CITY OF VALDOSTA, GEORGIA

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VALDOSTA, GA

CITY WITHOUT LIMITS

2010

Comprehensive Annual Financial Report

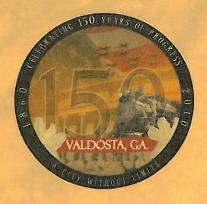
For the Year Ended June 30, 2010

L. Mark Barber
Deputy City Manager
of Administration

Gomprehensive Annual Financial Report

City of Valdosta, Georgia

for the Fiscal Year July 1, 2009 - June 30, 2010



FINANCE DEPARTMENT
L. Mark Barber, Finance Director

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Introduction



CITY OF VALDOSTA, GEORGIA

L. MARK BARBER
DEPUTY CITY MANAGER
ADMINISTRATION

February 4, 2011

Citizens of Valdosta, GA Honorable Mayor, Members of Council,

In accordance with State Statutes and Section 4.51 of the Charter of Valdosta, Georgia, the Comprehensive Annual Financial Report for the fiscal year 2010 is submitted herewith. Responsibility for both the accuracy of the data and the thoroughness and fairness of presentation including all disclosures rests with the City of Valdosta. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the City's financial affairs have been included.

The Comprehensive Annual Financial Report is presented in four groupings: an Introductory Section, Management's Discussion and Analysis, and a series of Financial Sections and a Statistical Section.

The Introductory Section includes this letter of transmittal, a general governmental organizational chart, and a list of principal officials of the City of Valdosta.

Management's Discussion and Analysis, which is required by GASB beginning with the fiscal year 2003 report, for the City of Valdosta, includes summarized financial information about the City, an analysis of the past year's operations of general government and major enterprise activities, an overview of the City's major enterprise activities, and an overview of the City's current and future economic picture as well as its major initiatives and financial accomplishments for the year.

The Financial Sections include the City's external auditor's letter expressing an opinion as to the accuracy and fairness of the presentation, the audited financial statements and supporting schedules and notes. The combined statements in this section present an overview of the City's entire financial operations. Combined and individual fund statements present financial data of each of the separate funds of the City. Schedules provide certain other information summarized in the financial statements. The notes are an integral part of the financial statements and provide additional information which is essential to an accurate understanding of the government's financial condition.

The City of Valdosta receives federal assistance through various federal grant programs. An audit in accordance with the Single Audit Act of 1984, P.C. 98-502, and Office of

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Management and Budget (OMB) Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations," and "Government Auditing Standards" issued by the Comptroller General of the United States has been performed for the fiscal year ended June 30, 2010. The required reports on supplementary information, compliance, and internal controls along with various supplementary schedules will be included in compliance section.

Reporting Entity

The City of Valdosta was originally incorporated by an Act of the General Assembly of Georgia on December 7, 1860 and since April 14, 1958 has operated under the Council-Manager form of government. The City provides a full range of services to some 50,000 residents. The daytime population of Valdosta soars to approximately 75,000. These services include general administrative services, police and fire protection, sanitation services, water and sewer services, the construction and maintenance of highways, streets, recreational activities and cultural events. The financial statements in this report include all of these functions and activities of the government.

In addition to the above listed activities, the City has financial accountability for one other organization based on its ability to appoint a voting majority of the organization's governing body, and effectively impose its will on the organization. Also, financial accountability exists where there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Based upon the application of these criteria, the function and activities of the Central Valdosta Development Authority have been included in the financial statements. The Authority was established by an act of the General Assembly of Georgia to redevelop and improve the central Valdosta area.

Valdosta is governed by a mayor and seven council members elected by the citizens. The Mayor serves a four-year term, and is the official spokesman for the City. Members of the City Council serve four-year staggered terms. The six district Councilmen represent specific districts within the territorial limits of Valdosta. The one councilman at large is elected from all districts. The City Manager is appointed by the Mayor and confirmed by the Council, and is responsible for the day-to-day operation of the government.

Natural Features and Land Use

Valdosta is strategically located at the southern entrance to the State of Georgia on the major interstate highway system (I-75) linking the Great Lakes and Midwest areas with major recreation and vacation centers in Florida.

The City is growing an average of thirty-three percent each decade in physical size. A County comprehensive plan shows this trend continuing for the foreseeable future.

Historic buildings are located mostly in the central portion of Valdosta and include residential, commercial and public buildings. Private and public actions have identified the importance of historic resources. Both the private and the public sectors have renovated many buildings in the past several years.

The City downtown area is enjoying near 100% occupancy of buildings. The newly revitalized central downtown area is home to commercial, public and most recently residential dwellings.

Population

The City's population has grown 30% in the last twenty years with 12% growth experienced in the last ten years. The City of Valdosta has the largest percentage of residents in Lowndes County with 48.97% percent of the entire population residing within the City limits of Valdosta.

Major regional facilities located in the City include a regional university, regional airport, regional hospital, and major industrial parks. Of the 45,959 jobs in Lowndes County, 31,815, or 70 percent, are located in Valdosta. Consequently, of the 18 largest employers in Lowndes County, 15 are located in the City of Valdosta.

Population density, a primary indicator of service delivery, is approximately 1,500 people per square mile in the City of Valdosta and only 93 people per square mile in the unincorporated area of Lowndes County.

Economic Condition and Outlook

Valdosta is clearly the economic engine of Lowndes County. Valdosta is the economic, social, cultural, retail and professional services anchor for not only Lowndes County, but for a 250,000 population area. Because of the City's regional presence and results of the 2000 Census, the City was designated a Metropolitan Statistical Area (MSA) in June 2003. The area covers a four county region in South Georgia.

The Valdosta MSA offers regional residents and consumers a large variety of flourishing economic engines in industry, education, medicine, tourism and entertainment, and retail. The strength in the City of Valdosta's economy lies not only within this diversity, but also a high quality of life, temperate climate, pro-business attitudes and supporting policies, and convenient geographic location.

Moody Air Force Base is located in the northwest section of the County, and continues to be a major employer of the region. Development patterns of the community have been significantly influenced by its presence. The continued presence of Moody is paramount to the growing economy of Valdosta, and to such extent, the City makes an annual contribution to the Moody Support Committee, with local officials making a yearly trip (more if necessary) to Washington D.C. to mitigate any efforts of Moody being included on the base closure list.

Education continues to be an economic resource to Valdosta. Valdosta State University, a senior unit of the University System of Georgia, offers undergraduate, graduate and doctoral degree programs in numerous areas. Total enrollment at the University is approximately 12,000 students with substantial growth projected in the future. However,

as the university expands, property purchased by the university is removed from the tax roles because it is designated public property.

A recent study and report by the University of Georgia designated Lowndes County with the highest retail pull factor in Georgia. This factor measures the amount of spending in a community from those who live outside the community. Over one billion dollars worth of retail sales occurred in Lowndes County last year, with virtually 80% of these sales occurring within the corporate limits of Valdosta.

Even with the above mentioned positive attributes of the City's economy, anemic property tax revenues, lagging sales tax collection, and surging healthcare costs coupled with the increased demand upon public safety and other City services affect the City of Valdosta. In an effort to prevent using reserves to balance the annual budget, each department director is held accountable for their respective department's budget. Given the conservative manner in which these directors manage their appropriations, General Fund expenditures experienced a positive variance (budget as compared to actual) of \$1,145,160 for operations. However, the General Fund still experienced a decrease in fund balance of \$3,075,308.

The continued instability of the national economy and significant attention given legislation mandated by the State has required local governments to become creative in meeting these difficult challenges. The City of Valdosta will continue to be proactive in the generation of other revenue sources.

Major Initiatives

A focus on revitalization of economically depressed areas in the City has proven successful through collaboration among City officials, residents, non-profit and for-profit organizations, and business to clean up neighborhoods and provide education programs that allow neighborhoods to continue their revitalization efforts independently.

The continuation of a special purpose one percent sales tax will enable the City to fund the City's five year capital plan. This plan includes major drainage and road improvements, water and sewer improvements, and construction of additional public facilities.

Looking to the Future

Facing the needs of a rapidly growing metropolitan community typically places a burden on the financial flexibility of any governmental unit. The City of Valdosta has recognized that it alone is incapable of solving all of the issues facing the metropolitan community. So instead, the city is striving to address growth demands on the community both by individual initiative and by actively participating with other local governments in seeking solutions to growth issues.

Broader revenue flexibility will be essential to maintain Valdosta's traditionally strong financial condition and to address the challenges of growth. The City, the Georgia Municipal Association, and the Association of County Governments are seeking new optional local flexibility in an effort to match new revenues with capital objectives.

Although the State has not addressed significant broadening of local government latitude, the growth of the City and its related impact in revenue has allowed for an adequate effort to meet the demands of growth.

Cash Management

The available assets of the various funds are pooled to the extent possible for investment purposes. Investments are made in accordance with applicable State laws and the City's investment policy. All securities purchased by the City are held by a designated safe keeping institution. Similarly, demand deposit bank accounts must be collateralized by a pledge of the State of Georgia or United States Treasury or Agency obligations equal in market value to 110% percent of the uninsured amount of deposit. The investment policy also prescribes selection criteria for investment instruments and maturities of investments.

Risk Management

The management of risk through loss control continues to be an integral part of the administration of the City.

Risk Management activities includes claims processing, investigation, adjustments and settlements, insurance placement, and implementing loss control measures through the use of training and safety inspections. The City is self-funded with regard to workers' compensation, employee health coverage, and general liability claims. The City carries property insurance on all City owned facilities and vehicle insurance for City equipment.

Independent Audit

Georgia requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by independent certified public accountants selected by the Mayor and City Council. The City has complied with this requirement; the firm of Mauldin & Jenkins has completed an audit of the 2009 fiscal year end and the auditor's unqualified opinion has been included in this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Valdosta for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2009. This was the twenty-third consecutive year the City received this award.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

The City was awarded the Distinguished Budget Presentation Award for the fiscal year beginning July 1, 2009. This was the twelfth consecutive year the City has received this award. The Distinguished Budget Presentation Award is the highest form of recognition in governmental budgeting. In order to earn this award, a government must publish a budget document which meets program criteria as a policy document, financial plan, operations guide, and as a communications device.

Both the Certificate of Achievement and the Distinguished Budget Award are valid for a period of one year. We believe our current Comprehensive Annual Financial Report and our 2010 fiscal year budget document continue to conform to the requirements for each award.

Acknowledgements

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the Accounting Division of the Finance Department under the direction of the Financial Services Manager, Chuck Dinkins. They have my sincere appreciation for the contributions made in the preparation of this report, as well as all additional individuals who assisted in this effort. Appreciation is also expressed to the Mayor, Council Members, City Manager and Department Directors for their cooperation and outstanding assistance in matters pertaining to the financial affairs of the City.

Respectfully submitted,

L. Mark Barber

Deputy City Manager Administration

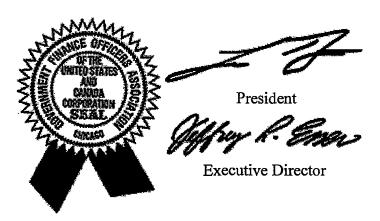
Certificate of Achievement for Excellence in Financial Reporting

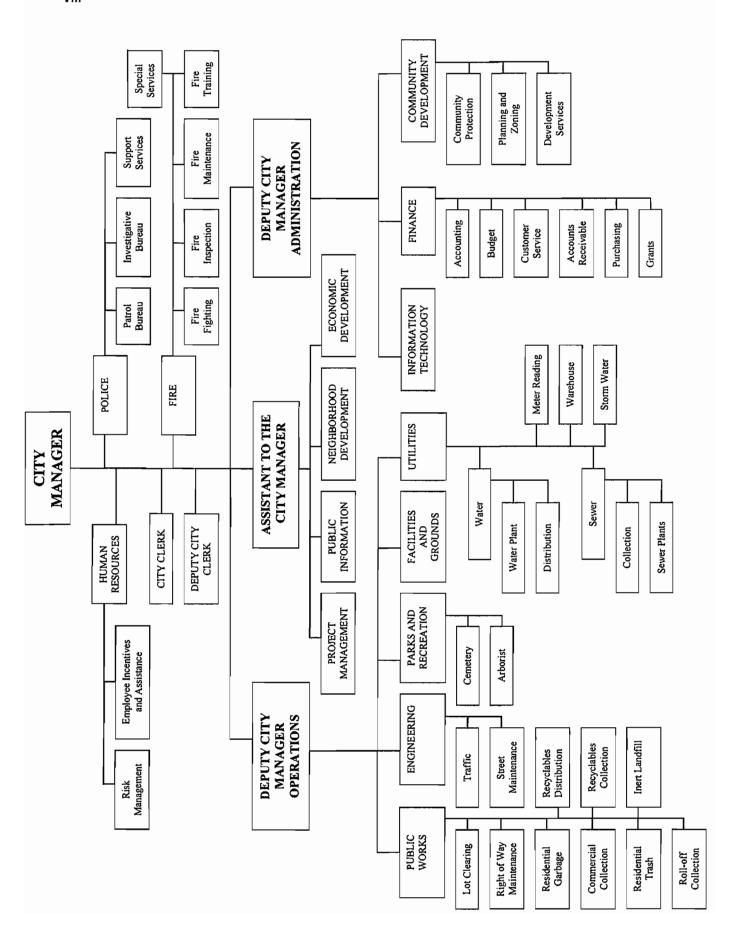
Presented to

City of Valdosta Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.





