture and Fixtures	\$ 188	\$ 3	\$ -----	\$ 191
Buildings and Plant	2,995	279	-----	3,274
Vehicles, Machinery and Equipment	4,559	298	-----	4,857
Infrastructure	2,889	335	-----	3,224
Total Accumulated Depreciation	<u>\$ 10,631</u>	<u>\$ 915</u>	<u>\$ -----</u>	<u>\$ 11,546</u>
Governmental Activities Depreciable Capital Assets, Net	<u>\$ 14,626</u>	<u>\$ < 614 ></u>	<u>\$ -----</u>	<u>\$ 14,012</u>
Total Non and Depreciable Capital Assets	<u>\$ 17,015</u>	<u>\$ 139</u>	<u>\$ -----</u>	<u>\$ 17,154</u>
	=====	=====	=====	=====
* Adjusted to reflect correct balance				
Governmental Activities Depreciation Expense:				
General Government		\$ 70		
Public Safety		365		
Public Service		210		
Culture and Recreation		237		
Housing and Urban Development		33		
Total Governmental Activities Depreciation Expense		<u>\$ 915</u>		
		=====		

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

	Balance 12/31/18	Additions	Deletions	Balance 12/31/19
Business-Type Activities:				
Capital Assets not being Depreciated:				
Land	\$ 53	\$ -----	\$ -----	\$ 53
Construction In Progress	-----	-----	-----	-----
Total Non-Depreciated Assets	<u>\$ 53</u>	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ 53</u>
Depreciable Capital Assets:				
Buildings and Plant	\$45,582.5	\$ 109	\$ -----	\$45,691.5
Vehicles, Machinery and Equipment	2,696	92	-----	2,788
Total Depreciable Capital Assets	<u>\$48,278.5</u>	<u>\$ 201</u>	<u>\$ -----</u>	<u>\$48,479.5</u>
Accumulated Depreciation				
Buildings and Plant	\$ 12,019	\$ 660	\$ -----	\$ 12,679
Vehicles, Machinery & Equipment	1,404	92	-----	1,496
Total Accumulated Depreciation	<u>\$ 13,423</u>	<u>\$ 752</u>	<u>\$ -----</u>	<u>\$ 14,175</u>
Business-Type Activities Depreciable Capital Assets, Net	<u>\$34,855.5</u>	<u>\$ < 551 ></u>	<u>\$ -----</u>	<u>\$34,304.5</u>
Total Non and Depreciable Capital Assets	<u>\$34,908.5</u>	<u>\$ < 551 ></u>	<u>\$ -----</u>	<u>\$34,304.5</u>
Component Units:				
West Point Development Authority				
Business-Type Activities				
Capital Assets Not Being Depreciated				
Land	\$ 854	\$ 261	\$ -----	\$ 1,115*
Downtown West Point Development Authority				
Business-Type Activities				
Current Assets Not Being Depreciated				
Land	\$ 634.5	\$ -----	\$ -----	\$ 634.5
Depreciable Capital Assets				
Vehicles, Machinery and Furniture	2	-----	-----	2
Accumulated Depreciation				
Vehicles, Machinery and Equipment	< 2 >	-----	-----	< 2 >
Total Non and Depreciable Capital Assets	<u>\$ 634.5</u>	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ 634.5</u>

- Includes 10th Street, 100E 10th Street, Skinner Drive, SR 18 HWY, 2000 Webb Road, 6101, Sorrento Road & 3735, 7001 & 6801 Kia Parkway properties.

3-E. Interfund Balances and Transfers

Interfund balances on December 31, 2019, consisted of the following amounts. The inter fund balances are not expected to be paid in one year from the date of the financial statements and have existed for more than one year and the original purpose of the inter fund balances were to finance capital acquisitions in other funds.

Payable From:

Payable To:	Water & Sewer Fund	Electric Funds	Non- Major Other Funds	Total
General Fund	\$ 333,660	\$ -----	\$ 188,861	\$ 522,521
Water and Sewer Fund	-----	67,825	-----	67,825
Gas Fund	-----	67,825	-----	67,825
	<u>\$ 333,660</u>	<u>\$ 135,650</u>	<u>\$ 188,861</u>	<u>\$ 658,171</u>
	=====	=====	=====	=====

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Interfund transfers for the year ended December 31, 2019, consisted of the following:

Transfers From:				
Transfers To:	General Fund	Electric Fund	Gas Fund	Total
General Fund	\$ -----	\$ 1,533,487	\$ 137,353	\$ 1,670,840
Sanitation Fund	<u>112,475</u>	<u>-----</u>	<u>-----</u>	<u>112,475</u>
Total	<u>\$ 249,828</u>	<u>\$ 1,533,487</u>	<u>\$ 137,353</u>	<u>\$ 1,783,315</u>

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; and to return money to the fund from which it was originally provided, once a project is completed.

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

3-F. Revenue Bonds Payable

The City issued Water and Sewer Bond Series Revenue A and B 2001 on June 1, 2001. The Bond Series of 2001 proceeds paid all expenses incident to the issuance of the bonds. The bonds are secured by a first lien on and payable solely from the net revenues of the system and the proceeds were used for water and sewer plant additions.

The City issued Water & Sewer Bond Series 2008 Bonds. The Bond Series of 2008 proceeds paid all expenses incident to the issuance of the Bonds. The Bonds are secured by a first lien on and payable solely from the net revenues of the system and the proceeds were used for water and sewer plant additions.

The following is a summary of revenue bond transactions of the City for the year ended December 31, 2019.

Name	Interest Rate	Balance Beginning of Year	Additions (Reductions) in Indebtedness	Balance End of Year
*2001 Series A	4.50% to 4.500%	\$ 3,462,397	\$< 83,191>	\$ 3,379,206
**2001 Series B	4.50% to 4.500%	606,458	< 14,494>	591,964
^2008 Series	2.50% to 4.125%	<u>8,590,833</u>	<u>< 143,675></u>	<u>8,447,158</u>
		<u>\$12,659,688</u>	<u>\$< 241,360></u>	<u>\$12,418,328</u>

- *Original issue amount \$4,393,830 - Purpose to Construct Water and Sewer Treatment Plant
- **Original issue amount \$ 769,580 - Purpose to Construct Water and Sewer Treatment Plant
- ^Original issue amount \$9,463,000 - Purpose to Construct a Sewer Treatment Plant

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

The annual principal maturities of the debt during the years following 2019 are as follows:

Year	2001 A	2001 B	2008	2001 A Interest	2001 B Interest	2008 Interest
2020	\$ 86,839	\$ 15,131	\$ 148,272	\$ 150,372	\$ 25,060	\$ 339,576
2021	90,513	17,211	150,419	146,763	24,357	338,305
2022	95,000	17,434	166,269	142,564	24,162	321,594
2023	101,166	18,533	183,389	135,870	23,045	300,071
2024	108,502	19,697	204,835	128,676	20,537	274,082
2025 - 2029	659,452	114,373	1,037,590	530,136	110,579	1,324,806
2030 - 2034	797,592	167,140	1,449,492	406,769	117,135	1,086,359
2035 - 2039	892,736	116,751	1,780,882	275,364	13,647	793,397
2040 - 2044	547,406	105,694	2,147,641	104,525	-----	443,540
2045 - 2048	-----	-----	1,176,369	-----	-----	116,439
	<u>\$ 3,379,206</u>	<u>\$ 591,964</u>	<u>\$ 8,445,158</u>	<u>\$ 2,021,039</u>	<u>\$ 358,522</u>	<u>\$ 5,338,169</u>

Interest expense for 2019 amounted to \$526,659 for the above and has been expended within the accompanying financial statements.

The J.P. Chase Bonds annual principal maturities of debt during the years following 2019 are as follows:

Name	Interest Rate	Balance Beginning of Year	Additions (Reductions) in Indebtedness	Balance End of Year
J. P. Chase Bonds	3.03%	<u>\$ 6,710,000</u>	<u>\$ < 445,000 ></u>	<u>\$ 6,265,000</u>

* Original Issue amount \$ 7,850,000 – Purpose to refund GEFA Note
Original purpose was to construct Water
and Sewer plant.

The annual principal maturities of the debt during the years following 2019 are as follows:

Year	Principal	Interest
2020	455,000	182,936
2021	500,000	139,077
2022	485,000	154,454
2023	510,000	129,454
2024	525,000	114,454
2025-2029	2,800,000	352,816
2030-2031	990,000	98,888
	<u>\$ 6,265,000</u>	<u>\$ 1,172,079</u>

Interest amount of the above debt for the current year was \$196,571 and has been expended within the accompanying financial statements.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Through the West Point Development Authority, Revenue Bonds were issued to finance certain City of West Point projects. The Debt Service will be funded by the Special Purpose Local Option Sales Tax collected from 2013-2019.

The following is a summary of the revenue bond transactions of the City for the year ending December 31, 2019.

Name	Interest Rate	Balance Beginning of Year	Additions (Reductions) in Indebtedness	Balance End of Year
*Series 2012	2% to 4%	\$ 270,000	\$< 270,000>	\$ -----
*Original issue amount \$4,505,000 - Purpose to renovate the City Gym, Ball Field and other Recreational Facilities				

Interest expenditure amounted to \$6,075 for the year ending December 31, 2019.

3-G. Notes Payable and Capital Leases

General Obligation Debt – The City has issued general obligation debt to provide funds for the purchase of a fire truck and a new fire station. The debt is a direct obligation of the City and is pledged by the full faith and credit of the City. General obligation debt currently outstanding as of December 31, 2019, is as follows:

Name	Interest Rate	Balance Beginning of Year	Additions	(Reductions) in Indebtedness	Balance End of Year	Original Debt Amount
Fire Station	3.50%	\$ 1,706,133	\$ -----	\$< 42,827>	\$ 1,663,306	\$ 1,899,094
Fire Truck	4.375%	362,285	-----	< 62,838>	299,447	850,000
Total		\$ 2,068,418	\$ -----	\$< 105,665>	\$ 1,962,753	\$ 2,749,094

Annual debt service requirements and interest to maturity are as follows:

Year Ending December 31	Fire Truck		Fire Station	
	Principal	Interest	Principal	Interest
2020	\$ 299,447	\$ 13,101	\$ 44,479	\$ 57,377
2021	-----	-----	45,928	55,928
2022	-----	-----	47,566	54,294
2023	-----	-----	54,386	53,278
2024-2028	-----	-----	55,531	52,133
2029-2033	-----	-----	303,609	234,709
2034-2038	-----	-----	652,044	164,405
2039-2040	-----	-----	383,828	100,073
Totals	\$ 299,447	\$ 13,101	\$1,663,306	\$ 808,098

Interest expense on the above amounted to \$73,702 and has been expended within the accompanying financial statements.