PRINCIPAL OFFICIALS CITY OF VALDOSTA, GEORGIA

Mayor John J. Fretti

Council Member – At Large
Council Member – District I
Council Member – District II
Council Member – District III
Council Member – District III
Council Member – District IV
Council Member – District V
Council Member – District V
Council Member – District VI

City Manager Larry H. Hanson

Clerk of Council Teresa Bolden
City Attorney George T. Talley
Municipal Court Judge Vernita L. Bender
City Auditor Mauldin & Jenkins

City Auditor Mauldin & Jenkins
Certified Public Accountants

Human Resources Director Charlie
Deputy City Manager - Administration L. Man

City Engineer Fire Chief Police Chief Deputy City Manager - Operations

Deputy City Manager - Operations

Utilities Director

Director of Community Development

Assistant to the City Manager

Charlie H. Felts, III L. Mark Barber Von Shipman J. D. Rice C. Frank Simons John Whitehead, III

Henry Hicks Michael T. Martin Mara Register This Page Intentionally Left Blank



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council Valdosta, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **City of Valdosta**, **Georgia** (the "City"), as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Valdosta, Georgia's, management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Valdosta, Georgia, as of June 30, 2010 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 4, 2011, on our consideration of the City of Valdosta, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 15, budgetary comparison information on pages 73 and 74, and the Schedule of Funding Progress on pages 76 and 77, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Valdosta, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of the City of Valdosta, Georgia. The schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-121 and are also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules, the schedule of expenditures of federal awards, and the schedules of expenditures of special purpose local option sales tax proceeds have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Mauldin & Jerkins, LLC

Macon, Georgia February 4, 2011 Management's Discussion and Analysis

This section of the City of Valdosta's Comprehensive Annual Financial Report presents a discussion and analysis of the City's financial performance during the fiscal year ending June 30, 2010. Please read it in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The assets of the City of Valdosta exceeded its liabilities at the close of the most recent fiscal year by \$243.76 million. Of this amount, \$5.96 million may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's governmental net assets decreased by \$4.87 million, primarily due to economic conditions dictating the use of investment funds to supplement current cash.
- The governmental activities revenue decreased \$4.06 million (or 9%) and the net results from activities decreased \$6.53 million (or 734%). The results of activities produced a decrease in net assets of \$5.64 million. Governmental expenses increased by \$.69 million.
- The business-type activities revenue increased by \$5.15 million (or 26%) and the net results from activities increased by \$5.7 million. The results of activities produced an increase in net assets of \$6.29 million.
- The total cost of all City programs increased by \$.14 million.
- The General Fund (the primary operating fund of the City) reflected on a current financial resource basis, reports a net reduction in fund balance of \$3.08 million.
- The City's total debt increased \$.70 million (or 8.94%). The increase is the result of debt incurred with Georgia Environmental Facilities Authority in regard to water/sewer infrastructure improvements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the City's operations in more detail than the government-wide statements.

The Governmental Funds statements explain how general government services such as public safety were financed in the short term as well as what remains for future spending. The City of Valdosta has four Governmental Fund types: the General, Special Revenue, Capital Projects, and the Permanent Fund.

Proprietary fund statements offer short- and long-term financial information about the activities the government operates in a manner similar to businesses, and include the Sanitation, Water and Sewer, Inspection, Zoning, Department of Labor Building, Auditorium, Storm Water, and Motor Fuel Funds.

Fiduciary fund statements provide information about the financial relationships in which the City acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong. The City's Fiduciary fund consists of one Agency Fund.

The financial statements also include notes that explain certain information in the financial statements and provide more detailed data.

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1
Major Features of City of Valdosta's Government-wide and Fund Financial Statements

Fund Statements

	Government-wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Fund
Scope	Entire City government (except fiduciary funds) and the City's component units.	The activities of the City that are not proprietary or fiduciary, such as police, fire, and engineering	Activities the City operates similar to private businesses: Sanitation, Water & Sewer, Inspections, Zoning, Department of Labor Building, Auditorium, Storm Water, and Motor Fuel	Where the City is the trustee or agent for someone else's resources
Required financial statements	Statement of Net Assets; Statement of Activities	Balance Sheet; Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Assets; Statement of Revenues, Expenses, and Changes in Net Assets; Statement of Cash Flows	Statement of Fiduciary Net Assets; Statement of Changes in Fiduciary Net Assets
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	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	All assets and liabilities, both short-term and long-term; the City's funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	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 year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the City of Valdosta as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's assets and how they have changed. Net assets—the difference between the City's assets and liabilities—is one way to measure the City's financial health, or position.

- Over time, increases or decreases in the City of Valdosta's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City, the reader should consider additional nonfinancial factors such as changes in the City's property tax base.
- Governmental activities—Most of the City's basic services are included here, such as the police, fire, public works, and general administration departments.
 Property taxes, sales and use taxes, and state and federal grants finance most of these activities.
- Business-type activities—The City of Valdosta charges fees to customers to help cover the costs of certain services provided. The City's garbage pickup, water/sewer service, building inspection, zoning, building rental, auditorium, storm water, and motor fuel services are included here.
- Component units—Component Units are legally separate entities that meet any one of the following criteria: (1) The primary government appoints the voting majority of the board of the potential component unit, and is able to impose its will on the component unit and/or is in a relationship of financial benefit or burden with the potential component unit, (2) The potential component unit is fiscally dependent upon the primary government, or (3) The financial statements would be misleading if data from the potential component unit were not included. The City of Valdosta includes the Central Valdosta Downtown Development Authority, and the Downtown Development Authority as discretely presented component units.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds—not the City as a whole. The "fund" level is where the basic unit of financial organization and operation within the City exists. Funds are accounting tools that are used to keep track of specific sources of funding and spending for particular purposes. They are the basic budgetary and accounting entities.

• Some funds are required by State law and by bond covenants.

• The City establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The City of Valdosta utilizes three types of funds:

- Governmental funds—most of the City of Valdosta's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that help determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them. The measurement focus of governmental funds is upon determination of financial position and changes in financial position (sources, uses, and balance of financial resources) rather than upon net income determination. These funds are maintained on a modified accrual basis of accounting (explained further in the notes to the financial statements under "Summary of Significant Accounting Policies"). The basic financial statements for governmental funds are the Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balance. The City of Valdosta utilizes four types of governmental funds: the General Fund, Special Revenue Funds, Capital Project Funds and Permanent Funds.
- Proprietary funds—Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information. Two types of proprietary funds exist: enterprise funds and internal service funds. The City of Valdosta's enterprise funds are the same as its business-type activities yet provide more detail and additional information, such as cash flows. Internal service funds are used to report activities that provide supplies and services for the City's other programs and activities. The measurement focus of proprietary funds is upon determination of net income, financial position and change in financial position. These funds are maintained on the accrual basis of accounting. The Balance Sheet, Statement of Revenues, Expenses and Changes in Fund Net Assets, and Statement of Cash Flows are all required statements.
- Agency Funds—because Agency funds are custodial in nature, the only required
 financial statements are the Balance Sheet and Statement of Changes in Assets
 and Liabilities. The measurement focus of Agency Funds is upon determination
 of financial position. Agency Funds are maintained on the modified accrual basis
 of accounting. Activities of this fund are not included in the Government-wide
 Statement of Activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS FINANCIAL ANALYSIS OF THE CITY OF VALDOSTA AS A WHOLE

Net assets. The City of Valdosta's combined net assets increased .3 percent from \$243.11 million at June 30, 2009 to \$243.76 million at June 30, 2010. (See table A-1.)

Table A-1

City of Valdosta's Net Assets

(In millions of dollars)

Total

							1 otai
	Governmental		Business	s-type			Percentage
	Activities		<u>Activi</u>	Activities		<u>Total</u>	
	2009	2010	2009	2010	2009	2010	2009 – 2010
Current and other assets	\$23.66	\$19.12	\$7.57	\$7.36	\$31.23	\$26.48	(15.21%)
Capital Assets	140.74	141.80	89.73	102.38	230.47	244.18	
Total Assets	164.40	161.14	97.30	108.98	261.70	270.66	
Long-term debt outstanding	-	_	7.83	8.53	7.83	8.53	8.94%
Other liabilities	7.28	8.89	3.48	8.94	10.76	17.83	65.71%
Total Liabilities	7.28	8.89	11.31	17.47	18.59	26.36	41.80%
Net assets							
Invested in capital assets,							
net of related debt	140.74	141.81	85.38	93.84	226.12	235.65	4.21%
Restricted	5.86	2.15	-	-	5.86	2.15	(63.31%)
Unrestricted	10.52	8.29	0.61	(2.33)	11.13	5.96	(46.45%)
Total Net Assets	\$157.12	\$152.25	\$85.99	\$91.51	\$243.11	\$243.76	0.27%

Net assets of the City's governmental activities decreased by 3.1 percent to \$152.25 million. However, much of those net assets are restricted as to the purposes for which they can be used, or are invested in capital assets (buildings, roads, and such). Consequently, unrestricted net assets showed a \$8.29 million surplus at the end of the year. This surplus does not indicate that the City has resources available beyond its long term commitments.

The surplus in unrestricted governmental net assets was negatively affected by several factors for fiscal year 2010. Again, the downturn in the economy contributed greatly to this change, coupled with the City's recognition of Other Post Employment Benefits liability. The City was required to recognize the liability in fiscal year 2009.

Although the net assets of the City's business-type activities increased by 6.42 percent to \$91.51 million, these resources cannot be used to add to the net asset surplus in governmental activities. The City generally can only use these net assets to finance the continuing operations of the business-type activities.

Changes in net assets

The City's total revenues increased by 1.6 percent to \$67.96 million. (See Table A-2) Approximately 33 percent of the City's revenue comes from fees charged for services, 30 percent from sales taxes, and 8.5 percent from property taxes, and 12.5 percent comprising such revenue items such as business occupation license fees, franchise fees, and insurance premium fees. The remaining 16 percent represents grants, accommodation tax and investment revenue.

The total cost of all programs and services increased by .2 percent. The City's expenses cover a myriad of services, with approximately 30 percent related to public safety, 37.5 percent related to general government expenses, and 17 percent related to water/sewer expenses. The balance of 15.5 percent is comprised of public works, recreation, economic development, solid waste, inspection, zoning, auditorium, storm water, and motor fuel functions.

Table A-2 and the narrative that follows consider the operations of governmental and business-type activities separately.

Governmental Activities

Revenues for the City's governmental activities decreased \$4.06 million (or 8.7%) to \$42.80 million, while governmental activities expenses experienced an increase of \$.69 million (or 1.4%) to \$48.44 million.

Governmental revenue decreased due to a reduction in Sales Tax collection for the fiscal year. Additionally, Property Tax recognition decreased because a Parks and Recreation Fund was closed this fiscal year as they now function as an authority. In the past, the City of Valdosta administered the Parks and Recreation program and was reimbursed by Lowndes County as all county citizens could take advantage of those services. There was also a reduction in grant revenue due to the timing of the receipts of these funds.

The increase in governmental expenses is the result of recognition of the OPEB liability required by GASB 45. The City of Valdosta made the decision not to proportionately recognize the liability in each fund but to recognize citywide and record as a general government expense. Rising healthcare costs, the increased cost of employee benefits, and escalating expenses associated with daily operations affect all departments. Currently, the City is pursing alternative revenue sources to mitigate the effect of rising personnel and healthcare costs.

Table A-2

Changes in City of Valdosta's Net Assets (In millions of dollars)

	(in millions	oj aoiiars)				
	Govern <u>Activ</u> 2009		Busines <u>Activ</u> 2009	• •	<u>Totz</u> 2009	_	Total Percentage Change 2009 – 2010
REVENUES							
Program Revenues:							
Charges for Services	\$3.66	\$2.79	\$19.35	\$20.19	\$23.01	\$22.98	(0.13%)
Operating Grants & Contributions	2.95	1.68	0.04	0.46	2.99	2.14	(28.43%)
Capital Grants & Contributions	0.24	12.81	0.54	4.51	4.51	17.32	2120.51%
General Revenues:							
Property Taxes	8.63	5.80	_	_	8.63	5.80	(32.79%)
Sales Taxes	21.19	9.24	_	_	21.19	9.24	(56.39%)
Accommodations Tax	1.54	1.48	_	_	1.54	1.48	(3.90%)
Other Taxes	8.59	8.30	_	-	8.59	8.30	(3.38%)
Investment Earnings	0.15	0.29	0.08	-	0.23	0.29	26.09%
Other General Revenues	(0.09)	0.41	_	-	(0.09)	0.41	(555.56%)
Total Revenues	46.86	42.80	20.01	25.16	66.87	67.96	1.63%
EXPENSES							
Program Activities							
Primary Government:							
Governmental Activities:							
General Government	21.05	24.95	_	-	21.05	24.95	18.53%
Public Safety	18.95	20.21	_	_	18.95	20.21	6.65%
Public Works	1.79	2.15	_	-	1.79	2.15	20.11%
Culture & Recreation	4.75		_	_	4.75	-	(100.00%)
Economic Development and Assistance	1.21	1.13	_	_	1.21	1.13	(6.61%)
Business-type Activities:							(,
Solid Waste	_	-	4.27	4.12	4.27	4.12	(3.51%)
Water/Sewer	_	-	11.68	11.38	11.68	11.38	(2.57%)
Housing Inspections	-	-	1.33	1.02	1.33	1.02	(23.31%)
Zoning	-	_	0.35	0.38	0.35	0.38	8.57%
DOL Building	_	_	0.36	0.36	0.36	0.36	0.00%
Stormwater	_	_	0.91	0.96	0.91	0.96	5.49%
City Auditorium	-	-	0.22	0.26	0.22	0.26	18.18%
Motor Fuel	-	-	0.30	0.39	0.30	0.39	30.00%
Total Expenses	47.75	48.44	19.42	18.87	67.17	67.31	0.21%
Excess (deficiency) before transfers	(0.89)	(5.64)	0.59	6.29	(0.30)	0.65	(316.67%)
Transfers	1.45	0.77	(1.45)	(0.77)			0.00%
Increase (Decrease) in Net Assets	0.56	(4.87)	(0.86)	5.52	(0.30)	0.65	(316.67%)
Net assets, beginning	158.97	157.12	84.44	85.99	243.41	243.11	(0.12%)
Prior Period Adjustment	(2.41)		2.41				
Net assets, beginning, as revised	156.56	157.12	86.85	85.99	243.41	5.40	(97.78%)
Net assets, ending	\$157.12	\$152.25	\$85.99	\$91.51	\$243.11	\$243.76	0.27%

Table A-3 presents the cost of each of the City's five largest governmental programs, as well as each program's net cost (total cost less fees generated by activities and intergovernmental aid). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

- The cost of all governmental activities this year was \$48.44 million.
- However, the amount that taxpayers paid for these activities through City taxes was \$27.67 million. Some of the cost was paid by:
 - o Those who benefited directly from the programs (\$2.79 million).
 - Other governments and organizations that subsidized certain programs with grants and contributions (\$17.28 million).
 - o Other miscellaneous sources such as investments (\$.70 million).

Table A-3
Net Cost of City of Valdosta's Governmental Activities
(in millions of dollars)

	Total Cost Of Services		Percentage Net Cost <u>Change</u> of Services		-	Percentage <u>Change</u>
Function	2009	2009 2010		2009 2010		2009 - 2010
General Government	\$21.05	\$24.95	18.53%	\$20.53	\$17.75	(13.54%)
Public Safety	18.95	20.21	6.65%	14.62	14.89	1.85%
Public Works	1.79	2.15	20.11%	1.67	1.3	(22.16%)
Culture & Recreation	4.75	-	(100.00%)	3.87	(0.01)	(100.26%)
Economic Development and Assistance	1.21	1.13	(6.61%)	0.21	(0.16)	(176.19%)
Total	\$47.75	\$48.44	1.45%	\$40.90	\$42.04	(17.43%)

Business-type Activities

Total revenues available during the year to finance enterprise (business type) activities were \$25.16 million. Funding was made available as follows: program revenues \$20.10 million and grants \$5.06 million. The slight increase in revenue for business-type activities can be contributed to a minimal increase in utility rates as well as the receipt of a pro-rated share of earnings from the regional landfill in which the City participates. Additionally, the inspection department permit revenue increased 29 percent; however, the fund ended the year with a deficit in change in net assets.

In fiscal year 2010, the City received funding from the American Recovery and Reinvestment Act of 2009 for utility infrastructure improvements; thus, causing an increase in capital grant funding of 743%.

The cost of all enterprise (business-type) activities for the year accumulated to \$18.77 million consisting of the following activities: solid waste \$4.12 million, water/sewer \$11.38 million, inspections \$1.02 million, city auditorium \$.26 million, motor fuel \$.39 million, zoning \$.38 million, DOL building \$.36 million, and storm water \$.95 million. In addition the Enterprise funds transferred \$1.5 million to the General Fund for administrative services and .64 million to reimburse General Fund for group insurance contributions; however, \$1.37 representing contributed capital was "netted" from this amount resulting in a total of .77 million.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

General Fund Budgetary Highlights

Comparing the FY 2010 original General Fund budget, in the amount of \$30.68 million, to the final budget amount of \$31.70 million represents an increase of \$1.02 million.

The increase in the General Fund Budget is the result of grants received in the fiscal year. The City only budgets those grants that are assured at the time of budget preparation.

In an effort to mitigate the decline in tax collection this fiscal year each department funded in the General Fund was asked to reduce their operations budget 5 to 7 percent. Even with this directive, the General Fund decrease in fund balance was \$3.08 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of the year-end, the City had \$244.18 million invested in a variety of capital assets, as reflected in the following schedule (Table A-4), which represents a net increase (additions less retirements and depreciation) of \$12.97 million or 5.3 percent from last year.

Table A-4
City of Valdosta's Capital Assets

(in millions of dollars)

							Total
	Governn	iental	Business	s-type			Percentage
	<u>Activi</u>	<u>ties</u>	<u>Activi</u>	<u>ties</u>	<u>Tota</u>	<u>al</u>	Change
	2009	2010	2009	2010	2009	2010	2009 - 2010
Non-depreciable assets							
Land	\$73.00	\$76.84	\$1.62	\$1.70	\$74.62	\$78.54	4.99%
Construction in progress	7.02	10.56	23.00	32.05	30.02	42.61	29.55%
Depreciable Assets							
Land improvements	10.99	9.67	71.06	76.02	82.05	85.69	4.25%
Buildings	21.44	21.79	32.85	32.47	54.29	54.26	(0.06%)
Equipment	8.01	8.11	3.38	3.23	11.39	11.34	(0.44%)
Motor vehicles	14.75	14.62	-	-	14.75	14.62	(0.89%)
Infrastructure	95.73	96.77	-	-	95.73	96.77	1.07%)
Intangibles	_	-	0.76	1.00	0.76	1.00	-
Accumulated depreciation	(90.20)	(96.56)	(42.20)	(44.09)	(132.40)	(140.65)	5.87%
	\$140.74	\$141.80	\$90.47	\$102.38	\$231.21	\$244.18	5.31%

This year's major capital asset additions and deletions included:

- The increase in construction in progress can be attributed to construction of a regional crime lab, a new utilities administration building, and various water and sewer expansions.
- The increase in Land Improvements is due to construction of infrastructure in properties recently annexed into the city limits, as well as property for a new performing arts complex.
- The increase in infrastructure is due to drainage improvements, sidewalk improvements, road improvements, and storm water management rehabilitation.

More detailed information about the City's capital assets is presented in Note 5 to the financial statements.

Long-term Debt

At year-end, the City had \$8.53 million in notes payable outstanding. Government wide debt increased by 8.94 percent as compared to last year. The increase in debt is the result of debt with the Georgia Environmental Authority for utility infrastructure projects.

More detailed information about the City's long-term liabilities is presented in Notes 8 and 9 to the financial statements.

Table A-5
City of Valdosta's Outstanding Debt

(in millions of dollars)

	Governn	nental	Busines	s-type			Total
	Activities		Activities		<u>Total</u>		Percentage
	2009	2010	2009	2010	2009	2010	Change
Notes Payable	 \$-	\$ -	\$7.83	\$8.53	\$7.83	\$8.53	8.94%
Total	\$-	\$ -	\$7.83	\$8.53	\$7.83	\$8.53	8.94%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local governments (cities, counties and school boards) primarily rely on property and sales tax and a limited array of other permitted taxes and fees (franchise, occupational license, etc.) for their governmental activities. There are a limited number of state-shared revenues and recurring and non-recurring one-time grants from both the state and federal governments. Fortunately, the City of Valdosta was named a metropolitan statistical area in June 2003. This designation enables the City to become an entitlement community; therefore, grants will automatically become available to the City, and Valdosta will not be required to compete with other communities for grant funds.

For the business-type and certain governmental activities (recreational programs) the user pays a fee or charge associated with the service.

The City of Valdosta experienced the negative results of the economic downturn in Fiscal Year 2010. All major revenue sources that support governmental activities were collected at significantly lower numbers than anticipated. Although departments in the General Fund reduced their approved appropriations by five to seven percent, the General Fund still experienced a reduction of net assets in excess of \$3.1 million. Despite the economic conditions for fiscal year 2010, conservative budgeting practices, and adherence to sound financial policies and philosophies enable the City to remain financially stable.

The following areas are three primary indicators that the City reviews when making future financial decisions.

- Growth in the tax base of the City (excluding inflationary growth). There was a slight increase in the tax base this year. The minimal change is the result of no business expansion, home devaluation, and lack of new business.
- Business Gross Receipts Taxes (based on a business' gross receipts). There was a
 decrease in Business Occupation revenue due to the economic conditions.
- General Fund's Ending Fund Balance reflects the City's ability to meet ever
 increasing demands for general service while remaining financially sound and
 fiscally responsible by providing a buffer for short-term fluctuations in the
 economy. As previously stated in this document, the General Fund did
 experience a reduction in fund balance this year. However, despite this reduction,
 the total fund balance remains healthy.

FINANCIAL CONTACT

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. If you have questions about this report or need additional financial information, contact the City of Valdosta Finance Department, P.O. Box 1125, Valdosta, Georgia 31603 or visit our website at www.valdostacity.com.

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Basic Financial Statements

CITY OF VALDOSTA, GEORGIA STATEMENT OF NET ASSETS AS OF JUNE 30, 2010

	Primary Government			Component Units		
	Governmental	Business-type	T-4-1	CVDA	DD.4	
	Activities	Activities	Total	CVDA	DDA	
ASSETS						
Cash	\$3,072,094	\$2,672,561	\$5,744,655	\$270,209	\$3,690	
Investments	3,385,445	3,468,238	6,853,683	0	0	
Receivables (net)	7,124,994	2,376,969	9,501,963	33,918	0	
Due from other governments	1,894,336	124,942	2,019,278	0	0	
Due from primary government	0	0	0	3,245,000	0	
Interfund balances	3,247,442	(3,247,442)	0	0	0	
Inventories	598,074	943,527	1,541,601	0	0	
Prepaids	6,011	0	6,011	0	0	
Other assets	0,011	262,500	262,500	0	0	
Capital assets:	v	202,500	202,500	v	Ü	
Non-depreciable	87,403,171	33,744,306	121,147,477	0	0	
Depreciable (net)	54,407,375	68,636,643	123,044,018	0	0	
Total Assets	\$161,138,942	\$108,982,244	\$270,121,186	\$3,549,127	\$3,690	
i otal Assets	\$101,136,942	\$100,762,244	\$270,121,180	\$3,377,127	\$3,070	
LIABILITIES						
Accounts payable	\$3,409,386	\$6,503,705	\$9,913,091	\$23,352	\$0	
Contracts payable	178,978	0	178,978	0	0	
Accrued interest payable	0	80.697	80,697	0	0	
Deposits	14,026	784,803	798,829	0	0	
Unearmed revenue	215,163	0	215,163	0	0	
Non-current liabilities	213,103	v	213,103	V	v	
Due within one year:						
Compensated absences	800,000	234,350	1,034,350	0	0	
Due to other governments & agencies	12,268	453,899	466,167	0	0	
Due to component unit	12,208	233,000	233,000	0	0	
Bonds payable	0	233,000	233,000	289,552	0	
Landfill closure and post closure	0	52,000	•	289,332	0	
Due in more than one year:	U	32,000	52,000	U	U	
Other post employement benefits	3,476,630	0	3,476,630	0	0	
Compensated absences	, , , , , , , , , , , , , , , , , , , ,	•	, ,	0	0	
	783,880	266,168	1,050,048	0	0	
Due to other governments & agencies Due to component unit	0	4,843,078	4,843,078	0	0	
Bonds payable	0	3,012,000	3,012,000	•	-	
. •	0	0	0	3,209,463	0	
Landfill closure and post closure	0	1,003,138	1,003,138	0	0	
Total Liabilities NET ASSETS	8,890,331	17,466,838	26,357,169	3,522,367	0	
Invested in capital assets						
•	141 010 547	02.044.224	225 (54 072	0	^	
(net of related debt)	141,810,546	93,844,326	235,654,872	0	0	
Restricted for capital outlay	2,148,289	(2.222.020)	2,148,289	0	0	
Unrestricted	8,289,776	(2,328,920)	5,960,856	26,760	3,690	
Total Net Assets	\$152,248,611	\$91,515,406	\$243,764,017	\$26,760	\$3,690	

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2010

		Program Revenues	
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
		****	44.004.44
, ,	. ,	, ,	\$6,981,343
, ,			2,497,174
0	•	0	6,976
2,150,240	122,940	ŭ	3,323,622
1,125,956	138,973		0
48,443,994	2,790,140	1,678,825	12,809,115
4,124,236	4,347,346	382,411	132,423
11,378,940	12,655,546	0	4,380,640
1,022,811	1,009,372	0	0
377,434	41,017	76,914	0
361,234	469,157	0	0
962,042	1,232,845	0	0
256,933	31,380	0	0
	398,697	0	0
18,872,075	20,185,360	459,325	4,513,063
\$67,316,069	\$22,975,500	\$2,138,150	\$17,322,178
\$146.298	\$6.599	\$8,350	\$0
	,		0
\$146,360	\$10,349	\$8,350	\$0
	\$24,949,781 20,218,017 0 2,150,240 1,125,956 48,443,994 4,124,236 11,378,940 1,022,811 377,434 361,234 962,042 256,933 388,445 18,872,075 \$67,316,069	Expenses Charges for Services \$24,949,781 \$116,678 20,218,017 2,406,734 0 4,815 2,150,240 122,940 1,125,956 138,973 48,443,994 2,790,140 4,124,236 4,347,346 11,378,940 12,655,546 1,022,811 1,009,372 377,434 41,017 361,234 469,157 962,042 1,232,845 256,933 31,380 388,445 398,697 18,872,075 20,185,360 \$67,316,069 \$22,975,500 \$146,298 \$6,599 62 3,750	Expenses Charges for Services Grants and Contributions \$24,949,781 \$116,678 \$106,102 20,218,017 2,406,734 422,231 0 4,815 0 2,150,240 122,940 0 1,125,956 138,973 1,150,492 48,443,994 2,790,140 1,678,825 4,124,236 4,347,346 382,411 11,378,940 12,655,546 0 1,022,811 1,009,372 0 377,434 41,017 76,914 361,234 469,157 0 962,042 1,232,845 0 256,933 31,380 0 388,445 398,697 0 18,872,075 20,185,360 459,325 \$67,316,069 \$22,975,500 \$2,138,150 \$146,298 \$6,599 \$8,350 62 3,750 0

General Revenues:

Taxes:

Property Taxes

Sales Tax

Accomodations Tax

Other Taxes

Investment Earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net assets - Beginning

Net assets - Ending

C	(Expense) Revenue a hanges in Net Assets	<u> </u>		
	rimary Government		Componen	t Units
Governmental Activities	Business-type Activities	Total	CVDA	DDA
(\$17,745,658)	\$0	(\$17,745,658)	\$0	\$0
(14,891,878)	0	(14,891,878)	0	0
11,791	0	11,791	0	0
1,296,322	0	1,296,322	0	0
163,509	0	163,509		0
(31,165,914)	0	(31,165,914)	0	0
0	737,944	737,944	0	0
0	5,657,246	5,657,246	0	0
0	(13,439)	(13,439)	0	0
0	(259,503)	(259,503)	0	0
0	107,923	107,923	0	0
0	270,803	270,803	0	0
0	(225,553)	(225,553)	0	0
0	10,252	10,252	0	0
0	6,285,673	6,285,673	0	0
(\$31,165,914)	\$6,285,673	(\$24,880,241)	\$0	\$0
0	0	0	(131,349)	0
0	0	0	0	3,688
0	0	0	(131,349)	3,688
5 904 625	0	5 004 (05	100 145	0
5,804,625 9,242,810	0	5,804,625 9,242,810	192,145 0	0
1,476,776	0	1,476,776	0	0
8,303,204	0	8,303,204	0	0
292,878	7,440	300,318	877	2
409,010	0	409,010	2,140	0
771,412	(771,412)	0	0	0
26,300,715	(763,972)	25,536,743	195,162	
(4,865,199)	5,521,701	656,502	63,813	3,690
157,113,810	85,993,705	243,107,515	(37,053)	0
\$152,248,611	\$91,515,406	\$243,764,017	\$26,760	\$3,690
#102,2 10,011	#71,515,100		Ψ20,700	Ψ5,070

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Sovernmental Funds

General Fund - the principal fund of the city which accounts for all financial transactions not accounted for in other funds. Principal sources of revenue are property taxes, sales taxes, licenses and permits. Primary expenditures are for police and fire protection, engineering, community development, cemetery, and general administration.