Enterprise Funds – The following lists of the notes payable of the City as of December 31, 2019 for the Enterprise Funds:

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

JP Chase – Gas Fund - \$2,717,580 (Original debt amount)

The loan proceeds are to refund the prior BB&T Bank loan for gas line replacement. The loan terms are interest at 3.08% and payments are quarterly. The interest paid for 2019 was 64,583 and the principal paid was \$183,470. The accrued interest added to the debt amount is \$20,636.

Year Ending	Principal	Interest
2020	\$ 189,180	\$ 44,697
2021	195,080	52,984
2022	201,160	46,904
2023	208,240	40,104
2024	217,205	33,616
2025-2028	971,325	83,500
	<u>\$ 1,982,190</u>	<u>\$ 301,805</u>

Changes in Long-term Debt – Changes in the City’s long-term obligations consisted of the following for the year ended December 31, 2019:

	Outstanding 1/1/2019	Additions	Reductions	Outstanding 12/31/2019	Amounts Due in One Year
Governmental Activities					
General Obligation Debt					
(Fire Station)	\$ 1,706,133	\$ -----	\$< 42,827>	\$ 1,663,306	\$ 44,479
(Fire Truck)	362,285	-----	< 62,838>	299,446	299,446
Total General Obligation Debt	<u>\$ 2,068,418</u>	<u>\$ -----</u>	<u>\$< 105,665></u>	<u>\$ 1,962,753</u>	<u>\$ 343,925</u>
Capital Project Revenue Debt					
SPLOST Series 2012 Bonds	\$ 270,000	\$ -----	\$< 270,000>	\$ -----	\$ -----
	<u>\$ 270,000</u>	<u>\$ -----</u>	<u>\$< 270,000></u>	<u>\$ -----</u>	<u>\$ -----</u>
Total Governmental Activities	<u>\$ 678,112</u>	<u>\$ -----</u>	<u>\$< 375,665></u>	<u>\$ 1,962,752</u>	<u>\$ -----</u>
Business-Type Activities					
Water & Sewer Revenue Bonds					
(Water line extension and plants)	\$19,369,688	\$ -----	\$< 685,155>	\$18,684,533	\$ 705,242
Gas Fund - Gas Lines	2,165,670	-----	< 183,480>	1,982,190	189,180
Total Business-Type Activities	<u>\$21,535,358</u>	<u>\$ -----</u>	<u>\$< 868,635></u>	<u>\$20,666,723</u>	<u>\$ 894,422</u>

Capital Lease Payable

Governmental Fund – Purchased new police vehicles and a state of the art Fire Truck through Georgia Municipal Association under a Capital Lease. At the end of the lease, the ownership of the asset will transfer to the City. Original cost of Police Vehicle \$57,600 and Fire Truck \$393,000.

Year Ending December 31	Police Vehicles	
	Minimum Lease Payment	Interest
2020	\$ 21,743	\$ 908
2021	14,828	268
	<u>\$ 36,571</u>	<u>\$ 1,176</u>

	Outstanding 1/1/2019	Additions	Reductions	Outstanding 12/31/2019	Amounts Due in One Year
General Fund					
Police Vehicle	\$ 7,034	\$ 57,600	\$< 28,063>	\$ 36,571	\$ 21,743
Fire Truck	71,983	-----	< 71,983>	-----	-----
Total	<u>\$ 79,017</u>	<u>\$ 57,600</u>	<u>\$< 100,046></u>	<u>\$ 36,571</u>	<u>\$ 21,743</u>

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

3-H. Pensions Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Plan Description – The City’s defined benefit pension plan, the City of West Point Retirement Plan, provides retirement, disability, and death benefits to plan members and beneficiaries. The City of West Point Retirement Plan is affiliated with the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The benefit provisions and all other requirements are established by City ordinance. GMEBS issues a publicly available financial report that includes financial statements and required supplementary information for the City of West Point Retirement Plan. That report may be obtained by writing to Georgia Municipal Association, Employee Benefit Section, 201 Pryor Street, SW, Atlanta, Georgia 30303-3606.

At December 31, 2019, the City reported a liability of \$3,369,341 (allocated to General and Proprietary Funds) for its net pension liability. The net pension liability was measured as of March 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was then rolled forward to the measurement date of March 31, 2018 utilizing update procedures incorporating the actuarial assumptions. The City’s net pension liability was based on a projection of the City’s long-term future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan, actuarially determined.

For the year ended December 31, 2019, the City recognized pension expense of \$440,471 (allocated to General and Proprietary Funds). At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$ 649,032	\$< 216,972>
Changes of assumptions	96,246	< ----->
Net difference between projected and actual earnings on pension plan investments	20,898	-----
Total	\$ 766,176	\$< 216,972>

* Totals do not coincide with the Projected recognition of Deferred Outflows/Inflows of Resources

The contributions made subsequent to the measurement date of March 31, 2019 are reported as deferred outflows of resources related to pensions resulting from City contributions and will be recognized as a decrease of the net pension liability in the year ended December 31, 2020. Other amounts reported as deferred outflows/inflows of resources related to pensions will be recognized as pension expense as follows:

Year ended December 31:	Deferred Outflows	Deferred Inflow
2020	\$ 397,651	\$< 227,531>
2021	279,076	< 227,531>
2022	279,076	< 61,887>
2023	110,350	< ----->
Total	\$1,066,153	\$< 516,949>

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Net Pension Liability

Changes in the Net Pension Liability

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) – (b)
Balances at March 31, 2018*	\$ 10,291,168	\$ 7,407,102	\$ 2,884,066
Changes for the year:			
Service cost	222,035	----	222,035
Interest	758,621	----	758,621
Differences between expected and actual experience	265,060	----	265,060
Contributions - employer	----	356,176	(356,176)
Contributions - employee	----	171,013	(171,013)
Net investment income	----	257,821	(257,821)
Benefit payments, including refunds of employee contributions	(796,520)	(796,520)	----
Administrative expense	----	(24,569)	24,569
Other	----	----	----
Net changes	449,196	(36,079)	485,275
Balances at March 31, 2019*	<u>\$ 10,740,364</u>	<u>\$ 7,371,023</u>	<u>\$ 3,369,341</u>

Notes to Schedule of Contributions

Valuation Date	The actuarially determined contribution rate was determined as of July 1, 2019 with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending December 31, 2020.
<i>Methods and assumptions used to determine contribution rates:</i>	
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability; see Section 5, Exhibit II for additional detail
Remaining Amortization Period	Remaining amortization period varies for the bases, with a net effective amortization period of 10 years
Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary to be within 20% of market value.
Actuarial Assumptions:	
Net Investment Rate of Return	7.50%
Projected Salary Increases	2.75% plus service based merit increases
Cost of Living Adjustments	0.00%
Retirement Age	See Section 5, Exhibit III for summary of assumption and Section 4, Exhibit 6 for the history of changes to this assumption, if any.
Mortality	See Section 5, Exhibit III for summary of assumption and Section 4, Exhibit 6 for the history of changes to the assumption, if any.
Other information:	See Section 4, Exhibit 6 for the history of changes to plan provisions, if any.

* Entry Age Normal liabilities calculated using ages and service amounts as of July 1, 2018 are used to measure TPL as of March 31, 2018. The balances as of March 31, 2018 constitute measurements of NPL for the fiscal year ending December 31, 2018.

** Entry Age Normal liabilities calculated using ages and service amounts as of July 1, 2019 are used to measure TPL as of March 31, 2019. The balances as of March 31, 2019 constitute measurements of NPL for the fiscal year ending December 31, 2019

Actuarial Valuation History for Notes to Schedules

Changes of assumptions

- As a result of the new administrative fee structure approved by the Board, the administrative expense assumption was updated for fiscal years beginning in 2018. See Section 5, Exhibit III for details.
- Amounts reported for the Fiscal Year ending in 2018 and later reflect the following assumption changes approved by the Board in December, 2017 based on the results of an actuarial experience study conducted in September 2017.
 - The mortality table for disabled participants was changed to remove the two-year set-forward for males and the one-year set-forward for females.
 - The turnover rates were updated to introduce select rates for service less than five years and to reduce the ultimate rate by 15% and to assume no turnover on and after age 55. The select period rates were further constrained to not be less than the ultimate rates.
 - The retirement rates where normal retirement is only available on or after age 65 were changed from the prior assumption of 100% at age 65 to the new assumption of 60% at ages 65 to 69 and 100% at age 70. Where normal retirement is available prior to age 65, the rates were changed from the prior assumption of 100% at earliest unreduced age, but not below age 60, to the new assumption of 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65-69, and 100% at age 70.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

- The inflation assumption was decreased from 3.25% to 2.75%.
- The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases ranged from 4.00% to 11.00% and included an inflation assumption of 3.50%. Under the new assumption, the salary increases range from 3.75% to 8.00% and include an inflation assumption of 2.75%.
- The investment return assumption was decreased from 7.75% to 7.50%.