Recreation and Parks Fund - to account for all activities of the Recreation and Parks department as stated in the Intergovernmental Agreement signed by the local governments of Lowndes County as a result of House Bill 489.

Sales Tax 97 Fund - to account for the financing and construction of capital improvements for various public projects including park development, drainage, fire services, traffic improvements, sanitation equipment, facility construction, renovation and purchase, and environmental compliance. These improvements are financed through a 1% local option sales tax that was collected for 60 months starting January 1998.

Sales Tax 2002 Fund - to account for the financing and construction of capital improvements for various public projects including storm drainage improvements, police improvements, parks and recreation improvements, fire department improvements, municipal court facilities, water and sewer improvements, public works improvements and facility improvements. These improvements are financed through a 1% local option sales tax that was collected for 60 months starting January 2003.

Sales Tax 2007 Fund – to account for the financing and construction of capital improvements for various public projects including storm drainage improvements, police improvements, parks and recreation improvements, fire department improvements, water and sewer improvements, public works improvements, and facility improvements. These improvements are financed through a 1% local option sales tax that will be collected for 72 months starting January 2008.

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CITY OF VALDOSTA, GEORGIA BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2010

	GENERAL	RECREATION AND PARKS FUND	SALES TAX 97	SALES TAX 2002	SALES TAX 2007	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS							
Cash	\$393,858	\$0	\$275,604	\$2,022	\$298,709	\$ 914,964	\$1,885,157
Investments, at cost or amortized cost Receivables (net)	1,898,308	0	0	4,041	0	1,483,096	3,385,445
Taxes	1,556,426	0	0	0	1,805,485	0	3,361,911
Accounts	541,291	0	0	0	0	157,864	699,155
Interest	0	0	0	0	0	2,661	2,661
Second mortgages	0	0	0	0	0	2,580,036	2,580,036
Special assessments	45,387	0	0	0	0	0	45,387
Due from other governments and agencies	797,109	0	0	235,769	377,305	474,158	1,884,341
Interfund balances	2,233,965	0	0	0	275,604	0	2,509,569
Advances to other governments and agencies	10,000	0	0	0	0	0	10,000
Advance to other funds	4,676,623	0	0	0	0	0	4,676,623
Prepaid expenditures	6,008	0	0	0	0	0	6,008
Inventories at cost	0		0	0	300,000	0	300,000
Total assets	\$12,158,975	\$0	\$275,604	\$241,832	\$3,057,103	\$5,612,779	\$21,346,293
LIABILITIES AND FUND BALANCE (DEFICIT)						
Liabilities:							
Accounts payable	\$1,364,366	\$0	\$0	\$0	\$1,315,424	\$264,829	\$2,944,619
Contracts payable	0	0	0	0	178,978	0	178,978
Deposits	823	0	Ö	ő	0	13,203	14,026
Due to:		•	•	•	•	15,205	11,020
Other funds	0	0	275,604	0	0	339,926	615,530
Other governments and agencies	12,268	Ŏ	0	Ô	ŏ	0	12,268
Deferred revenue	1,781,857	0	Ō	235,769	1,087,205	297.669	3,402,500
Advances from other funds	0	0	0	0	0	30,000	30,000
Total liabilities	3,159,314		275,604	235,769	2,581,607	945,627	7,197,921
Fund balance (deficit):			275,007	255,707	2,501,007	710,027	7,177,721
Reserve for encumbrances	1,533,980	0	0	0	1,382,989	164,557	3,081,526
Reserve for long-term receivables	4,676,623	ō	Ö	Ö	0	2,446,381	7,123,004
Reserve for perpetual care	0	Ö	Ō	ō	ō	1,403,729	1,403,729
Reserve for recreation activities	0	0	0	0	0	12,198	12.198
							10,000
Reserve for advance to data processing network	10,000	0	0	0	0	0	
Reserve for advance to data processing network Reserve for prepaid expenditures	10,000	0	0	0	0	0	6,008
		-	-	-	•	-	
Reserve for prepaid expenditures	6,008	0	0	0	ŏ	0	6,008
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority	6,008 3,000 1,600 173,557	0 0 0 0	0 0 0 0	0	0	0 0 0 0	6,008 3,000
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines	6,008 3,000 1,600 173,557 1,175	0 0 0 0	0 0 0 0	0 0 0 0	0 0 0 0	0 0 0 0	6,008 3,000 1,600 173,557 1,175
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for nydes permitting	6,008 3,000 1,600 173,557 1,175 21,740	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for mydes permitting Reserve for inventories	6,008 3,000 1,600 173,557 1,175	0 0 0 0	0 0 0 0	0 0 0 0	0 0 0 0	0 0 0 0	6,008 3,000 1,600 173,557 1,175
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for npdes permitting Reserve for inventories Unreserved:	6,008 3,000 1,600 173,557 1,175 21,740	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0	0 0 0 0 0 0 0 300,000	0 0 0 0 0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740 300,000
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for nydes permitting Reserve for inventories Unreserved: Designated for property tax relief	6,008 3,000 1,600 173,557 1,175 21,740	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for npdes permitting Reserve for inventories Unreserved: Unreserved: Undesignated for property tax relief Undesignated, reported in:	6,008 3,000 1,600 173,557 1,175 21,740 0	0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 300,000	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740 300,000
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for landbank authority Reserve for tree fines Reserve for mydes permitting Reserve for inventories Unreserved: Designated for property tax relief Undesignated, reported in: Special Revenue Funds	6,008 3,000 1,600 173,557 1,175 21,740 0 2,571,978	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 300,000	0 0 0 0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740 300,000 2,571,978 (13,830)
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for Inadbank authority Reserve for tree fines Reserve for nydes permitting Reserve for inventories Unreserved: Designated for property tax relief Undesignated, reported in: Special Revenue Funds Capital Projects Funds	6,008 3,000 1,600 173,557 1,175 21,740 0 2,571,978	0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0	0 0 0 0 0 0 300,000 0 0 (1,207,493)	0 0 0 0 0 0 0 0 0 (13,830) 654,117	6,008 3,000 1,600 173,557 1,175 21,740 300,000 2,571,978 (13,830) (547,313)
Reserve for prepaid expenditures Reserve for child abuse prevention Reserve for fire simulator Reserve for Inadbank authority Reserve for tree fines Reserve for mydes permitting Reserve for inventories Unreserved: Designated for property tax relief Undesignated, reported in: Special Revenue Funds	6,008 3,000 1,600 173,557 1,175 21,740 0 2,571,978	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 300,000	0 0 0 0 0 0 0 0	6,008 3,000 1,600 173,557 1,175 21,740 300,000 2,571,978 (13,830)

CITY OF VALDOSTA, GEORGIA RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS GOVERNMENTAL FUNDS AS OF JUNE 30, 2010

Fund balances - total governmental funds		\$14,148,372
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds		
Governmental capital assets Less accumulated depreciation	\$220,060,317 (83,134,958)	136,925,359
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds		
Other post employment benefits		(3,476,630)
Compensated absences		(1,547,691)
Revenue not received within 31 days in governmental funds is susceptible to full accrual on the entity-wide statements		
Deferred revenue		3,187,336
Internal service funds are used by management to charge the costs of certain activities to individual funds.		
The assets and liabilities of the internal service funds that are reported with governmental activities.		3,011,865
Net assets of governmental activities		\$152,248,611

CITY OF VALDOSTA, GEORGIA STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2010

	GENERAL	RECREATION AND PARKS	SALES TAX 97	SALES TAX 2002	SALES TAX 2007	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:	#00 # 04 2 40	*******	**	••			*********
Taxes	\$22,784,360	\$493,690	\$0	\$0	\$0	\$1,477,277	\$24,755,327
Licenses and permits	423,463	0	0	0	0	0	423,463
Charges for service	112,417	3,930	0	0	0	0	116,347
Fines and forfeitures Interest income	1,342,559	0	0	0	0	19,006	1,361,565
Contributions	296,224	0	0	0	5,814	12,313	314,351
Miscellaneous	3,000	0	0	0	0	41,444	44,444
	250,691	885	0	0	o o	20,492	272,068
Intergovernmental	1,332,943	0	1,083,101	1,691,434	8,865,144	2,870,626	15,843,248
TOTAL REVENUES	26,545,657	498,505	1,083,101	1,691,434	8,870,958	4,441,158	43,130,813
EXPENDITURES:							
Current:							
General government	9,298,539	0	0	0	0	1,504,397	10,802,936
Public safety	18,469,075	0	0	0	0	26,504	18,495,579
Public works	1,940,432	0	0	0	0	0	1,940,432
Economic development and assistance	561,792	0	0	0	0	553,828	1,115,620
Capital outlay	0	0	875,977	1,252,118	13,182,308	1,714,374	17,024,777
TOTAL EXPENDITURES	30,269,838	0	875,977	1,252,118	13,182,308	3,799,103	49,379,344
EXCESS (DEFICIENCY) OF REVENUES							
OVER EXPENDITURES	(3,724,181)	498,505	207,124	439,316	(4,311,350)	642,055	(6,248,531)
OTHER FINANCING SOURCES (USES):							
Transfers in	2,850,433	0	0	0	300,000	1,560	3,151,993
Transfers out	(2,201,560)	(4,815)	(300,000)	0	0	(1,200)	(2,507,575)
TOTAL OTHER FINANCING SOURCES (USES)	648,873	(4,815)	(300,000)	0	300,000	360	644,418
NET CHANGE IN FUND BALANCES	(3,075,308)	493,690	(92,876)	439,316	(4,011,350)	642,415	(5,604,113)
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	12,074,969	(493,690)	92,876	(433,253)	4,486,846	4,024,737	19,752,485
FUND BALANCES (DEFICIT) - END OF YEAR	\$8,999,661	\$0	\$0	\$6,063	\$475,496	\$4,667,152	\$14,148,372

 ${\it The\ accompanying\ notes\ are\ an\ integral\ part\ of\ these\ statements}.$

CITY OF VALDOSTA, GEORGIA RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES AS OF JUNE 30, 2010

Net change in fund balances - total governmental funds (\$5,6	504,113)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures However, in the statement of activities, the cost of those assets is depreciated over their estimated useful life:	
Expenditures for capital assets: \$8,197,003 Less current year depreciation (6,606,741)	590,262
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Change in long-term compensated absences	(19,775)
Other post employment benefits (1,5	578,178)
Long-term accounts receivable	323,431)
Internal service funds	070,036
Change in net assets of governmental activities (\$4,5)	865,199)

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Proprietary Funds

Sanitation Fund - to finance and account for the cost of providing both residential and commercial trash and garbage pickup to citizens and businesses of the City.

Water and Sewer Revenue Fund - to finance and account for the cost of providing water and sewer services to the residents and businesses of the City. All activities necessary to provide such services are included in the fund, including financing and related debt services.

DOL Building Fund - to account for the revenues received from the rental of the Georgia Department of Labor building and the expenses associated with the maintenance of the building.

Storm Water - to finance and account for the cost of providing stormwater collection services to the residents and businesses of the City. All activities necessary to provide such services are included in the fund.

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CITY OF VALDOSTA, GEORGIA STATEMENT OF NET ASSETS PROPRIETARY FUNDS JUNE 30, 2010

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL			
		WATER/ SEWER	DEPARTMENT OF LABOR		OTHER ENTERPRISE		ACTIVITIES INTERNAL
	SANITATION	REVENUE	BUILDING	STORMWATER	FUNDS	TOTAL	SERVICE FUNDS
ASSETS							
Current assets:							
Cash	\$76,391	\$1,366,489	\$36,714	\$250,235	\$5,957	\$1,735,786	\$1,186,937
Investments	152,662	2,730,827	73,369	500,076	11,304	3,468,238	
Receivables (net)							
Accounts	619,213	1,593,569	0	154,414	9,773	2,376,969	435,844
Due from other governments and agencies	12,896	5,391	0	0	106,655	124,942	(
Inventories at cost	0	943,527	0	0	0	943,527	298,074
Restricted assets and other debits:							
Cash	13,906	922,869	0	0	0	936,775	(
Total current assets	875,068	7,562,672	110,083	904,725	133,689	9,586,237	1,920,855
Noncurrent assets:							
Restricted assets:							
Bond accounts:							
Other assets	0	262,500	0	0	0	262,500	
Capital assets:						,	
Land	0	1,476,354	0	219,728	0	1,696,082	92,563
Land improvement	546,146	75,477,395	0	0	0	76,023,541	383,59
Buildings and structures	1,178,500	26,930,934	4,364,002	0	0	32,473,436	285,94
Motor vehicles	0	0	0	0	0	0	14,622,48
Equipment	99,420	2,738,495	0	0	388,946	3,226,861	2,926,82
Intangibles	0	0		1,000,230	0	1,000,230	
Construction in progress	0	32,048,224	0	0	0	32,048,224	(
	1,824,066	138,671,402	4,364,002	1,219,958	388,946	146,468,374	18,311,41
Less accumulated depreciation	(892,831)	(42,269,575)	(523,680)	(18,924)	(382,415)	(44,087,425)	(13,426,224
Net capital assets	931,235	96,401,827	3,840,322	1,201,034	6,531	102,380,949	4,885,187
Total noncurrent assets	931,235	96,664,327	3,840,322	1,201,034		102,643,449	4,885,187
Total assets	\$1,806,303	\$104,226,999			6,531	\$112,229,686	\$6,806,042
1 (161 25543	31,606,505	3104,226,999	\$3,950,405	\$2,105,759	\$140,220	3112,229,686	30,800,042
LIABILITIES							
Current liabilities:							
Accounts payable	\$136,519	\$6,212,003	\$11,941	\$35,822	\$107,420	\$6,503,705	\$464,768
Accrued interest	222	24,971	55,504	0	0	80,697	(
Compensated absences (current portion)	38,000	152,562	0	25,600	18,188	234,350	20,000
Landfill closure and post closure (current portion)	52,000	0	0	0	0	52,000	(
Due to other funds	158,634	346,489	0	50,095	83,492	638,710	1,255,329
Due to other governments and agencies (current portion)	15,813	432,732	0	0	5,354	453,899	(
Due to component unit (current portion)	0	0	233,000	0	0	233,000	(
Current liabilities (payable from restricted assets):							
Deposits	13,906	770,897	0	0	0	784,803	
Total current liabilities	415,094	7,939,654	300,445	111,517	214,454	8,981,164	1,740,097
Noncurrent liabilities (payable from unrestricted assets):							
Compensated absences	97,797	123,605	0	9,648	35,118	266,168	16,189
Advances from other funds	0	0	0	0	1,600,345	1,600,345	3,046,278
Landfill closure and post closure (net of current portion)	1,003,138	0	0	0	0	1,003,138	(
Due to other governments and agencies, (net of current portion)	51,447	4,791,631	0	0	0	4,843,078	(
Due to component unit (net of current portion)	0	0	3,012,000	0	0	3,012,000	0
Total noncurrent liabilities (payable from unrestricted assets)	1,152,382	4,915,236	3,012,000	9,648	1,635,463	10,724,729	3,062,467
Total liabilities	1,567,476	12,854,890	3,312,445	121,165	1,849,917	19,705,893	4,802,564
NET ACCUTE (RELIGIT)							
NET ASSETS (DEFICIT)							
Invested in capital assets, net of related debt	863,975	91,177,464	595,322	1,201,034	6,531	93,844,326	4,885,187
Unrestricted	(625,148)	194,645	42,638	783,560	(1,716,228)	(1,320,533)	(2,881,709
Total net assets (deficit)	\$238,827	\$91,372,109	\$637,960	\$1,984,594	(\$1,709,697)	\$92,523,793	\$2,003,478
Adjustment to reflect the consolidation of internal s	ervice fund activities rela	tad to antonneisa finds				(1,008,387)	

CITY OF VALDOSTA, GEORGIA STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2010

BUSINESS-TYPE ACTIVITIES

**************************************	OTHER ENTERPRISE FUNDS \$932,485 516,246	TOTAL \$932,485	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
1,232,105		\$932.485	
1,232,105		\$932.485	
	516,246	カメンといすけつ	\$0
0		19,098,530	9,062,701
	0	42,577	0
0	0	382,411	0
740	31,380	111,413	22,050
1,232,845	1,480,111	20,567,416	9,084,751
585,898	1,184,262	7,937,904	543,939
143,375	179,692	3,106,611	1,138,615
0	0	0	4,807,275
47,157	415,775	1,571,072	1,730,459
2,217	11,165	39,352	1,826
148,630	205,152	2,928,867	380,997
5,539	0	5,539	0
0	10,446	2,334,967	1,639,440
932,816	2,006,492	17,924,312	10,242,551
300,029	(526,381)	2,643,104	(1,157,800)
2,587	134	7,440	3,914
0	76,914	4,589,977	0
0	355	355	0
0	0	(262,174)	0
0	0	(276,785)	0
2,587	77,403	4,058,813	3,914
			(1,153,886)
595,590	0		216,535
0	500		3,798,583
(146,095)	(223,492)	(2,243,501)	(2,200,000)
449,495	(222,992)	(771,412)	1,815,118
752,111	(671,970)	5,930,505	661,232
1,232,483	(1,037,727)		1,342,246
\$1,984,594	(\$1,709,697)		\$2,003,478
-	302,616 595,590 0 (146,095) 449,495 752,111 1,232,483	302,616 (448,978) 595,590 0 0 500 (146,095) (223,492) 449,495 (222,992) 752,111 (671,970) 1,232,483 (1,037,727)	302,616 (448,978) 6,701,917 595,590 0 1,471,589 0 500 500 (146,095) (223,492) (2,243,501) 449,495 (222,992) (771,412) 752,111 (671,970) 5,930,505 1,232,483 (1,037,727)

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

Change in net assets of business-type activities

(408,804) \$5,521,701

CITY OF VALDOSTA, GEORGIA STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2010

BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS GOVERNMENTAL WATER/ DEPARTMENT OTHER ACTIVITIES SEWER OF LABOR ENTERPRISE INTERNAL SANITATION REVENUE BUILDING STORMWATER **FUNDS** TOTAL SERVICE FUNDS INCREASE (DECREASE) IN CASH Cash flows from operating activities: Cash received from customers \$4,217,790 \$12,386,313 \$469,157 \$1,209,487 \$1,475,921 \$19,758,668 \$8,662,262 Cash payments to suppliers for goods and services (2,263,693) (2,847,464) (134, 251)(313,329) (280,240) (5,838,977) (8.234.346) Cash payments to employees for services (1.804.841)(4,324,251)0 (576,440)(1,058,604)(7,764,136)(545,601)Other operating revenues 42,577 42,577 0 0 0 0 Miscellaneous income 17,375 61,918 0 740 355 80,388 New customer utility deposits 7.998 183,135 () 0 191,133 0 Intergovernmental revenues 382,411 O Ð 0 0 382.411 0 Refunded customer utility deposits (5,112)(185,213)Ð 0 (190,325) 0 Net cash provided by (used in) operating activities 594,505 5,274,438 334,906 320,458 137,432 6,661,739 (117,685) Cash flows from noncapital financing activities: Transfers-in from other funds 0 0 0 0 500 500 0 132,423 4.380.640 76,914 4.589,977 3,798,583 Intergovernmental revenues 0 0 (478,842) (1,395,072) (146,095) (223,492) (2,243,501) (2,200,000) Transfers-out to other funds 1,598,583 Net cash provided by (used in) noncapital (346,419) 2,985,568 0 (146,095) (146,078)2,346,976 financing activities Cash flows from capital and related financing activities: (15,188) (427,973) 0 (412.785) 0 0 0 Principal paid on Georgia Environmental Facilities Authority Loan 1,376,871 1,376,871 Loan from Georgia Environmental Facilities Authority 0 (262,500) Note issuance costs (262,500) Acquisition and construction of capital assets (9,107,379) n (40,344) 0 (9,147,723) (908.643) Proceeds from sale of capital assets 0 0 0 0 0 5.484 (233,000)(233,000)Principal paid on DOL intergovernmental note 0 0 0 (135,564) (138,674) Interest paid on revenue bonds and GEFA loan (3,110)0 (140,847) (140,847) Interest paid on DOL intergovernmental note Net cash (used in) capital and related (18,298) (8,541,357) (373,847) (40,344) 0 (8,973,846) (903,159) financing activities Cash flows from investing activities: 83,840 12,978 3,409,676 0 Sale of investment securities 3,312,858 Purchase of investment securities (152,662) (1.796,707) 67,696 (1,881,673) 0 0 Interest on cash deposits 2,151 0 276 0 0 2,427 0 2,291 134 3,914 Interest and dividends on investments 0 2,587 5,012 (150,511) 67,972 Net cash provided by (used in) investing activities 1.518.442 86,427 13.112 1,535,442 3,914 Net increase in cash 79,277 1.237.091 29.031 220.446 4.466 1.570.311 581.653 Cash beginning of year 11,020 1,052,267 7,683 29,789 1,491 1,102,250 605,284 Cash at end of year \$90,297 \$2,289,358 \$36,714 \$250,235 \$5,957 \$2,672,561 \$1,186,937 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES \$785,247 \$1,839,424 \$244,785 \$300,029 (\$526,381) \$2,643,104 (\$1,157,800) Operating income (loss) Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: 5.539 Amortization 0 5.539 0 87,280 10,446 2,334,967 1,639,440 32,205 2.205.036 Depreciation 0 Miscellaneous income 355 New customer utility deposit 7,998 183,135 191,133 0 Refunded customer utility deposit (5,112) (185,213) n O (190.325)0 Landfill closure and post closure (26,540)() 0 0 0 (26,540)0 Change in assets and liabilities: (304,451) (422,489) (Increase) in accounts receivable (71,340)(206,303) (22,618) (4,190)(Increase) decrease in due from other funds 11,020 (67,704) (56,684)0 Decrease in due from other governments and agencies 33,777 36,834 0 n n 70.611 0 (27,534)(Increase) decrease in inventory 140,340 0 0 0 140,340 (Decrease) increase in accounts payable 19,259 906,247 (19,876)58,499 966,970 (65,102) 2,841 (9,277) 71,387 (Decrease) increase in compensated absences liability 20,178 (2.571) 7,289 15,619 (Decrease) increase in due to other funds 147,614 346,489 50.095 (11,445) 532,753 (142, 148)(Decrease) increase in advances from other funds (348,781) 0 687,129 338,348 (13,439)\$320,458 Net cash provided by (used in) operating activities \$594,505 \$5,274,438 \$334,906 \$137,432 \$6,661,739 (\$117,685) NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES Contributed capital assets from SPLOST VI 0 875,999 0 595,590 0 1.471.589 165,500 Contributed capital assets from General Fund 0 0 0 0 0 0 18,535 Contributed capital assets from Police Grant 0 0 0 0 0 0 32,500

Fiduciary Funds

Tree Commission Agency Fund - to account for monies collected for the Tree Commission.

CITY OF VALDOSTA, GEORGIA STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES FIDUCIARY FUND JUNE 30, 2010

	TREE COMMISSION
ASSETS	
Cash	\$51,331
Investments	7,156
Total assets	\$58,487
LIABILITIES	
Due to other governments and agencies	\$58,487
Total liabilities	\$58,487

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Notes to Financial Statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting principles of the City of Valdosta, Georgia conform to generally accepted accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"), in conjunction with the Financial Accounting Standards Board ("FASB") pronouncements issued on or before November 30, 1989. The City has not implemented private sector guidance issued after this date.

The accompanying summary of the City of Valdosta's more significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies, as presented, should be viewed as an integral part of the accompanying financial statements.

A. THE REPORTING ENTITY

The primary government of the City of Valdosta has two component units – the Central Valdosta Development Authority (the "Authority") and the Valdosta Downtown Development Authority. Using the criteria of Governmental Accounting Standards Board (GASB) Statements No. 14 and 39, management determined that both authorities should be discretely presented.

Primary Government

The City of Valdosta was originally incorporated by an Act of the General Assembly of Georgia on December 7, 1860. The basic charter of the City was provided in Georgia laws 1901, Act No. 213, as amended. (Georgia Laws 1901, p. 670) The City is governed by an elected mayor and seven-member council with daily operations managed by an appointed city manager. The following services as authorized by its charter and code are provided by the City: General Administrative Services, Public Safety (Police, Fire and Inspections), **Public** Works (Streets, Sanitation, Water and Sewer), and Culture/Recreation.

Discretely Presented Component Units:

Central Valdosta Development Authority – The Authority was established by an Act of the General Assembly of Georgia to redevelop and improve the central Valdosta area. The Authority has the power to create special tax districts, to levy and collect taxes, and issue notes or other evidence of indebtedness. The Authority consists of seven members, one of whom is the Mayor of the City of Valdosta. The other six members are appointed by the City Council. The Development Authority provision of services is not limited entirely, or almost entirely, to the primary government nor does it only benefit the primary government. Therefore, the City concluded in accordance with GASB 14 and 39

that the Development Authority should be included in the financial reporting entity by discrete presentation.

Downtown Development Authority – The Downtown Development Authority was established by a local ordinance to redevelop and improve the downtown Valdosta area. The Authority has the power to levy and collect taxes and issue notes or other evidence of indebtedness. The Authority consists of seven members, one of whom is the Mayor of the City of Valdosta. The other six members are appointed by the City Council. The Downtown Development Authority provision of services is not limited entirely, or almost entirely, to the primary government nor does it only benefit the primary government. Therefore, the City concluded in accordance with GASB 14 and 39 that the Downtown Development Authority should be included in the financial reporting entity by discrete presentation.

Separate financial statements are not available from either authority.

Related Organizations:

The City of Valdosta officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. The Mayor and Council appoint the board members of the Valdosta Housing Authority, Valdosta-Lowndes County Zoning Board of Appeals, Valdosta-Lowndes County Industrial Authority, Hospital Authority of Valdosta and Lowndes County, Greater Lowndes County Planning Commission, Valdosta Historic Preservation Commission, Valdosta Tree Commission, Valdosta Lowndes County Airport Authority, Valdosta-Lowndes County Conference and Tourism Authority, Keep Lowndes Valdosta Beautiful Commission, Valdosta-Lowndes County Land Bank Authority, Valdosta/Lowndes County Construction Adjustments and Appeals Board, RDC Board of Directors, Valdosta Housing Board of Adjustments and Appeals, Lowndes County Board of Health, Community Development Block Grant Committee, the Performing Arts Organizational Steering Committee, the Valdosta-Lowndes County Parks Authority, the Community Improvement District Board, the Metropolitan Planning Organization Citizen's Advisory Committee, the Animal Control Board, and the Public Art Advisory Committee.