Benefit changes

➤ *There have been no changes in benefit provisions in the last two fiscal years.*

EXHIBIT 1

Summary of Actuarial Valuation Results

The valuation was made with respect to the following data supplied to us:

1. Pensioners as of the valuation date (including 4 beneficiaries)	41
2. Participants inactive during the year ended June 30, 2018 with vested rights	17
3. Participants active during the year ended June 30, 2018 (including 0 elected officials)	84
Fully vested	29
Not vested	55

The actuarial factors as of the valuation date are as follows:

1. Normal cost, including administrative expenses	\$ 132,630
2. Present value of future benefits	12,303,625
3. Actuarial accrued liability	10,092,202
Pensioners and beneficiaries	\$ 6,462,955
Inactive participants with vested rights	347,402
Active participants	3,281,845
4. Actuarial value of assets (7,407,102 at market value)	7,611,313
5. Unfunded/(Surplus) actuarial accrued liability	2,480,889

The determination of the recommended contribution is as follows:

1. Total benefit normal cost	286,649
2. Administrative expenses	25,321
3. Expected employee contributions	-179,340
4. Employer normal cost (1) + (2) + (3)	132,630
5. Payment on unfunded/(surplus) actuarial accrued liability	10,092,202
6. Full funding credit	0
7. Recommended mid-year contribution at valuation date: (4) + (5) + (6)	478,734
8. Adjustment to fiscal year*	17,628
9. Total recommended mid-year contribution, for fiscal year	496,362
10. Total recommended contribution as a percentage of expected payroll	14.15%

Retirement Rates:

	Age	Annual Rate (%)
Employees and Officials (Class 2)	65-69	60
	70 and over	100
Employees and Officials (Class 00 and Class 01)	55-59	10
	60	20
	61	25
	62	35
	63	40
	64	45
	65-69	50
	70 and over	100

Retirement Age for Inactive Vested Participants: 65
Form of Payment Life Annuity

Unknown Data for Participants: Same as those exhibited by Participants with similar known characteristics. If not specified, Participants are assumed to be male.

Percent Married: 100%
Age of Spouse: Females three years younger than males

Benefit Election: All participants are assumed to elect the life annuity form of payment and the valuation includes the 30 months of guaranteed benefits. On a system-wide basis, the optional forms of payment are essentially actuarially equivalent.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Net Investment Return:

On-going basis: 7.50% - On-going basis, based on long-term expected rate of return on pension plan investments

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 31, 2018 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Fixed income	45%	6.40%
Domestic equity	20%	7.40%
International equity	10%	5.10%
Fixed income	5%	3.03%
Real estate	20%	1.75%
Cash	0%	
Total	100%	

Plan termination basis: 3.04% (30-year Treasury Securities Rate as of August, 2018, published in September, 2018; 2.80% last year)

Inflation: 2.75%

Salary Increases:

Years of Service	Annual Rate (%)
0-1	8.25
2	5.25
3	5.00
4	4.75
5	4.50
6	4.25
7	4.00
8	3.75
9	3.50
10 or more	3.25

Note the above rates include inflation of 2.75%

Social Security Wage Base Decrease: 2.75%

Cost of Living Adjustment: N/A

Administrative Expenses:

Base fee - \$9,000
Per active and terminated vested participant - \$66
Per retiree and beneficiary - \$78
Percentage of the market value of assets – 0.06%
Per active participant for the administration of employee contributions - \$18
Per inactive participant for the administration of employee contributions - \$9

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

Actuarial Cost Method: Projected Unit Credit Cost Method. Normal Cost and Actuarial Accrued Liability are calculated on an individual basis and are allocated by service.

Amortization: The amortization of the unfunded actuarial accrued liability is level dollar over 30 years for the initial unfunded accrued liability, 15 years for actuarial gains and losses, 10 years for temporary retirement incentive programs 20 years for other changes to plan provisions, and 30 years for actuarial assumptions and cost methods. The total amortization must be within a corridor of the 10-year and the 30-year amortization of the unfunded/(surplus) actuarial accrued liability. In a year when the 10-year or 30-year corridor applies, the following year, the prior year bases are combined into one 10-year or 30-year base.

Asset Data: GMEBS has supplied all asset data used in the valuation. The market value of assets is based on current values as of three months preceding the valuation date (March 31, 2019) and is assumed to be current through the date.

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

Participant Data:

The primary source of participant data for the current valuation is a census of all participants which was prepared by the employer through GMEBS. The data is typically collected four months prior to the valuation date and assumed to be current through that date.

Changes in Methods and Assumptions:

As a result of the new administrative fee structure, the administrative expense assumption changed as follows:

	Current	Prior
Base fee	\$9,000	\$9,000
Per active and terminated vested participant	\$66	\$66
Per retiree and beneficiary	\$78	\$78
Percentage of the market value of assets	0.06%	0.06%
Per active participant for the administration of employee contributions	\$18	\$18 (employees only)
Per inactive participant for the administration of employee contributions	\$9	\$9

Based on the results of an actuarial experience study in September 2017 the following assumptions were changed in this valuation:

- The investment return assumption was reduced from 7.75% to 7.50%.
- The Social Security wages base increase assumption was reduced from 3.25% to 2.75%.
- The inflation assumption was decreased from 3.25% to 2.75%.
- The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases ranged from 4.00% to 11.00% and included an inflation assumption of 3.50%. Under the new assumption, the salary increases range were reduced by .50% and include an inflation assumption of 2.7

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Actuarial Valuation and Review Report from the Georgia Municipal Association, 201 Pryor Street, SW, Atlanta, Georgia 30303-3606.

3-I. Equity

Net Positions – Net positions on the government-wide statement of net positions as of December 31, 2019 are as follows:

	(Amounts Expressed in Thousands)	
	Governmental Activities	Business-Type Activities
Net Investment in capital assets:		
Cost of Capital Assets	\$ 28,700.5	\$ 48,533
Less Accumulated Depreciation	< 11,546 >	< 14,175 >
Book Value	17,154.5	34,358
Less Capital Related Debt	< 1,999 >	< 20,672 >
Net Investment in capital assets	\$ 15,155.5	\$ 13,686**

* Corrected from prior year

** Rounding error of <.5>

Fund Balances – At December 31, 2019, fund balance assignments at the fund reporting level are as follows:

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

	General	Special Revenue	Capital Projects
Assigned for Fire Station Expenditures	\$ 115,791	\$ -----	\$ -----
Assigned for Law Enforcement Expenditures	77,451	-----	-----
	\$ 193,242	\$ -----	\$ -----
	=====	=====	=====

At December 31, 2019, fund balance restrictions at the fund reporting level are as follows:

	Capital Projects	Other Funds Non-Major
Restricted for SPLOST Projects	\$2,036,638	\$ 324,854
Restricted for Tourism	-----	7,638
Restricted for Revolving Fund	-----	525,114
Restricted for E-911 Service	-----	-----
Total Restricted	-----	-----
Funds:	\$2,036,638	\$ 857,606
	=====	=====

3-J. Compliance with Legal Provisions

Federal Laws – Grants –

Hotel/Motel Lodging Tax – During the year ended December 31, 2019, the City levied a 5% lodging tax. The Official Code of Georgia Annotated 48-13-50 requires that all lodging taxes levied in excess of 3% be expended or obligated contractually for the promotion of tourism, conventions, or trade shows. The City collected \$7,661 in hotel/motel tax for the year ending December 31, 2019 and expended \$7,661 for the same period. The expenditures of hotel/motel tax for December 31, 2019 are 100% of the hotel/motel tax collected for the same period.

Emergency 911 Funds – The City of West Point, Georgia certifies E 911 charges collected and expended for the fiscal year ending December 31, 2019 were in accordance with Code Section 36-81-7 of the Georgia State Law.

3-K. Other Required Individual Fund Disclosures

Deficit fund balances or retained earnings balances of individual funds:

E-911 Special Revenue Fund \$<114,941>

3-L. Segment Information

The following Enterprise funds have been created to provide various services to the general public:

Water and Sewer Fund – established to account for the operation of the City’s water and sewer services.

Electric Fund – established to account for the operation of the City’s electric services.

Gas Fund – established to account for the operation of the City’s natural gas services.

Sanitation Fund – established to account for the operation of the City’s waste collection and disposal services.

The Water and Sewer Fund consists of water and sewer system operations, of which the revenues are pledged against revenue bonds. The Electric Fund consists of electric operations and there are no outstanding revenue bonds. The Gas Fund consists of natural gas operations and there are no outstanding revenue bonds. The Sanitation Fund consists of garbage collection and disposal and there are no outstanding revenue bonds.

Segment information for the Enterprise Funds for the year ended December 31, 2019 is not presented here since it is presented in the basic financial statements.

3-M. Commitment and Contingencies

Agreements with Municipal Electric Authority of Georgia

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

During 1976, the City, along with 45 other cities and one county, all political subdivisions of the State of Georgia, entered into a Power Sales Contract with the Municipal Electric Authority of Georgia, a public corporation and instrumentality of the State of Georgia.

Under the terms of the agreement, the Authority agrees to provide, and the Cities are obligated to purchase, all of the Cities' bulk power supply requirements for a period not to exceed 50 years. The Cities have agreed to purchase all their future power and energy requirements in excess of that received by the Cities through the Southeastern Power Administration at prices intended to cover the operating costs of the systems and to retire any debt incurred by the Authority. In the event that revenues are insufficient to cover all costs and retire the outstanding debt, each City has guaranteed a portion of the unpaid debt based on their individual entitlement shares of the output and services of generating units acquired or constructed by the Authority. In addition, in the event of discontinued service to a participant in default, the City would be obligated to purchase additional power subject to contractual limitations.

At December 31, 2019, the outstanding debt of the Authority was approximately \$7.66.786 billion. The City's guarantee varies by individual projects undertaken by the Authority and totals approximately \$30 million at December 31, 2019.

On January 1, 1999, the City approved a resolution adopting the provisions of the Municipal Competitive Trust (the "Trust"), which was created by MEAG for the mutual benefit of MEAG and its wholesale customers which have elected to become beneficiaries. The Trust was established to provide MEAG and the Trust's beneficiaries a means to mitigate the expected differential between market rates for power and the costs of power generated by MEAG facilities, after deregulation of the electric industry.

The Trust created two types of funds, which are held by MEAG in the name of the City. The first type represents amounts that are available to the City for withdrawal without restriction. The second type represents amounts that are available to the City in the form of a loan or as an off-set to billings from MEAG for power usage if certain criteria related to the difference between the cost of power generated by MEAG facilities and the market rates for power are met.