B. MEASUREMENT FOCUS AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements (i.e. the statement of net assets and the statement of changes in net assets) report information on all nonfiduciary activities of the primary government and its component units. The City's fiduciary fund is not included

in the government wide financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the Central Valdosta Development Authority and the Downtown Development Authority for which the primary government is accountable.

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

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

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The City's government wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of Governmental and Business-Type activities for the City. Fiduciary activities of the City are not included in these statements.

These statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Accordingly, all the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in assets. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the City are reported in three categories: 1) charges for services to customers who directly benefit from goods, services, or privileges provided by a given function, 2) operating grants and contributions that are restricted to meeting the operational needs for a particular function and 3) capital

grants and contributions that are restricted to meeting the capital needs of a particular function.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated, however, those transactions between governmental and business-type activities have not been eliminated. Governmental activities which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Fund Financial Statements

The accounts of the City are organized on the basis of the funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses as appropriate. Government resources are allocated to and accounted for in the individual funds based upon the purpose for which they are spent and the means by which spending activities are controlled.

THE CITY REPORTS THE FOLLOWING MAJOR FUNDS:

GOVERNMENTAL

General Fund – the principal fund of the City used to account for all activities not otherwise accounted for by a specific fund.

Recreation and Parks Fund – to account for all activities of the Recreation and Parks Fund as stated in the intergovernmental agreement signed by the City of Valdosta and the Valdosta-Lowndes County Parks and Recreation Authority. These activities have been entirely assumed by the Valdosta – Lowndes County Parks and Recreation Authority.

Sales Tax 97 Fund – to account for the financing and construction of capital improvements for various public projects. These improvements are financed through a 1% local option sales tax collected for 60 months from January 1998 through December 2002.

Sales Tax 2002 Fund – to account for the financing and construction of capital improvements for various public projects. These improvements will be financed through a 1% local option sales tax collected for 60 months starting January 2003.

Sales Tax 2007 Fund – to account for the financing and construction of capital improvements for various public projects. These improvements will be financed through a 1% local option sales tax collected for 72 months starting January 2008.

ENTERPRISE

Sanitation Fund – to finance and account for the costs of providing both residential and commercial trash and garbage pick up to residents and businesses of the City.

Water and Sewer Revenue Fund – to finance and account for the cost of providing water and sewer services to the residents and business of the City.

DOL Building Fund – to finance and account for the cost of maintaining the building leased to the Georgia Department of Labor. The fund also accounts for lease payments received from the state.

Stormwater – to finance and account for the cost of providing stormwater collection services to the residents and businesses of the city. All activities necessary to provide such services are included in the fund.

ADDITIONALLY THE CITY REPORTS THE FOLLOWING FUND TYPES:

GOVERNMENTAL FUNDS

Governmental fund types include the General Fund, Special Revenue Funds, and Capital Projects Funds. Governmental Fund Financial Statements include a balance sheet and a statement of revenues expenditures and changes in fund balances for all governmental major funds and non major funds aggregated. The governmental funds employ the current financial resources measurement focus. Those funds are maintained on the modified accrual basis of accounting. (Explained further under Basis of Accounting)

SPECIAL REVENUE FUNDS

These funds are used to account for revenues derived from specific taxes, governmental grants, or other revenue sources which are designed to finance particular functions or activities of the City. The City maintains a separate Special Revenue Fund for each Federal Grant Program.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds account for capital improvements (except for those financed by Proprietary Funds) which are financed from certain Federal Grants, and other City Funds.

PERMANENT FUND

The permanent fund accounts for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs, that is, for the benefit of the City or its Citizenry.

PROPRIETARY FUNDS

Proprietary Funds include Enterprise funds and Internal Service Funds. The Proprietary Fund measurement focus is upon determination of net income, financial position, and changes in financial position. The generally accepted accounting principles in these funds are those applicable to similar businesses in the private sector and thus these funds are maintained on the accrual basis of accounting. (Explained further under Basis of Accounting)

ENTERPRISE FUNDS

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the City is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The acquisition, maintenance and improvement of the physical plant facilities required to provide these goods and services are financed from existing cash resources, the issuance of revenue bonds, Federal Grants, and other City funds.

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City. These goods or services are provided on a cost reimbursement basis.

THE CITY MAINTAINS THE FOLLOWING INTERNAL SERVICE FUNDS:

MOTOR POOL FUND

The Motor Pool Fund accounts for the cost of operating a maintenance facility for automotive equipment. The fund purchases the automotive equipment and leases the equipment to user departments on a predetermined per mile basis or monthly rate based on accumulated historical costs.

GROUP INSURANCE FUND

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

WORKMAN'S COMPENSATION FUND

The Workman's Compensation Fund accounts for the transactions related to the workman's compensation claims paid by the City.

FIDUCIARY FUND

Fiduciary Fund includes the Agency Fund. The Tree Commission Agency Fund accounts for monies collected for the Tree Commission. The assets and liabilities are accounted for on the accrual basis.

BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

Modified Accrual Basis of Accounting

The modified accrual basis of accounting is followed in the Governmental Fund types. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities.

Property taxes levied and due for the current year are considered available and are therefore recognized as revenues in accordance with NCGA Interpretation 3 of NCGA Statement 1.

Licenses, fines and forfeitures, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Taxes, charges for services, investment earnings, and special assessments are considered available if payment is received within 31 days after the close of the current fiscal year and therefore recognized as revenues.

Intergovernmental revenues received as reimbursements for specific purposes or projects are recognized when the expenditure is recorded. Intergovernmental revenues received but not earned are recorded as deferred revenues.

Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due and vacation and sick pay which is recorded when paid.

Accrual Basis of Accounting

The accrual basis of accounting is followed in all Proprietary Funds and the Agency Fund. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when incurred. The revenues for sanitation and water and sewer, which are based upon service rates authorized by the City Council, are determined by monthly cyclical billings to customers. Earned but unbilled revenues are accrued and reported in the financial statements.

The City defines operating revenues and expenses in the proprietary funds using the criteria established for identifying cash flows from operations. Revenues from the sale of goods or services (including goods or services sold to internal customers) as well as from the sale of permits are considered operating revenues. Expenses incurred to purchase labor, operating supplies and services, as well as depreciation, are classified as operating expenses. All other revenues and expenses not meeting this definition are nonoperating.

Investment earnings are accrued in Proprietary Funds. The City as adopted the requirements of GASB Statement 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting, and elected to follow only GASB standards. Therefore, the City has not adopted Financial Accounting Standards Board pronouncements issued after November 30, 1989.

D. BUDGETS AND BUDGETARY ACCOUNTING

The City code requires that an annual operating budget be prepared that includes a proposed work program, a basic budget at the current level, and program change requests for all Governmental and Proprietary types. The budget is prepared and submitted by the City Manager to the Mayor and Council for their consideration and adoption by ordinance prior to the commencement of the ensuing fiscal year. The Finance Director is authorized to transfer budget amounts within any fund. Budgetary control is exercised by department, function or activity, and major object of expenditures group for capital and grant projects within each fund. Each of these areas cannot legally exceed their appropriations. All unencumbered appropriations lapse at year end. The budget is prepared showing each fund, department and level of expenditure for the prior year, current year estimates, and requested, recommended, and approved appropriations for the next fiscal year. Budgets for the City may be increased or decreased as the City Council deems appropriate.

The budget data presented in the financial statements and schedules were prepared on a Non-GAAP Budgetary basis for the Governmental Fund types. The difference between the GAAP basis and the budgetary basis is the inclusion of encumbrances as expenditures. In the Proprietary Funds, the budgets were prepared on the GAAP basis. The same accrual basis that is used to reflect actual results is used to prepare the budgets for these funds.

The following funds' expenditures/expenses exceeded legal appropriations.

	Expenditures/		
	Expenses on		Amount
	Budgetary Basis	Appropriations	Exceeding
Fund/Department			
General Fund/Engineering	\$2,904,535	\$2,507,475	\$397,060
General Fund/Fire	6,051,254	6,049,783	1,471

Per the official Code of Georgia Annotated 36-81-3, the City has set its level of budgetary control at the departmental level.

E. CASH

For the purpose of the statement of cash flows, the City considers only cash (including restricted assets) in determining the increase (decrease) in cash. Cash equivalents are defined as short term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of

changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

F. INVESTMENTS

It is the City's policy that investments having a remaining maturity at time of purchase of one year or less are recorded at cost or amortized cost in accordance with GASB Statement 31. Adjustments are made to cost for any premium or discount, which is amortized over the maturity of the investment. Amortized cost approximates fair value. The City has no such investments at June 30, 2010.

G. RECEIVABLES

Revenues are recorded when received except for the following items for which receivables have been recorded:

1. Taxes Receivable which includes:

- a. Taxes Receivable-Delinquent represents the past years of uncollected tax levies. An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The tax receivables have been reported net of these allowances.
- b. Sales Taxes, Franchise Taxes, and Public Utilities Receivable recorded as revenue when they become both measurable and available for collection within the current period paying cycle, which is 31 days past year end. The balance of what has been earned though not available is recorded as deferred revenue.

Accounts Receivable which includes:

- a. Accounts Receivable Sanitation and Water and Sewer service charges are recognized when earned, with an allowance for uncollectible accounts of 1% of the accounts receivable balance at June 30. Services performed by various departments are recognized as revenue when they are measured and assured collection within the current paying cycle of the City. That which is earned, but not collected, is recognized as a deferred revenue. In the Proprietary Funds, they are recognized as revenue when earned.
- b. Returned Checks the balance of checks written by the public that the banks have returned to the City over the past 12 months.

- c. Accounts Receivable-Employees the balance that City employees owe the City for travel advances, garnishments, etc.
- d. Unbilled Services Receivable within the City's Enterprise Funds, an estimated amount has been recorded for services rendered but not yet billed as of June 30, 2010. The receivable was arrived at by taking the cycle billings the City sent the customers in July and prorating the amount of days applicable to the current year factor at 99% to allow for uncollectible accounts.
- 3. Second Mortgages Receivable the amount owed to the City from loans made to homeowners on UDAG and CDBG CHIP grants.
- 4. Special Assessments Receivable both principle and interest on paving assessments are payable in semi-annual installments over a five year period. The principle is recognized when due. The balance due at June 30 that has not been collected within 31 days past year end is recorded as a deferred revenue. There is no allowance for uncollectibles as delinquent accounts are declared as a special assessment lien against the property per Section 7.2, paragraph I, of the City's Code. The entire outstanding balance is delinquent at June 30, 2010.
- 5. Interest Receivable interest on investments is recorded as revenue on the Governmental Fund types when it is both measurable and collected within the City's current paying cycle. The amount which is earned but not collected is recognized as a deferred revenue. The interest on investments is recorded as revenue in the year earned for the Proprietary Fund types.

H. DUE FROM OTHER GOVERNMENTS & AGENCIES

Due from other governments includes amounts from grantors for grants for specific programs and capital projects. Program grants and capital grants for governmental capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenue received in advance of project costs being incurred is deferred. Capital grants for capital asset additions to the Proprietary Funds are recorded as receivables and corresponding increases to contributions when reimbursable project costs are incurred.

I. DUE FROM AND DUE TO OTHER FUNDS

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets, and service debts. To the extent that certain transactions between funds had not been paid or received as of June 30, 2010,

balances of interfund amounts receivable or payable have been recorded. To the extent that these balances are between Governmental Funds, they have been eliminated on the statement of net assets.

J. ADVANCE TO OTHER GOVERNMENTS & AGENCIES

The long-term advance from the General Fund to the South Georgia Area Planning Commission Data Processing Network is to finance new activities during their initial operation. The General Fund's fund balance is reserved for this advance to reflect the amount of fund balance not currently available for expenditures. These are long-term advances made to other governmental agencies.

K. ADVANCE TO OTHER FUNDS

The long term advance from the General Fund to the HUD Fund represents operating capital for the City's entitlement program. This balance is distinct from routine interfund balances and will not be liquidated until the entitlement program is terminated. The long term advance from general fund to other funds represents balances that are not expected to be repaid within one year

L. INVENTORIES

Inventories in Proprietary Funds are adjusted to annual and periodic physical counts and are valued at cost using the first-in, first-out method (FIFO) of valuation. Inventory in the Sales Tax 2007 Fund, which is valued at cost first-in, first-out method (FIFO), consists of wetland credits held for construction.

M. PREPAID EXPENDITURES/EXPENSES

Payments made to various vendors for items or services for a future period beyond June 30, 2010 are recorded as prepaid expenditure/expenses. The fund balances in the Governmental Fund types have been reserved for the prepaid expenditures recorded in those funds. This reflects the amount of fund balance not currently available for expenditure.

N. RESTRICTED ASSETS

Monies or other resources, the use of which is restricted by legal or contractual requirements, are recorded as restricted assets. It is the policy of the City to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The restricted assets listed in the Proprietary Funds are for the utility billing customer deposits held on account. The City also has

listed as restricted assets amounts that are legally to be set aside for making bond payments to bond holders.

O. INTANGIBLE ASSETS

Intangible assets are reported in the applicable governmental or business type activity columns in the government-wide financial statements. The City's policy has set the capitalization threshold at \$5,000 for intangible assets. All intangibles are valued at cost or estimated fair market value if donated. Intangible assets are amortized over their estimated useful lives.

P. CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City's policy has set the capitalization threshold for reporting capital assets at \$5,000 and \$250,000 for infrastructure assets. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. The City patched and resurfaced several roads during the current year that are considered general maintenance. The City reports only infrastructure acquired or constructed after June 30, 1980 in accordance with GASB Statement 34.

Expenditures for maintenance and repairs which do not add to the value of the assets or materially extend their lives are expensed as incurred. However, expenditures for repairs and upgrading which do materially add to the value or life of an asset are capitalized.

Depreciation is provided on the straight-line basis over the estimated useful lives.