At December 31, 2019, \$5,013,851 has been placed into the Trust for the benefit of the City, of which \$5,013,851 is available without restrictions. Of the \$5,013,851 approximately \$5,013,851 has been recognized as revenue for the years ended December 31, 2019 and prior.

Pending Litigation or Overtly Threatened Litigation, Claims, or Assessments

The City is presently involved in a number of matters involving pending litigation, overtly threatened litigation, claims, or assessments. While the City intends to defend these actions, the ultimate outcome is uncertain at this time. The City's management and legal counsel are of the opinion that any unfavorable outcome would not materially affect the financial statements.

3-N. Joint Ventures

Under Georgia Law, the City, in conjunction with other Cities and Counties in the five county west Georgia area, is a member of the Chattahoochee-Flint Regional Development Commission (the "RDC") and is required to pay annual dues thereto.

Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board Membership includes the Chief elected official of each county and municipality in the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from: Chattahoochee-Flint Regional Development Center, P.O. Box 1600, Franklin, Georgia 30217.

3-O. Related Organization

The City's Mayor is responsible for appointing all board members of the City of West Point Housing Authority. However, the City has no further accountability for the Authority.

Note 5 – Other Notes

City of West Point, Georgia
Notes to the Basic Financial Statements
For the year ended December 31, 2019

4-A. Closure and Postclosure Care Requirements

GASB Statement No. 18, "Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs", require certain disclosures be reported relating to the closure and postclosure care.

The current estimated cost of postclosure is \$0.

The City owned and operated the city landfill until 1990. The landfill was closed in 1990 in order to meet the State of Georgia Solid Waste Reduction requirements. The solid waste disposal is conducted in the Sanitation Fund.

The estimated costs of postclosure are based on the landfill capacity used to date. The landfill capacity used to date is 100 percent. The estimated remaining landfill life is zero years. The current estimated postclosure costs recognized for the year ending are \$0.

The source of the estimated cost of postclosure care requirements are regulated by the Environmental Protection Division of the Environmental Protection Agency. The nature of the postclosure care requirements consist of well monitoring, laboratory analysis, and inspections. The estimated cost of postclosure varies due to environmental changes and requirements stipulated by the Environmental Protection Division. Requirements for post closure are fulfilled.

The City received postclosure certification from the State of Georgia and is not liable for future postclosure activities.

4-B. Risk Management

The City is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To manage and provide for these risks, the City carries commercial insurance coverage for these risks to the extent deemed prudent by City management. There was no significant reduction in insurance coverage during the year. Losses and settled claims have not exceeded insurance coverage in any of the past three fiscal years.

The City participates in the Georgia Municipal Association Worker's Compensation Self Insurance Fund. The Fund was established to insure members for liabilities imposed under workers' compensation and employers' liability laws. The Fund is obligated to provide for the cost of claims and related interest incurred by the City under the Workers' Compensation Law of Georgia along with the cost of investigating, negotiation, and defending such claims. The Fund is intended to be self-sustaining through member premiums. Accordingly, the City is required to pay an annual premium to the Fund.

4-C. Contingent Liabilities

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

4-D. Subsequent Events

No significant subsequent events have been experienced by the City since the report date of the audited financial statements, May 3, 2020.

Required Supplementary Information

City of West Point
City of West Point Contributions
Required Supplementary Information
December 31, 2019, 2018, 2017 and 2016

**A Participating Member of the Georgia Municipal Employees Benefit System
(Local Government Employees' Retirement System)**

	2019	2018	2017	2016
Contractually required contribution	\$ -----*	\$ 327,009	\$ 416,738	\$ 401,471
Contributions in relation to the contractually required contribution	<u>-----*</u>	<u>324,102</u>	<u>421,254</u>	<u>401,471</u>
Contribution deficiency (excess)	\$ <u>-----*</u>	\$ <u>2,907</u>	<u>< 4,516 ></u>	<u>\$ -----</u>
City's covered-employee payroll	-----*	3,220,515	\$ 2,870,446	\$ 3,285,790
Contributions as a percentage of covered-employee payroll	-----*	10.06%	14.68%	12.22%

- 2019 information will be determined after fiscal year end and will be available in the 2020 valuation report.

City of West Point
City of West Point's Proportionate Share of Net
Pension Liability
Required Supplementary Information
December 31, 2019

Georgia Firefighter's Pension Fund

	<u>2019</u>
City's proportionate share of the net pension liability %	0.00%
City's proportionate share of the net pension liability \$	\$ -----
City's covered-employee payroll	\$ 784,578
State's proportionate share of the net pension liability as a percentage of its covered employee payroll	not available
Plan fiduciary net position as a percentage of the total pension liability	not available
State's proportionate share of the net pension liability associated with City of West Point, Georgia	not available

City of West Point
City of West Point's Proportionate Share of Net
Pension Liability
Required Supplementary Information
December 31, 2019

Georgia Peace Officer's Annuity and Benefit Fund

	<u>2019</u>
City's proportionate share of the net pension liability %	0.00%
City's proportionate share of the net pension liability \$	\$ -----
City's covered-employee payroll	not available
State's proportionate share of the net pension liability as a percentage of its covered employee payroll	not available
Plan fiduciary net position as a percentage of the total pension liability	not available
State's proportionate share of the net pension liability associated with City of West Point, Georgia	not available

City of West Point, Georgia
General Fund
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual – GAAP Basis
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual GAAP Basis	Variance Positive <Negative>
	Original	Final		
Revenues				
Tax Revenue	\$ 5,179,152	\$ 4,734,929	\$ 4,734,929	\$ -----
Licenses and Permits	158,500	126,263	126,263	-----
Intergovernmental	151,230	136,514	136,514	-----
Fines and Forfeitures	232,000	144,234	144,234	-----
Charges for Services	381,121	253,150	253,150	-----
Investment Income	1,000	807	807	-----
Miscellaneous & Donations	<u>137,500</u>	<u>228,999</u>	<u>228,999</u>	-----
Total Revenues	<u>\$ 6,240,503</u>	<u>\$ 5,624,896</u>	<u>\$ 5,624,896</u>	<u>\$ -----</u>
Expenditures				
Current				
General Government	\$ 927,600	\$ 1,183,553	\$ 1,183,553	\$ -----
Public Safety - Police	1,653,300	2,015,238	2,015,238	-----
Public Safety - Fire	1,449,300	1,520,983	1,520,983	-----
Highways and Streets	823,500	668,475	668,475	-----
Culture and Recreation	337,500	107,399	107,399	-----
Housing and Urban Development	772,700	1,525,549	1,525,549	-----
Debt Service				
Principal	135,000	133,674	133,674	-----
Interest	<u>75,000</u>	<u>75,399</u>	<u>75,399</u>	-----
Total Expenditures	<u>\$ 6,173,900</u>	<u>\$ 7,230,270</u>	<u>\$ 7,230,270</u>	<u>\$ -----</u>
Excess of Revenues Over <Under> Expenditures	<u>\$< 66,603></u>	<u>\$<1,605,374></u>	<u>\$<1,605,374></u>	<u>\$ -----</u>
Other Financing Sources (Uses)				
Transfers In	\$ -----	\$ 1,670,840	\$ 1,670,840	\$ -----
Transfers Out	< 126,603>	< 112,475>	< 112,475>	-----
Debt Proceeds	<u>60,000</u>	<u>57,600</u>	<u>57,600</u>	-----
Total Other Financing Sources (Uses)	<u>\$< 66,603></u>	<u>\$ 1,615,965</u>	<u>\$ 1,615,965</u>	<u>-----</u>
Net Change in Fund Balance	<u>\$ -----</u>	<u>\$ 10,591</u>	<u>\$ 10,591</u>	<u>\$ -----</u>
Fund Balance - Beginning of Year	\$ -----	\$ 5,118,634	\$ 5,118,634	\$ -----
Fund Balance - End of Year	<u>-----</u>	<u>\$ 5,129,225</u>	<u>\$ 5,129,225</u>	<u>-----</u>

City of West Point, Georgia
Capital Project Fund – Major
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	SPLOST PROCEEDS - Troup County 2012		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
REVENUES			
Intergovernmental	\$ 360,975	\$ 186,376	\$ 174,599
Miscellaneous Income	100	-----	< 100>
TOTAL REVENUES	<u>\$ 361,075</u>	<u>\$ 186,376</u>	<u>\$< 174,699></u>
EXPENDITURES			
Capital Outlay	\$ 85,000	\$ 84,924	\$ 76
Debt Service			
Principal	270,000	270,000	-----
Interest	6,075	6,075	-----
TOTAL EXPENDITURES	<u>\$ 361,075</u>	<u>\$ 360,999</u>	<u>\$ 76</u>
EXCESS REVENUES OVER <UNDER> EXPENDITURES	\$ -----	\$ 174,623	\$ 174,623
Fund Balance - Beginning of Year	-----	995,107	995,107
Fund Balance - End of Year	\$ -----	\$ 1,169,730	\$ 1,169,730

City of West Point, Georgia
Capital Project Fund – Major
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	SPLOST PROCEEDS - Troup County 2019		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
	REVENUES		
Intergovernmental	\$ 700,000	\$ 703,293	\$ 3,293
Miscellaneous Income	<u>100</u>	<u>59</u>	<u>< 41 ></u>
TOTAL REVENUES	<u>\$ 700,100</u>	<u>\$ 703,352</u>	<u>\$ 3,252</u>
EXPENDITURES			
Capital Outlay	\$ 700,100	\$ 13,424	\$ 686,676
TOTAL EXPENDITURES	<u>\$ 700,100</u>	<u>\$ 13,424</u>	<u>\$ 686,676</u>
EXCESS REVENUES OVER <UNDER> EXPENDITURES	\$ -----	\$ 689,928	\$ 689,928
Fund Balance - Beginning of Year	<u>-----</u>	<u>-----</u>	<u>-----</u>
Fund Balance - End of Year	<u>\$ -----</u>	<u>\$ 689,928</u>	<u>\$ 689,928</u>