The estimated useful lives are as follows:

Assets	Life	
	(Years)	
Water System	30-50	
Sewer System	30-50	
Buildings	15-50	
Machinery and Equipment	05-10	
Vehicles	01-05	
Infrastructure	10-20	

Q. COMPENSATED ABSENCES

It is the City's policy to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from City service. In Governmental Fund types, the cost of vacation benefits is recognized when payments are made to employees. A long-term liability of accrued vacation benefits at June 30, 2010 has been recorded in the government wide statements representing the City's commitment to fund such costs from future operations.

R. LONG-TERM OBLIGATIONS

Long-term liabilities for revenue obligations are recorded in the Enterprise Funds. Principal and accrued interests are recorded as liabilities. Principal and interest payments are deducted from the liability as made.

S. PENSION FUND

Annual costs of the pension plan are actuarially computed and include amortization of past service costs over a period of 30 years. The City's policy is to fund the annual pension costs in the annual budget.

T. DEFERRED REVENUE

Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Such amounts have been deemed to be measurable but not available. Amounts deferred by reason of the timing of receipt are subject to full accrual on the government wide statements but not on the fund statements. Unearned amounts remain deferred on the government wide statements.

U. FUND EQUITY

- 1. Reserved Fund Balance a reservation of fund balance indicates that a portion of the fund equity has been legally segregated for specific purposes.
- 2. Designated Fund Balance a designation of fund balance indicates that portion of fund equity for which the City has made tentative plans.
- 3. Undesignated Fund Balance undesignated fund balance indicates that portion of fund equity which is available for budgeting in future periods.

NOTE 2. DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS, INVESTMENTS (INCLUDING REPURCHASE AGREEMENTS), AND REVERSE REPURCHASE AGREEMETS

A. DEPOSITS

At year end, the carrying amount of the City's deposits was \$5,739,855 and the bank balance was \$6,209,908. The City also had \$4,800 in petty cash.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's deposit policy is to require all its deposits in excess of FDIC insurance to be collateralized with securities held by the City or by its agent in the City's name. Of the bank balance, \$294,786 was covered by federal depository insurance and \$5,915,122 was collateral held by the government or agent in the government's name.

As of June 30, 2010, the City had the following investment. The investment in Georgia Fund I is part of an internal investment pool.

Investment	Maturities	Fair Value
Georgia Fund 1	46 days	\$6,853,683
Total Investments		\$6,853,683

Interest Rate Risk

The City has an investment policy that limits the maturities on individual investments to no more than five years and weighted average maturity to no more than three years. Reserve funds may be invested in longer term securities if the maturities coincide with the expected use of the funds. The investments at June 30, 2010 meet our investment policy restrictions.

Credit Risk

The City has an investment policy that limits investments to "the safest types of securities." These are defined as obligations of the State of Georgia or other states, obligations of the US government or certain agencies thereof, repurchase agreements backed by federal securities, prime banker's acceptance with a rating of A+ or better, the local government investment pool, obligations of other political subdivisions of the State of Georgia, and time deposits and savings deposits. Excess funds are invested in Georgia Fund I.

Concentration Credit Risk

The City's investment policy limits its investments as follows:

U. S. Treasury Obligations	100.00%
U. S. Government Agency Securities and Securities issued by Instrumentalities of Government Sponsored Corporations	75.00%
Repurchase Agreements	25.00%
Prime Bankers Acceptance	10.00%
Local Government Investment Pool	40.00%
Certificates of Deposit	25.00%
Obligations of other political subdivisions of the State of Georgia	25.00%

GASB Statement 40 requires disclosure when 5% or more of investments are in one issue. The City has no such concentrations.

The carrying amount of deposits for CVDA, a discretely presented component unit, was \$270,209 and the bank balance was \$291,669.

The CVDA does not have a deposit policy. Of the bank balance, \$250,000 was covered by Federal Depository Insurance and \$41,669 was collateral held by the government or agent in the government's name.

The carrying amount of deposits for DDA was \$3,690.

The DDA does not have a deposit policy. Of the bank balance, \$3,690 was covered by Federal Depository Insurance.

B. INVESTMENTS

The City is authorized to invest its funds in (1) obligations which constitute direct obligations of, or are unconditionally guaranteed by, the United States of America; (2) obligations of the Federal Land Bank, the Federal Home Loan Bank, Federal Intermediate Credit Bank, and Federal Bank for Cooperatives; (3) bonds or other obligations issued by any public housing agency or municipality which are served by a pledge of annual contributors under contract with the United States Government, or project notes secured by a payment agreement with the United States Government; and (4) certificates of deposit issued by state and national banks located within the state of Georgia, provided that certain collateral for such certificates is deposited.

	Carrying	
Form of Deposit	Amount	
Investment in Georgia Fund 1	\$6,853,683	
Total	\$6,853,683	

Georgia Fund I, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds. Georgia Fund I receives regulatory oversight from the Office of Treasury and Fiscal Services of the State of Georgia. However, Georgia Fund I operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company and is not rated. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share.

The Authorities do not have investment policies.

The following is a summary of the differences between carrying amount of cash and investments as shown above and on the financial statement of the primary government:

	Cash on Deposit	Investments
Balance per Note Above	\$5,739,855	\$6,853,683
Petty Cash	2,800	0
Change Cash	2,000	0
	\$5,744,655	\$6,853,683
Non Restricted	\$4,807,880	\$6,853,683
Restricted	936,775	0
Balance per Financial Statement	\$5,744,655	\$6,853,683

The following is a summary of the differences between carrying amount of cash and investments as shown above and on the financial statement of the discretely presented component unit:

CVDA	Cash on	Investments
	Deposit	
Balance per Footnote Above	\$270,209	\$0
Balance per Financial Statement	\$270,209	\$0
DDA	Cash on Deposit	Investments
Balance per Footnote Above	\$3,690	\$0
Zumite pri i comote i kocit	\$3,090_	

NOTE 3. TAXES

Advalorem property tax revenue is recognized in compliance with the National Council on Governmental Accounting (NCGA) Interpretation 3, "Revenue Recognition-Property Taxes". This interpretation states that property tax revenue is recorded when it becomes available. Available means when due or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time thereafter shall not exceed 60 days. The City's 2009 property taxes, levied September 15, 2009 on a 40% assessed valuation as of the lien date January 1, 2009, were due November 15, 2009. The levy for 2009 is as follows:

	Rate per \$1,000 of	Legal
Type of Levy	Assessed Value	<u>Maximum</u>
General Operations	10.49	
Less Sales Tax Rebate	6.38	
Net for General Operations	4.112	10.00
Schools	15.98	20.0
Central Valdosta Development Authority	10.0	15.0

Property taxes levied for the current year are available and are therefore recognized as revenue. The City's property tax collection records show that most of the property taxes

due are collected during the fiscal year of the levy. Property tax received is reduced by an allowance for uncollectible accounts which is computed on the outstanding receivable at June 30, 2010 per the following table:

95% of the 1996 Levy 95% of the 1997 Levy 95% of the 1998 Levy 95% of the 2001 Levy 95% of the 2002 Levy 95% of the 2003 Levy 80% of the 2004 Levy 70% of the 2005 Levy 60% of the 2006 Levy 50% of the 2007 Levy 25% of the 2008 Levy 5% of the 2009 Levy

Taxes receivable at June 30, 2010 consist of the following:

Property Taxes	General Fund
1996	\$213
1998	13
1999	78
2000	73
2001	97
2002	441
2003	1,582
2004	6,405
2005	1,981
2006	4,988
2007	10,373
2008	78,4 11
2009	254,959
	359,614
Sales Taxes	1,059,199
Franchise Taxes	187,026
Total Taxes Receivable	1,605,839
Less Allowance for Uncollectible	(49,413)
	\$1,556,426

The property taxes for the City are collected by the Lowndes County Tax Commissioner's Office and remitted to the City monthly. The Commission disburses the tax money received to each unit of government. Therefore, there is no receivable set up for the school levy since it is disbursed to the School Board.

NOTE. 4 INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivables and payables including advances at June 30, 2010 are as follows:

		Sales/	
	General	Tax	
Payables	Fund	2007	Total
Sales Tax 1997	\$0	\$275,604	\$275,604
Sanitation	158,634	0	158,634
Water & Sewer	346,489	0	346,489
Stormwater	50,095	0	50,095
Nonmajor Governmental Funds	369,926	0	369,926
Nonmajor Enterprise Funds	1,683,837	0	1,683,837
Internal Service Funds	4,301,607	0	4,301,607
Total	\$6,910,588	\$275,604	\$7,186,192

All interfund balances are due to routine interfund transactions that were not paid or received at June 30, 2010 as discussed in Note 1. Advances are long term in nature.

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2010 was as follows:

		Primary Government			
	Beginning Balance	Additions	Retirements	Reclass	Ending Balance
Governmental Activities:					
Non-depreciable assets					
Land	\$72,995,490	\$5,040,447	\$1,189,302	\$0	\$76,846,635
Construction in progress	7,015,777	4,545,687	(11,258)	(1,016,186)	10,556,536
Total non-depreciable assets	80,011,267	9,586,134	1,178,044	(1,016,186)	87,403,171

Primary Government Ending Beginning Reclass Additions Retirements Balance Balance Depreciable assets 118,290 9,672,638 Land improvements 10,993,703 25,788 1,465,143 0 21,792,452 586,213 233,134 **Buildings** 21,439,373 0 762,682 8,107,128 Equipment 8,012,139 857,671 0 882,128 1,010,723 14,622,481 Motor Vehicles 14,751,076 897,896 139,668 96,773,858 Infrastructure 95,736,294 0 Total depreciable assets 150,932,585 2,491,468 3,471,682 1,016,186 150,968,557 12,077,602 4,649,726 238,371,728 230,943,852 0 Total at historical cost Less accumulated depreciation for: 343,206 254,669 0 3,567,955 3,479,418 Land improvements 5,440,576 527,007 89,131 0 5,878,452 **Buildings** 0 5,921,498 5,733,375 750,658 562,535 Equipment 0 982,486 10,976,678 Motor vehicles 10,555,052 1,404,112 0 0 70,216,599 Infrastructure 64,995,401 5,221,198 1,888,821 0 96,561,182 Total accumulated depreciation 90,203,822 8,246,181 \$0 \$2,760,905 \$141,810,546 \$140,740,030 \$3,831,421 Governmental activities capital assets, net **Business-type activities:** Non-depreciable assets \$72,904 \$0 **\$**0 \$1,696,082 \$1,623,178 Land Construction in progress 23,003,466 9,283,239 0 (238,481)32,048,224 9,356,142 0 24,626,644 (238,481)33,744,306 Total non-depreciable assets Depreciable assets 189,085 0 76,023,541 71,059,423 5,153,203 Land improvements 0 **Buildings** 32,845,576 0 372,140 32,473,436 154,872 0 3,226,861 3,381,733 0 Equipment 595,590 0 238,481 1,000,230 Intangibles 166,159 Total depreciable assets 107,452,891 5,748,793 716,097 238,481 112,724,068 15,104,936 914,234 0 146,468,374 132,675,125 Total at historical cost Less accumulated depreciation for: 27,450,391 1,330,235 95,511 0 28,685,115 Land improvements 203,540 0 12,456,817 **Buildings** 11,967,911 692,446 312,286 154,872 0 2,926,569 Equipment 2,769,155 0 18,924 Intangibles 13,385 5,539 453,923 0 44,087,425 42,200,842 2,340,506 Total accumulated depreciation Business-type activities capital **\$**0 \$89,878,693 \$12,764,430 \$262,174 \$102,380,949 assets, net

Depreciation expense was charged to governmental functions as follows:

Governmental Depreciation:	
General Government	\$6,976,328
Public Safety	1,099,918
Public Works	138,305
Community Development	31,630
Total governmental depreciation	8,246,181
Business-type Depreciation:	
Sanitation	32,205
Water & Sewer	2,205,036
Inspections	8,772
Zoning	1,674
Department of Labor	87,280
Stormwater	5,539
Total business-type depreciation	2,340,506
Total depreciation expense	\$10,586,687

Internal Service Funds predominantly serve governmental funds. Accordingly, \$18,311,411 in capital assets, \$13,426,224 in accumulated depreciation, and \$1,639,440 in current depreciation in these funds are included in the above totals for governmental activities.

NOTE 6. PENSION PLAN

A. PLAN DESCRIPTION

The City's defined benefit pension plan, City of Valdosta Retirement Plan, provides retirement, disability, and death benefits to plan members and beneficiaries. The City of Valdosta Retirement Plan is a participating member of the Georgia Municipal Employees Benefit System, an agent multiple-employer pension plan administered by the board of trustees of the System. Georgia Law 1965, page 421, assigns the authority to establish and amend benefit provisions of the plans that participate in the Georgia Municipal Employees Benefit System to the respective employer entities; for the City of Valdosta Retirement Plan, that authority rests with the City. The Georgia Municipal Employees Benefit System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to:

Cal Wray, Director of Risk Management & Employee Benefit Service c/o GMA 201 Pryor Street S.W. Atlanta, GA 30303

or by calling (404) 688-0472.

Funding Policy

There are three classes of full-time career employees. Class I is all employees hired after February 1, 1982 and prior to August 11, 2005 who are under the age of 35 and any employees hired before February 1, 1982 and prior to August 11, 2005 who chose to contribute or were already eligible to retire. Class II is all employees hired after February 1, 1982 and prior to August 11, 2005 who are age 35 or older and any employees hired before February 1, 1982 who decline to contribute. Class III is all employees hired on and after August 11, 2005. Class I and Class III city employees are required to contribute to the Plan. The contribution amount is equal to 2% of the compensation amount.

The plan was amended August 11, 2005 to update the benefit formula, change the normal retirement eligibility for Class I and new Class III participants, improve early retirement reductions for Class II participants, increase employee contributions for Class I and Class III participants, and permit prior governmental service purchases.