City of West Point, Georgia
Capital Project Fund – Major
SUPPLEMENTARY INFORMATION (UNAUDITED)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	SPLOST PROCEEDS - Harris County 2014		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
REVENUES			
Intergovernmental Investment Income	\$ 100,000	\$ 133,351	\$ 33,351
	<u>-----</u>	<u>-----</u>	<u>-----</u>
TOTAL REVENUES	\$ 100,000	\$ 133,351	\$ 33,351
EXPENDITURES			
Debt Service	\$ 95,000	\$ 71,983	\$ 23,017
Principal	5,000	714	4,286
Interest			
	<u>-----</u>	<u>-----</u>	<u>-----</u>
TOTAL EXPENDITURES	\$ 100,000	\$ 72,697	\$ 27,303
	<u>-----</u>	<u>-----</u>	<u>-----</u>
EXCESS REVENUES OVER <UNDER> EXPENDITURES	\$ -----	\$ 60,654	\$ 60,654
Excess of Revenues and Other Sources Over <Under> Expenditures and Other Financing Uses	\$ -----	\$ 60,654	\$ 60,654
	<u>-----</u>	<u>548,630</u>	<u>548,630</u>
Fund Balance - Beginning of Year			
	\$ -----	\$ 609,284	\$ 609,284
Fund Balance - End of Year	<u>=====</u>	<u>=====</u>	<u>=====</u>

Supplementary Information

City of West Point, Georgia
Capital Project Fund – Non-Major
SUPPLEMENTARY INFORMATION (UNAUDITED)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	TRANSPORTATION ENHANCEMENT SPLOST		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
REVENUES			
Intergovernmental	\$ 18,000	\$ 19,252	\$ 1,252
Investment Income	-----	-----	-----
TOTAL REVENUES	<u>\$ 18,000</u>	<u>\$ 19,252</u>	<u>\$ 1,252</u>
EXPENDITURES			
Capital Outlay	\$ 18,000	\$ -----	\$ 18,000
TOTAL EXPENDITURES	<u>\$ 18,000</u>	<u>\$ -----</u>	<u>\$ 18,000</u>
EXCESS REVENUES OVER <UNDER> EXPENDITURES	<u>\$ -----</u>	<u>\$ 19,252</u>	<u>\$ 19,252</u>
OTHER FINANCING SOURCES (Uses)			
Transfer In	\$ -----	\$ -----	\$ -----
Transfer Out	-----	-----	-----
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ -----</u>
Excess of Revenues and Other Sources Over <Under> Expenditures and Other Financing Uses	<u>\$ -----</u>	<u>\$ 19,252</u>	<u>\$ 19,252</u>
Fund Balance - Beginning of Year	-----	109,083	109,083
Fund Balance - End of Year	<u>\$ -----</u>	<u>\$ 128,335</u>	<u>\$ 128,335</u>

Governmental Funds

City of West Point, Georgia
General Fund
Schedule of Tax Revenues Compared to Budget
For the Year Ended December 31, 2019

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
Sales	\$ 710,000	\$ 805,001	\$ 805,001	\$ -----
City	1,947,152	2,375,183	2,375,183	-----
Ad Valorem	132,000	131,569	131,569	-----
Intangible	5,000	6,836	6,836	-----
Insurance Premium	185,000	263,731	263,731	-----
Malt Beverage and Liquor	320,000	248,517	248,517	-----
Gross Receipts Tax (Franchise)	1,800,000	816,142	816,142	-----
Energy Excise Tax	80,000	87,950	87,950	-----
Total Tax Revenues	\$ 5,179,152	\$ 4,734,929	\$ 4,734,929	\$ -----

City of West Point, Georgia
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended December 31, 2019

	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE <NEGATIVE>
General Government			
Personnel Services	\$ 461,948	\$ 461,948	\$ -----
Supplies and Materials	64,132	64,132	-----
Other Services and Charges	657,473	657,473	-----
Capital Outlay	-----	-----	-----
Total General Government	<u>\$ 1,183,553</u>	<u>\$ 1,183,553</u>	<u>\$ -----</u>
Public Safety			
Police Department			
Personnel Services	\$ 1,412,235	\$ 1,412,235	\$ -----
Supplies and Materials	117,109	117,109	-----
Other Services and Charges	391,867	391,867	-----
Debt Service	29,760	29,760	-----
Capital Outlay	94,027	94,027	-----
Total Police Department	<u>\$ 2,044,998</u>	<u>\$ 2,044,998</u>	<u>\$ -----</u>
Fire Department			
Personnel Services	\$ 1,062,316	\$ 1,062,316	\$ -----
Supplies and Materials	69,689	69,689	-----
Other Services and Charges	388,978	388,978	-----
Debt Service	179,313	179,313	-----
Total Fire Department	<u>\$ 1,700,296</u>	<u>\$ 1,700,296</u>	<u>\$ -----</u>
Total Public Safety	<u>\$ 3,745,294</u>	<u>\$ 3,745,294</u>	<u>\$ -----</u>
Public Works			
Highways and Streets			
Personnel Services	\$ 363,341	\$ 363,341	\$ -----
Supplies and Materials	57,500	57,500	-----
Other Services and Charges	152,571	152,571	-----
Capital Outlay	95,063	95,063	-----
Total Public Works	<u>\$ 668,475</u>	<u>\$ 668,475</u>	<u>\$ -----</u>
Culture and Recreation - Study Center/Depot/VCB			
Community Parks			
Supplies and Materials	\$ 91	\$ 91	\$ -----
Other Services and Charges	107,308	107,308	-----
Total Culture and Recreation	<u>\$ 107,399</u>	<u>\$ 107,399</u>	<u>\$ -----</u>
Housing and Urban Development			
Planning and Zoning			
Personnel Services	\$ 207,642	\$ 207,642	\$ -----
Supplies and Materials	10,791	10,791	-----
Other Services and Charges	128,161	128,161	-----
Total Planning and Zoning Development	<u>\$ 346,594</u>	<u>\$ 346,594</u>	<u>\$ -----</u>
Economic Development and Community Action			
Personnel Services	\$ 132,767	\$ 132,767	\$ -----
Supplies	25,524	25,524	-----
Other Services and Charges	253,553	253,553	-----
Capital Outlay	767,111	767,111	-----
Total Economic Development and Community Action	<u>\$ 1,178,955</u>	<u>\$ 1,178,955</u>	<u>\$ -----</u>
Total Housing and Urban Development	<u>\$ 1,525,549</u>	<u>\$ 1,525,549</u>	<u>\$ -----</u>
Total General Fund	<u>\$ 7,230,270</u>	<u>\$ 7,230,270</u>	<u>\$ -----</u>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Administrative Department
For the Year Ended December 31, 2019

	2019
EXPENDITURES:	
Personnel Services	\$ 345,196
Employee Benefits	116,752
Professional Services	231,062
Repairs and Maintenance	75,749
Insurance	35,792
Training and Education	50,441
Donations - Health and Welfare	37,133
Economic Development	30,052
Library Contribution	46,793
Supplies	43,108
Postage	2,731
Telephone	16,886
Utilities	26,763
Fuel and Oil	18,293
Advertisement	5,523
Miscellaneous	101,279
Total Administrative Expenditures	\$ 1,183,553

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Police Department
For the Year Ended December 31, 2019

	2019
REVENUES:	
Fines and Forfeitures	\$ 144,234
Intergovernmental	15,000
Miscellaneous	8,723
Total Revenues	\$ 167,957
EXPENDITURES:	
Personnel Services	\$ 1,041,954
Employee Benefits	370,281
Professional Services	51,337
Repairs and Maintenance	92,143
Insurance	34,017
Training and Education	6,109
Inmate Housing	39,276
Inmate Work Detail	47,473
Recruitment	3,555
Supplies	35,298
Fuel	58,666
Telephone	28,516
Uniforms	23,145
Utilities	75,730
Capital Outlay	94,027
Debt Service	29,760
Miscellaneous	13,711
Total Police Department Expenditures	\$ 2,044,998
EXPENDITURES OVER REVENUES	\$ <1,877,041>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Fire Department
For the Year Ended December 31, 2019

	2019
REVENUES:	
Ambulance Calls	\$ 113,835
Fire - Miscellaneous (Including Donations)	55,210
EMT Course Fees	56,188
Total Revenues	\$ 225,233
EXPENDITURES:	
Personnel Services	\$ 790,622
Employee Benefits	271,694
Professional Services	11,075
Repairs and Maintenance	56,251
Insurance	35,219
Training and Education	141,684
EMS Billing	5,210
Supplies	27,415
Fuel	19,908
Telephone and Utilities	35,529
Uniforms	22,366
Debt Service	179,313
Miscellaneous	104,010
Total Fire Department Expenditures	\$ 1,700,296
EXPENDITURES OVER REVENUES	\$ <1,475,063>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Street Department
For the Year Ended December 31, 2019

	2019
REVENUES:	
Intergovernmental	\$ 65,975
Miscellaneous	8,768
Total Revenues	\$ 74,743
EXPENDITURES:	
Personnel Services	\$ 252,640
Employee Benefits	110,701
Professional Services	11,718
Repairs and Maintenance	86,306
Insurance	16,362
State Contract - Inmate Detail	25,972
Supplies	21,744
Fuel	19,401
Telephone and Utilities	9,628
Uniforms	16,355
Capital Outlay- Street Paving	58,977
Miscellaneous	2,585
Capital Outlay- Equipment	36,086
Total Street Department Expenditures	\$ 668,475
EXPENDITURES OVER REVENUES	\$< 593,732>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Study Center
For the Year Ended December 31, 2019

	2019
REVENUES:	\$ -----
EXPENDITURES:	
Repairs and Maintenance	\$ 14,056
Insurance	17,026
Supplies	259
Telephone	4,321
Utilities	31,223
Total Study Center Expenditures	\$ 66,885
EXPENDITURES OVER REVENUES	\$< 66,885>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Economic Development
For the Year Ended December 31, 2019

	2019
REVENUES:	\$ 50,539
EXPENDITURES:	
Personnel Services	\$ 65,584
Employee Benefits	20,036
Professional Services	6,766
Repairs and Maintenance	5,274
Training and Education	1,482
Supplies	8,705
Capital Outlay - Land and Site Improvements	753,116
Economic Development Contributions	222,083
Total Economic Development Expenditures	\$ 1,083,046
EXPENDITURES OVER REVENUES	\$ 1,032,507

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Community Action Program
For the Year Ended December 31, 2019

	2019
REVENUES:	\$ 5,000
EXPENDITURES:	
Personnel Services	\$ 36,996
Employee Benefits	10,151
Repairs and Maintenance	12,425
Supplies	16,819
Telephone	2,038
Utilities	3,058
Miscellaneous	427
Capital Outlay- Software	13,995
Total Community Action Program Expenditures	\$ 95,909
EXPENDITURES OVER REVENUES	\$< 90,909>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Depot/Visitor's Center
For the Year Ended December 31, 2019

	2019
REVENUES:	
Rental Fees	\$ 17,029
EXPENDITURES:	
Repairs and Maintenance	\$ 6,623
Telephone	3,005
Utilities	22,837
Supplies	91
Total Depot/Visitor's Center Expenditures	\$ 32,556
EXPENDITURES OVER REVENUES	\$< 15,527>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Virginia Community Center
For the Year Ended December 31, 2019

	2019
REVENUES:	\$ 4,900
EXPENDITURES:	
Repairs and Maintenance	\$ 4,970
Miscellaneous	1,742
Total Virginia Community Center Expenditures	\$ 6,712
EXPENDITURES OVER REVENUES	\$ 1,812

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Recreation and Parks
For the Year Ended December 31, 2019

	2019
REVENUES:	\$ -----
EXPENDITURES:	
Professional Services	\$ 9,700
Recreational Venues	-----
Repairs and Maintenance	58,431
Supplies	-----
Miscellaneous	-----
Total Recreation and Parks Expenditures	\$ 68,131
EXPENDITURES OVER REVENUES	\$< 68,131>

City of West Point, Georgia
General Fund
Statement of Revenues and Expenditures
Planning and Zoning
For the Year Ended December 31, 2019

	2019
REVENUES:	
Zoning and Annexations	\$ 710
Land Disturbing Permits	300
Land Development Plan Reviews	-----
Building Permits	12,418
Total Revenues	\$ 13,428
EXPENDITURES:	
Personnel Services	\$ 153,431
Employee Benefits	54,211
Professional Services	32,291
Repairs and Maintenance	6,009
Insurance	10,946
Telephone	8,474
Supplies	10,532
Miscellaneous	3,815
Total Planning and Zoning Expenditures	\$ 279,709
EXPENDITURES OVER REVENUES	\$< 266,281> =====

City of West Point, Georgia
Combining Balance Sheet
Special Revenue Funds – Non-Major
For the Year Ended December 31, 2019

	REVOLVING LOAN FUND	EMERGENCY TELEPHONE SYSTEM	HOTEL/ MOTEL TAX	TOTAL 2019
ASSETS				
Cash and Cash Equivalents	\$ 37,278	\$ 29,634	\$ 17,770	\$ 84,682
Receivables				
Accounts	<u>487,836</u>	<u>4,617</u>	<u>29</u>	<u>492,482</u>
TOTAL ASSETS	<u>\$ 525,114</u>	<u>\$ 34,251</u>	<u>\$ 17,799</u>	<u>\$ 577,164</u>
LIABILITIES AND FUND BALANCE				
Liabilities				
Accrued Payables	\$	\$ 555	\$ -----	\$ 555
Due to other Funds	<u>-----</u>	<u>148,637</u>	<u>10,161</u>	<u>158,798</u>
Total Liabilities	<u>\$ -----</u>	<u>\$ 149,192</u>	<u>\$ 10,161</u>	<u>\$ 159,353</u>
Fund Balance				
Restricted	\$ 525,114	\$ -----	\$ 7,638	\$ 532,752
Unassigned	<u>-----</u>	<u>< 114,941 ></u>	<u>-----</u>	<u>< 114,941 ></u>
Total Fund Balance	<u>\$ 525,114</u>	<u>\$ < 114,941 ></u>	<u>\$ 7,638</u>	<u>\$ 417,811</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 525,114</u>	<u>\$ 34,251</u>	<u>\$ 17,799</u>	<u>\$ 577,164</u>

City of West Point, Georgia
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Special Revenue Funds
For the Year Ended December 31, 2019

	REVOLVING LOAN FUND	EMERGENCY TELEPHONE SYSTEM	HOTEL/MOTEL TAX	Total 2019
REVENUES				
Hotel/Motel Tax	\$ -----	\$ -----	\$ 7,918	\$ 7,918
Charges for Services	-----	93,706	-----	93,706
Investment Income (Loss)	<u>6,698</u>	<u>10</u>	<u>-----</u>	<u>6,708</u>
TOTAL REVENUES	<u>\$ 6,698</u>	<u>\$ 93,716</u>	<u>\$ 7,918</u>	<u>\$ 108,332</u>
EXPENDITURES				
Current				
Public Services	\$ -----	\$ 332,947	\$ -----	\$ 332,947
Culture and Recreation	-----	-----	7,918	7,918
Intergovernmental	-----	-----	-----	-----
Capital Outlay	-----	-----	-----	-----
Debt Service	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>
TOTAL EXPENDITURES	<u>\$ -----</u>	<u>\$ 332,947</u>	<u>\$ 7,918</u>	<u>\$ 340,865</u>
Excess of Revenues Over <Under> Expenditures	<u>\$ 6,698</u>	<u>\$< 239,231></u>	<u>\$ -----</u>	<u>\$< 232,533></u>
Excess of Revenues and Other Sources Over <Under> Expenditures and Other Financing Uses	\$ 6,698	\$< 239,231>	\$ -----	\$< 232,533>
Fund Balance - Beginning of Year -	<u>518,416</u>	<u>124,290</u>	<u>7,638</u>	<u>650,344</u>
Fund Balance - End of Year	<u>\$ 525,114</u>	<u>\$< 114,941></u>	<u>\$ 7,638</u>	<u>\$ 417,811</u>

City of West Point, Georgia
Capital Projects Fund - Major
Balance Sheet
For the Year Ended December 31, 2019

	<u>2012 SPLOST Proceeds Troup County</u>
ASSETS	
Cash and Cash Equivalents	\$ 737,546
Receivables	
Intergovernmental	-----
TOTAL ASSETS	\$ 737,546 =====
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ -----
Due to other Funds	-----
Total Liabilities	\$ -----
Fund Balance	
Restricted - Capital Projects	\$ 737,546
Total Fund Balance	\$ 737,546
TOTAL LIABILITIES AND FUND BALANCE	\$ 737,546 =====

City of West Point, Georgia
Capital Projects Fund - Major
Balance Sheet
For the Year Ended December 31, 2019

	<u>2019 SPLOST Proceeds Troup County</u>
ASSETS	
Cash and Cash Equivalents	\$ 689,809
Receivables	
Intergovernmental	<u>-----</u>
TOTAL ASSETS	<u>=====</u> \$ 689,809
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ -----
Due to other Funds	<u>-----</u>
Total Liabilities	<u>-----</u>
Fund Balance	
Restricted - Capital Projects	<u>\$ 689,809</u>
Total Fund Balance	<u>\$ 689,809</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>=====</u> \$ 689,809

City of West Point, Georgia
Capital Projects Fund – Major
Balance Sheet
For the Year Ended December 31, 2019

	SPLOST Proceeds Harris County 2014

ASSETS	
Cash and Cash Equivalents	\$ 639,346
Receivables	
Intergovernmental	-----
TOTAL ASSETS	\$ 639,346
	=====
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ 30,063
Total Liabilities	\$ 30,063
Fund Balance	
Restricted - Capital Projects	\$ 609,283
Unassigned	-----
Total Fund Balance	\$ 609,283
TOTAL LIABILITIES AND FUND BALANCE	\$ 639,346
	=====

City of West Point, Georgia
Capital Projects Fund – Non-Major
Balance Sheet
For the Year Ended December 31, 2019

	SPLOST Proceeds Harris County 2004

ASSETS	
Cash and Cash Equivalents	\$ 106,377
Receivables	
Intergovernmental	-----
TOTAL ASSETS	\$ 106,377
	=====
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ -----
Total Liabilities	\$ -----
Fund Balance	
Restricted - Capital Projects	\$ 106,377
Unassigned	-----
Total Fund Balance	\$ 106,377
TOTAL LIABILITIES AND FUND BALANCE	\$ 106,377
	=====

City of West Point, Georgia
Capital Projects Fund – Non-Major
Balance Sheet
For the Year Ended December 31, 2019

	Transportation Enhancement SPLOST <u>Harris County</u>
ASSETS	
Cash and Cash Equivalents	\$ 128,335
Receivables	
Intergovernmental	<u>-----</u>
TOTAL ASSETS	\$ 128,335 =====
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ -----
Total Liabilities	\$ -----
Fund Balance	
Restricted - Capital Projects	\$ 128,335
Total Fund Balance	\$ 128,335
TOTAL LIABILITIES AND FUND BALANCE	\$ 128,335 =====

City of West Point, Georgia
Capital Projects Fund – Non-Major
Balance Sheet
For the Year Ended December 31, 2019

	2019 SPLOST Proceeds <u>Harris County</u>
ASSETS	
Cash and Cash Equivalents	\$ 52,418
Receivables	
Intergovernmental	7,661
Due from SPLOST 2014	<u>30,063</u>
TOTAL ASSETS	\$ 90,142 =====
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ <u>-----</u>
Total Liabilities	\$ <u>-----</u>
Fund Balance	
Restricted – Capital Projects	\$ <u>90,142</u>
Total Fund Balance	\$ <u>90,142</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ 90,142 =====

City of West Point, Georgia
Capital Assets Used in the
Operation of Governmental Funds
Comparative Schedules by Source
For the Year Ended December 31, 2019 and 2018

	2019	2018
General Fixed Assets		
Land and Land Improvements	\$ 3,273,514	\$ 2,520,398
Buildings	9,749,209	9,749,209
Furniture and Fixtures	342,729	338,621
Vehicles, Machinery and Equipment	7,115,812	7,041,391
Infrastructure	<u>8,081,252</u>	<u>7,996,328</u>
Total General Fixed Assets	\$28,562,516	\$27,645,947
	=====	=====
Investment in General Fixed Assets From:		
General Fund Revenues	\$18,236,981	\$17,405,336
Special Revenue Funds and Capital Projects Fund	<u>10,325,535</u>	<u>10,240,611</u>
Total Investment in General Fixed Assets	\$28,562,516	\$27,645,947
	=====	=====

City of West Point, Georgia
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes in General Fixed
Assets by Function and Activity
For the Year Ended December 31, 2019

	Balance December 31, 2018	Transfers In/ Additions	Transfers Out/ Deletions	Balance December 31, 2019
General Government	\$ 2,765,876	\$ 4,108	\$ -----	\$ 2,769,984
Public Safety				
E-911	279,014	-----	-----	279,014
Police Protection	3,520,691	38,335	-----	3,559,026
Fire Protection	5,213,661	-----	-----	5,213,661
Highways and Streets	6,419,226	71,087	-----	6,490,313
Culture and Recreation	8,200,400	14,935	-----	8,215,335
Cemetery	175,051	-----	-----	175,051
Planning and Zoning	105,667	-----	-----	105,667
Economic Development	966,361	788,104	-----	1,754,465
	<u>\$ 27,645,947</u>	<u>\$ 916,569</u>	<u>\$ -----</u>	<u>\$ 27,645,947</u>

Proprietary Funds

City of West Point, Georgia
Water and Sewer Fund
Comparative Statements of Net Positions
For the Year Ended December 31, 2019 and 2018

	2019	2018
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 5,286,371	\$ 4,723,800
Accounts Receivable		
Utility	713,760	663,285
Interfund	67,825	193,789
Inventory	<u>94,232</u>	<u>94,000</u>
Total Current Assets	<u>\$ 6,162,188</u>	<u>\$ 5,674,874</u>
Restricted Assets		
Restricted Cash	\$ 941,073	\$ 1,015,880
Investments	<u>122,100</u>	<u>122,100</u>
Total Restricted Assets	<u>\$ 1,063,173</u>	<u>\$ 1,137,980</u>
Capital Assets - Net	<u>\$ 30,362,854</u>	<u>\$ 30,946,741</u>
Total Assets	<u>\$ 37,588,215</u>	<u>\$ 37,759,595</u>
Deferred Outflows Pension Contributions made after measurement date	<u>\$ 34,450</u>	<u>\$ 28,545</u>
Liabilities and Net Positions		
Current Liabilities		
Accounts Payable	\$ 64,143	\$ 44,289
Accrued Liabilities	19,165	18,849
Interfund Payable	<u>333,660</u>	<u>-----</u>
Total Current Liabilities	<u>\$ 416,968</u>	<u>\$ 63,138</u>
Liabilities Payable from Restricted Assets		
Revenue Bonds - Current	<u>\$ 705,142</u>	<u>\$ 658,739</u>
Total Liabilities Payable from Restricted Assets	<u>\$ 705,142</u>	<u>\$ 658,739</u>
Long-Term Liabilities		
Revenue Bonds - Long-Term	\$ 17,979,571	\$ 18,710,949
Net Pension Liability	478,949	427,123
Customer Deposits	<u>35,692</u>	<u>36,172</u>
Total Long-Term Liabilities	<u>\$ 18,494,212</u>	<u>\$ 19,174,244</u>
Net Positions		
Net Investment in Capital Assets	\$ 10,969,035	\$ 11,577,053
Restricted for Debt Service	1,063,173	137,980
Unrestricted	<u>5,974,135</u>	<u>6,176,986</u>
Total Net Positions	<u>\$ 18,006,343</u>	<u>\$ 17,892,019</u>

City of West Point, Georgia
Water Fund
Comparative Statement of Revenues,
Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating Revenues		
Water System	\$ 2,263,353	\$ 2,331,439
Other	<u>1,724</u>	<u>7,498</u>
Total Operating Revenues	<u>\$ 2,265,077</u>	<u>\$ 2,338,937</u>
Operating Expenses		
Personnel Services and Benefits	\$ 401,265	\$ 382,228
Supplies	189,362	187,548
Repairs and Maintenance	288,011	160,850
Professional/Technical Services	41,884	20,665
Utilities	150,051	150,188
Other Operating	261,240	110,639
Depreciation	<u>527,123</u>	<u>532,368</u>
Total Operating Expenses	<u>\$ 1,858,936</u>	<u>\$ 1,544,486</u>
Operating Income	<u>\$ 406,141</u>	<u>\$ 794,451</u>
Non-Operating Revenues (Expenses)		
Investment Income	\$ 465	\$ 592
Interest Expense	<u>< 279,899></u>	<u>< 290,366></u>
Total Non-Operating Revenues (Expenses)	<u>\$< 279,434></u>	<u>\$< 289,774></u>
Net Income <Loss> before Capital Contributions And Transfers	<u>\$ 126,707</u>	<u>\$ 504,677</u>
Change in Net Positions	\$ 126,707	\$ 504,677
Net Positions - Beginning of Year	<u>10,223,223</u>	<u>9,718,546</u>
Net Positions - End of Year	<u>\$10,349,930</u>	<u>\$10,223,223</u>

City of West Point, Georgia
Sewer Fund
Comparative Statement of Revenues,
Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating Revenues		
Sewer System	<u>\$ 1,671,867</u>	<u>\$ 1,834,939</u>
Total Operating Revenues	<u>\$ 1,671,867</u>	<u>\$ 1,834,939</u>
Operating Expenses		
Personnel Services and Benefits	\$ 202,257	\$ 210,013
Supplies	148,068	152,335
Repairs and Maintenance	161,396	161,697
Professional/Technical Services	56,721	49,863
Utilities	434,047	452,014
Other Operating	126,993	132,176
Depreciation	<u>112,721</u>	<u>60,230</u>
Total Operating Expenses	<u>\$ 1,242,203</u>	<u>\$ 1,218,328</u>
Operating Income	<u>\$ 429,664</u>	<u>\$ 616,611</u>
Non-Operating Revenues (Expenses)		
Investment Income	\$ 844	\$ 584
Interest Expense	<u>< 442,891 ></u>	<u>< 455,582 ></u>
Total Non-Operating Revenues (Expenses)	<u>\$ < 442,047 ></u>	<u>\$ < 454,998 ></u>
Net Income <Loss> Before Transfers and Capital Contributions	<u>\$ < 12,383 ></u>	<u>\$ 162,029</u>
Change in Net Positions	<u>\$ < 12,383 ></u>	<u>\$ 162,029</u>
Net Positions - Beginning of Year	<u>7,668,796</u>	<u>7,506,767</u>
Net Positions - End of Year	<u><u>\$ 7,656,413</u></u>	<u><u>\$ 7,668,796</u></u>

City of West Point, Georgia
Electric Fund
Comparative Statements of Net Positions
For the Year Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 5,013,851	\$ 4,732,532
Receivables		
Accounts	102,442	250,775
Inventory	<u>293,192</u>	<u>293,229</u>
Total Current Assets	<u>\$ 5,409,485</u>	<u>\$ 5,276,536</u>
Capital Assets - Net	<u>\$ 1,005,534</u>	<u>\$ 949,923</u>
Total Assets	<u>\$ 6,415,019</u>	<u>\$ 6,226,459</u>
Deferred Outflows - Pension Contributions made after measurement date	\$ 29,126	\$ 38,397
Liabilities and Net Positions		
Current Liabilities		
Accounts Payable	\$ 45,849	\$ 66,377
Accrued Liabilities	8,050	7,238
Interfund Payable	<u>135,651</u>	<u>135,651</u>
Total Current Liabilities	<u>\$ 189,550</u>	<u>\$ 209,266</u>
Long-Term Liabilities		
Customer Deposits	\$ 59,579	\$ 48,047
Net Pension Liability	<u>493,768</u>	<u>449,462</u>
Total Long-Term Liabilities	<u>\$ 553,347</u>	<u>\$ 497,509</u>
Total Liabilities	<u>\$ 742,897</u>	<u>\$ 706,775</u>
Net Positions		
Net Investment in Capital Assets	\$ 1,005,534	\$ 949,923
Unrestricted	<u>4,695,714</u>	<u>4,608,158</u>
Total Net Positions	<u>\$ 5,701,248</u>	<u>\$ 5,558,081</u>

City of West Point, Georgia
Electric Fund
Comparative Statement of Revenues,
Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019 and 2018

	2019	2018
Operating Revenues		
Electricity Sales	\$ 6,608,207	\$ 6,191,225
Other	26,560	52,432
MEAG Trust	<u>274,231</u>	<u>429,349</u>
Total Operating Revenues	<u>\$ 6,908,998</u>	<u>\$ 6,673,006</u>
Operating Expenses		
Personnel Services and Benefits	\$ 535,398	\$ 474,727
Electric System Supplies	144,647	131,315
Repairs and Maintenance	127,899	130,217
Electric Purchases	4,023,224	4,250,390
Energy Expense	277,433	133,417
Depreciation	48,326	46,275
Insurance	22,593	21,470
Other Operating	<u>52,829</u>	<u>37,454</u>
Total Operating Expenses	<u>\$ 5,232,349</u>	<u>\$ 5,225,265</u>
Operating Income	<u>\$ 1,676,649</u>	<u>\$ 1,447,741</u>
Transfers Out	<u>\$ <1,533,487></u>	<u>\$ < 949,660></u>
Change in Net Positions	\$ 143,162	\$ 498,081
Net Positions - Beginning of Year	<u>5,558,081</u>	<u>5,060,000</u>
Net Positions - End of Year	<u><u>\$ 5,701,243</u></u>	<u><u>\$ 5,558,081</u></u>

City of West Point, Georgia
Gas Fund
Comparative Statements of Net Positions
For the Year Ended December 31, 2019 and 2018

	2019	2018
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 2,764,672	\$ 2,559,414
Receivables		
Accounts	307,485	478,763
Interfund	67,825	67,729
Inventory	<u>78,534</u>	<u>220,603</u>
Total Current Assets	<u>\$ 3,218,516</u>	<u>\$ 3,326,509</u>
Capital Assets - Net	<u>\$ 2,735,176</u>	<u>\$ 2,740,570</u>
Total Assets	<u>\$ 5,953,692</u>	<u>\$ 6,067,079</u>
Deferred Outflows of Resources Pension		
Contributions in Current Fiscal Year	<u>\$ 11,510</u>	<u>\$ 16,912</u>
Liabilities and Net Positions		
Current Liabilities		
Accounts Payable	\$ 24,531	\$ 13,032
Accrued Liabilities	9,863	9,841
Note Payable - Current	<u>189,180</u>	<u>183,480</u>
Total Current Liabilities	<u>\$ 223,574</u>	<u>\$ 206,353</u>
Long-Term Liabilities		
Notes Payable	\$ 1,798,370	\$ 1,982,190
Net Pension Liability	152,348	135,363
Customer Deposits	<u>27,591</u>	<u>22,803</u>
Total Long-Term Liabilities	<u>\$ 1,978,309</u>	<u>\$ 2,140,356</u>
Total Liabilities	<u>\$ 2,196,523</u>	<u>\$ 2,346,709</u>
Net Positions		
Net Investment in Capital Assets	\$ 747,626	\$ 569,540
Unrestricted	<u>3,021,053</u>	<u>3,167,742</u>
Total Net Positions	<u>\$ 3,768,679</u>	<u>\$ 3,737,282</u>

City of West Point, Georgia
Gas Fund
Comparative Statement of Revenues,
Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019 and 2018

	2019	2018
Operating Revenues		
Gas Sales	<u>\$ 1,537,112</u>	<u>\$ 1,693,205</u>
Total Operating Revenues	<u>\$ 1,537,112</u>	<u>\$ 1,693,205</u>
Operating Expenses		
Personnel Services and Benefits	\$ 207,974	\$ 186,262
Repairs and Maintenance	47,655	51,346
Gas Purchases	605,159	615,724
Insurance	19,222	17,044
Supplies	199,822	80,175
Other Operating	177,232	68,929
Depreciation	<u>46,714</u>	<u>43,540</u>
Total Operating Expenses	<u>\$ 1,303,778</u>	<u>\$ 1,063,020</u>
Operating Income	\$ 233,334	\$ 630,185
Non-Operating Revenues (Expenses)		
Interest Expense	< 64,584 >	< 70,128 >
Transfers In/<Out>	<u>< 137,353 ></u>	<u>100,808</u>
Change in Net Positions	\$ 31,397	\$ 660,865
Net Positions - Beginning of Year	<u>3,737,282</u>	<u>3,076,417</u>
Net Positions - End of Year	<u><u>\$ 3,768,679</u></u>	<u><u>\$ 3,737,282</u></u>

City of West Point, Georgia
Sanitation Fund
Comparative Statements of Net Positions
For the Year Ended December 31, 2019 and 2018

	2019	2018
Assets		
Current Assets		
Receivables		
Accounts	\$ 58,231	\$ 34,801
Total Current Assets	\$ 58,231	\$ 34,801
Capital Assets - Net	\$ 254,501	\$ 272,018
Total Assets	\$ 312,732	\$ 306,819
Deferred Outflows of Resources Pension		
Contributions in Current Fiscal Year	\$ 8,630	\$ 8,771
Liabilities and Net Positions		
Current Liabilities		
Accounts Payable	\$ 5,371	\$ 5,388
Accrued Liabilities	5,773	5,761
Total Current Liabilities	\$ 11,144	\$ 11,149
Long-Term Liabilities		
Net Pension Liability	\$ 167,845	\$ 155,179
Total Long-Term Liabilities	\$ 167,845	\$ 155,179
Total Liabilities	\$ 178,989	\$ 166,328
Net Positions		
Net Investment in Capital Assets	\$ 254,501	\$ 272,018
Unrestricted	< 112,128 >	< 122,756 >
Total Net Positions	\$ 142,373	\$ 149,262

City of West Point, Georgia
Sanitation Fund
Comparative Statement of Revenues,
Expenses, and Changes in Fund Net Positions
For the Year Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating Revenues		
Garbage Fees	\$ 391,340	\$ 436,432
Total Operating Revenues	<u>\$ 391,340</u>	<u>\$ 436,432</u>
Operating Expenses		
Personnel Services and Benefits	\$ 158,927	\$ 162,698
Contracted Services	236,207	210,768
Repairs and Maintenance	20,872	11,772
Insurance	6,359	7,128
Landfill and Dumpster Fees	44,130	27,503
Supplies	20,966	21,140
Other Operating	5,726	6,224
Depreciation	<u>17,517</u>	<u>17,517</u>
Total Operating Expenses	<u>\$ 510,704</u>	<u>\$ 464,750</u>
Operating Income <Loss>	\$< 119,364>	\$< 28,318>
Transfers In	<u>\$ 112,475</u>	<u>\$ 1,768</u>
Change in Net Positions	< 6,889>	< 26,550>
Net Positions - Beginning of Year	<u>149,262</u>	<u>175,812</u>
Net Positions - End of Year	<u>\$ 142,373</u>	<u>\$ 149,262</u>

SPLOST Information

J. Robyn Underwood, CPA
Member of American Institute of Certified Public Accountants
202 Main Street • Barnesville, GA 30204
Phone: (678) 359-1414 • UnderwoodCPA@aol.com

***Independent Auditor's Report on Special County
1 Percent Sales and Use Tax Approved in special Election***

Honorable Mayor and
Members of the City Council
West Point, Georgia

We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for the City of West Point, Georgia for the year ended December 31, 2019. This schedule is the responsibility of the City of West Point's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule of Special Purpose Local Option Sales Tax is free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121, on the modified accrual basis of accounting and is not intended to be a complete presentation of the City of West Point's revenues and expenditures.

In our opinion, the Schedule of Special Purpose of Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated costs, and the current and prior year expenditures for each project in the City of West Point's resolution or ordinance called for the tax for the year ended December 31, 2019, in conformity with accounting principles generally accepted in the United States of America.

J. Robyn Underwood, CPA
May 3, 2020

City of West Point, Georgia
Schedule of Projects Constructed
with Special Sales Tax Proceeds
For the Year Ended December 31, 2019

PROJECT - Troup County	ORIGINAL ESTIMATED COSTS	EXPENDITURES			TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
		PRIOR YEARS	CURRENT YEAR	TOTAL		
2012						
Recreation Facilities and Grounds	\$4,722,021	\$4,943,724	\$ 84,924	\$5,028,648	106.49%	
Reconciling Items:						
Principle	-----	4,235,000	270,000	4,505,000		
Interest	-----	* 457,763	6,075	463,838		
Total 2012	\$4,722,021	\$9,636,487	\$ 360,999	\$9,997,486		
*Revision						
Proceeds Collected for the current year	\$ 186,376					
2019						
Roads and Sidewalks	\$2,000,000	\$ -----	\$ -----	\$ -----	0%	
Parks and Grounds	1,500,000	-----	13,424	13,424		
Total 2019	\$3,500,000	\$ -----	\$ 13,424	\$ 13,424	.89%	

City of West Point, Georgia
Schedule of Projects Constructed
with Special Sales Tax Proceeds
For the Year Ended December 31, 2019

PROJECT - Harris County	ORIGINAL ESTIMATED COSTS	EXPENDITURES			ESTIMATED PERCENTAGE OF COMPLETION
		PRIOR YEARS	CURRENT YEAR	TOTAL	
Recreation (2004)	\$ 276,000	\$ 170,114	\$ -----	\$ 170,114	61.6%
Public Safety (2014)					
Fire Truck	\$ 347,628	\$ 350,988	\$ -----	\$ 350,988	101.01%
Fire Equipment	-----	10,778	-----	10,778	
Reconciling Items					
Principle	\$ -----	\$ 242,692	\$ 71,983	\$ 314,675	
Interest	-----	8,385	714	9,099	
Total	\$ 347,628	\$ 251,077	\$ 72,697	\$ 323,774	
2019					
Utility Improvements	\$ 459,000	\$ -----	\$ -----	\$ -----	0%

J. Robyn Underwood, CPA

Member of American Institute of Certified Public Accountants

202 Main Street • Barnesville, GA 30204

Phone: (678) 359-1414 • UnderwoodCPA@aol.com

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*

(Material Weaknesses Identified; Significant Deficiencies Identified; and No Reportable Instances of Noncompliance and Other Matters Identified)

Honorable Mayor and
Members of the City Council
West Point, Georgia

We have audited in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activity, the aggregate discretely component units, each major fund, and the aggregate remaining fund information of the City of West Point (the "City") as of and for the year ended December 31, 2019, and related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 2020.

Internal Control Over Financial Reporting

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

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 City's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did identify deficiencies in internal control that we consider to be material weaknesses as items 19-1 and 19-2 in the Report of Findings and Responses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of West Point's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective in our audit, and accordingly, we do not express such an opinion. The results of our tests did not disclose an instance 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 result of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

J. Robyn Underwood, CPA
Barnesville, Georgia
August 2020

City of West Point, Georgia
Schedule of Findings and Responses
For the Year Ended December 31, 2019

As of December 31, 2019, the schedule of findings and questioned costs pertain to the following:

Prior Year Findings

Findings: (Internal Control Structure) related to the financial statements which are to be reported in accordance with Government Auditing Standards.

18-1 Financial Reporting – Condition: The new financial reporting software is not reporting the financial reports correctly; Cause: The balance forward of accounts were not functioning properly; Effect: The financial statements are incorrect. Criteria: Management has noted many of the financial accounts are incorrect. Recommendation: more hands on training is needed with functioning of the software and journal entries are needed to correct balances of accounts.

18-2 Financial Reports – Condition: The financial reports generated from the newly installed software does not report the accounts in correct order. Cause: The accounts were not properly entered upon installation. Criteria: The financial statements must be in accordance with Generally Accepted Accounting Standard in the United States of America. Effect: The financial statements are very difficult to interpret. Recommendation: Enter the data in accordance with General Accepted Accounting Principals.

(Compliance Structure) related to the financial statements which are to be reported in accordance with Government Auditing Standards.

None.