YEAR OF BIRTH	COVERED COMPENSATION	YEAR OF BIRTH	COVERED COMPENSATION
1903	\$412	1923	\$560
1904	430	1924	563
1905	446	1925	566
1906	460	1926	568
1907	471	1927	570
1908	482	1928	572
1909	491	1929	575
1910	500	1930	582
1911	507	1931	590
1912	514	1932	598
1913	520	1933	605
1914	526	1934	611
1915	531	1935	618
1916	536	1936	625
1917	540	1937	631
1918	544	1938	638
1919	548	1939	644
1920	551	1940	647
1921	555	1941 (later	650
1922	558	than or equal to)	

The City is required to contribute the remaining amount necessary to fund the Plan, using the actuarial basis specified by statute. The current rate is 25.13% of annual covered payroll. The funding policy for the plan is to contribute an amount equal to the recommended contribution as follows:

Actuarial Valuation Date	January 1, 2010
Total normal cost	\$1,296,334
Administrative expenses	84,465
Expected employee contributions	(280,771)
Employer normal cost	1,100,028
Payment on unfunded/(surplus) actuarial accrued liability	
	3,509,055
Total recommended contribution	4,609,083
Adjustment for timing of contribution	175,269
Total recommended contribution, adjusted for	
timing	4,784,352
Total recommended contribution as a percentage of payroll	25.13%

The recommended contribution meets the guidelines for calculating an annual required contribution set forth in Paragraph 9-10 of GASB Statement 27. These contribution requirements of plan members and the City are established and may be amended by the System's board of trustees.

Annual Pension Cost

The City's annual pension cost of \$3,179,766 for the City of Valdosta Retirement Plan was equal to the City's required and actual contributions. The required contribution was determined under the projected unit credit actuarial cost method and asset valuation method for developing the actuarial value of assets. The actuarial assumptions included (a) 8.0% investment rate of return, (b) projected salary increases for inflation of 5.0% and merit or seniority of 0.5% per year and (c) future Social Security Wage Bases of 5.5%. The actuarial value of assets was determined by rolling forward the prior year's actuarial value with contributions, disbursements, and expected return on investments, plus 10% of investment gains and losses during the prior 10 years. The period, and related method, for amortizing the initial unfunded actuarial accrued liability is 30 years from 1981 and current changes in the unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provisions, and 30 years for actuarial assumptions and cost methods as a level dollar amount. These amortization periods, if applicable, are closed for this plan year.

The City adopted a rule of 75 effectively July 1, 2004. This means that an employee can retire with a combined age and years of service of 75 or greater. Only Class I and Class III employees qualify for this rule. This will affect the comparability of trend information in future years.

Trend Information

	Annual Pension Cost	Percentage of (APC)	Net Pension
Fiscal Year Ending	(APC)	Contributed	Obligation
2008	\$2,340,612	100%	0
2009	2,720,929	100%	0
2010	3,179,323	100%	0

As of January 1, 2010, the date of the most recent actuarial valuation, there were 901 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	286
Vested terminated employees not yet receiving benefits	66
Active employees	549
Total	901

As of the most recent valuation date, January 1, 2010, the funded status of the Plan was as follows:

						UAAL as
		Actuarial	Unfunded/			a
	Actuarial	Accrued	Surplus			Percentage
Actuarial	Value of	Liability	AÂL	Funded	Covered	of Covered
Valuation	Assets	(AAL)	(UAAL)	Ratio	Payroll	Payroll
Date	(a)	(b)	(b-a)	_ (a/b)	(c)	((b-a)/c)
Jan 1, 2010	\$35,127,285	\$59,946,901	\$24,819,616	58.60%	\$18,716,347	132.61%

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan net assets is increasing or decreasing over time relative to the actuarial accrued liability. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2010.

NOTE 7. DEFINED CONTRIBUTION PLAN

City of Valdosta Defined Contribution Plan

The City of Valdosta offers its employees a defined contribution plan created in accordance with Internal Revenue Code Section 457. The plan was established by City ordinance, and the City Council has the authority to amend the plan. The plan is a deferred compensation plan administered by Nationwide Retirement Solutions. The City of Valdosta is responsible for the accounting, reconciliations, and record keeping associated with City employees' enrollment, payment to the plan through payroll deductions, and timely transfer of withheld funds to the trustee designated by the City of Valdosta for investment. The plan provides a number of investment options and is designed so that each participant retains investment control of his/her individual account. The plan, available to all full-time employees, permits them to defer a portion of their salary until future years. The deferred compensation is held in trust for the exclusive benefit of plan participants and their beneficiaries and is not available to employees until termination, retirement, death, or unforeseeable emergency. Since the City of Valdosta has no fiduciary relationship with plan participants, the plan assets are not included in the financial statements.

NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The City of Valdosta maintains another post-employment benefit plan, the City of Valdosta Other Post-Employment Benefits Plan (the OPEB Plan"), which includes retirees from the City of Valdosta. In accordance with City ordinance, the City's personnel policy provides that all employees who retire under early, normal or disability retirement are eligible for confirmed health care benefits provided they have a total of 25 consecutive years of employment. The monthly cost for retiree is \$165.00 and the cost for retiree plus spouse is \$280.00. Employees who retire receive the same group health insurance benefits as active employees. Effective September 1, 2009, Medicare eligible employs are converted to a Cigna Plan at which time Medicare assigns the subsidy and rights to pay claims to Cigna. At June 30, 2010, 5 retirees participated in the Cigna plan, paying a monthly premium of \$77-\$115. However, their dental is the same group coverage as active employees.

Retirees are also eligible to keep up to \$20,000 of life insurance provided they elected additional life insurance as an active employee. In addition, a retiree may elect dependent coverage provided they elected additional dependent coverage as an active employee. A dependent's life insurance coverage cannot exceed 50% of the retiree's life insurance. Also, in order for a dependent to keep life insurance, the retiree must elect coverage.

The City's self-insured health plan, City of Valdosta Group Insurance, provides medical and hospitalization benefits for two classes of retirees. Class I includes all retirees with twenty-five years of continuous service. Class I retirees are eligible for Health Insurance paid by the City. Class II includes retirees who retired before July 1, 2002, with ten years of service and age sixty-two. Class II retirees must pay a monthly premium of \$77 - \$115 to participate in the plan. The plan is administered by the Plan Administrator, with Group Resources, Inc., an Administrative Service Agent, acting as claims paying agent. The Mayor and City Council has the authority to amend the plan. The City contributions are financed on a pay-as-you-go basis. During the current year, the City expended \$2,028,042 for retirees' health insurance for 147 participants. In addition, 75 participants were covered

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

Annual required contribution	\$3,652,569
Interest on net OPEB obligation (asset)	75,938
Adjustments to annual required contribution	(122,287)
Annual OPEB cost	3,606,220
Contributions made	2,028,042
Decrease in net OPEB obligation	1,578,178
Net OPEB obligation (asset), beginning of year	1,898,452
Net OPEB obligation (asset), end of year	\$3,476,630

Fiscal Year Ended June 30,	Annual Required Contributions*	Actual Contributions	Percentage Contributed
2010	\$3,652,569	\$2,028,042	56%
*ARC based on a pay-	as-you-go plan.		

OPEB obligations are generally liquidated by the General Fund. The plan is a single employer plan and does not issue separate financial statements.

	Accuarial	Accuarial	Unfunded		Annual	UAAL as
Valuation	Accrued	Value	AAL	Percentage	Covered	Percentage
Date	Liability (AAL) (1)	of Assets	(UAAL)	Funded	Payroll	of Payroll
July 1, 2009	\$32,663,715	\$0	\$32,663,715	0%	\$18,116,280	180.30%

1) AAL based on pay-as-you-go plan.

Valuation date	July 1, 2009			
Actuarial cost method	Projected Unit Credit			
Amortization method	Level dollar, closed, 25 years			
Remaining amortization period	25 years as of July 1, 2008			
Asset valuation method	Market value			
Actual assumptions:				
Investment rate of return	8.00% prefunded or 4.00% pay-as-you go			
Salary growth	5.50%			
Medical and drug cost trend rate	9.50% graded to 5.00% over 9 years			
Dental cost trend rate	6.00% graded to 5.00% over 2 years			
Plan membership:				
Current retirees, beneficiaries, and dependents	258			
Current active participants	514			
Terminated participants entitled but not yet eligible	0			
Total	772			

These calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point.

Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future.

The actuarial calculations of the OPEB plan reflect a longer-term perspective.

NOTE 9. LONG TERM DEBT

Long term non bonded debt of the City due to the CVDA is as follows:

Enterprise Funds 4.19% Department of Labor Building.	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Original issue amount \$4,410,000.	\$3,478,000	\$0	\$233,000	\$3,245,000	\$233,000
Total Notes	\$3,478,000	\$0	\$233,000	\$3,245,000	\$233,000

The requirements to amortize the note to the CVDA are as follows:

Fiscal		
Year		
Ending		
June 30	Principal	Interest
2011	\$233,000	\$126,203
2012	233,000	116,440
2013	233,000	106,677
2014	233,000	96,915
2015	233,000	87,152
2016-2020	1,165,000	308,845
2021-2024	915,000	75,609
Totals	\$3,245,000	\$917,841

Long term bonded debt of the City is \$0.

Outstanding Water and Sewer Revenue Bonds at June 30, 2010, totaled \$0.

The City is subject to a statutory limitation by the State of Georgia for bonded indebtedness, payable principally from property taxes to an amount not greater than 10% of the assessed value of all taxable property within the municipality. At June 30, 2010, the limit for the City was \$142,695,349.

Long term bonded debt of the CVDA, a discretely presented component unit, is as follows:

CVDA	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
5.81% Bond Series 2001. Due in semi-annual installments of February					
1 and August 1, beginning August 1, 2001 and continuing through February 1, 2020.					
Original issue \$800,000.	\$307,096	\$0	\$53,081	\$254,015	\$56,552
4.19% Bond Series 2003. Due in semi-annual installments on February 1 and August 1, beginning August 1, 2005 and continuing					
through August 1, 2023. Original issue \$4,410,000.	3,478,000	0	233,000	3,245,000	233,000
Total Bonded Debt	\$3,785,096	\$0	\$286,081	\$3,499,015	\$289,552

Outstanding CVDA Bonds at June 30, 2010, totaled \$3,499,015. The Authority entered into an obligation to finance the Department of Labor building for the City of Valdosta in the amount of \$4,410,000. The Authority issued a bond to cover the cost of construction in fiscal year 2004. The debt is payable solely from certain lease payments to be paid to the City of Valdosta, Georgia by the Georgia Department of Labor.

The Authority entered into an obligation to finance improvements in the downtown area as part of Streetscape in the amount of \$800,000. The Authority issued a bond to cover the cost of construction in 2001. The debt is payable solely from an additional property tax rate of 10 mills paid by property owners within the Community Improvement District (CID).

The annual requirement to amortize all CVDA issue bonds outstanding as of June 30, 2010, including interest of \$35,188 on the 2001 Series and the Bond Series 2003 including interest of \$917,841 is as follows:

Year Ended			
June 30	Principal	Interest	Total
2011	\$289,552	\$140,152	\$429,704
2012	292,927	127,055	419,982
2013	296,460	113,759	410,219
2014	300,200	100,257	400,457
2015	239,875	87,352	327,227
2016-2020	1,165,000	308,845	1,473,845
2021-2024	915,000	75,609	990,609
Total	\$3,499,014	\$ 953,029	\$4,452,043

In FY 2010, The Downtown Development Authority for the City of Valdosta issued a \$3,000,000 bond to First State Bank and Trust Company of Valdosta and accepted a \$3,000,000 note from BGV Foundation in exchange for the bond proceeds. The Authority received a 1/8% or (\$3,750) fee for issuing the bond. The Authority has assigned the note from BGV Foundation to the First State Bank and Trust. In addition, the City of Valdosta has entered into an agreement with the Authority to make payments on the bond from the SPLOST proceeds but neither the City nor the Authority is obligated to make payments. All responsibility for the bond reside with BGV Foundation, Inc. This arrangement therefore qualifies as conduit debt. The debt was issued to acquire and improve a youth recreation center to be leased to the Authority for all revenue generated by the Center.

The debt is dated October 29, 2009. It bears interest at a variable rate determined with reference to the bond owner's prime rate. As of June 30, 2010, this rate was 2.29%. The balance at June 30 was \$2,460,000. Interest is payable monthly with principal due March 1.

The annual requirement to amortize all DDA issue bonds outstanding as of June 30, 2010, including interest of \$132,362 is as follows:

Year		
Ended		_
June 30,	Principal	Interest
2011	Φ540.000	0.40.540
2011	\$540,000	\$48,548
2012	540,000	40,876
2013	540,000	28,511
2014	840,000	14,427
	\$2,460,000	\$132,362

The liability for compensated absences of the City is as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Enterprise Funds					
Accrued vacation	\$484,899	\$305,302	\$289,683	\$500,518	\$234,350
Internal Service Funds					
Accrued vacation	35,898	21,964	24,283	36,189	20,000
Governmental Funds					
Accrued vacation	1,527,916	872,897	853,122	1,547,691	780,000
Other Post Employment Benefits	1,898,452	3,606,220	2,028,042	3,476,630	0
Total Compensated Absences	\$3,947,165	\$4,806,383	\$3,195,131	\$5,561,027	<u>\$1,</u> 043,350

Compensated absences are generally liquidated by the General Fund.

The City of Valdosta has entered into a contract for four loans with Georgia Environmental Facilities Authority for an aggregate loan balance of \$7,766,764. Payments for these loans are repaid quarterly. In addition, the City has entered into two additional contracts to finance water and sewer projects. As of June 30, 2010, draws totaled \$1,376,872. Additional draws are pending.

Loan Amount	Payment Period
\$1,000,000	May 1, 1990 to February 1, 2009
250,000	September 1, 1994 to June 1, 2014
2,228,600	November 1, 1993 to May 1, 2011
4,288,164	August 1, 2004 to November 1, 2023
326,230	Pending
1,050,642	Pending

The amount in due to other Governments and Agencies in the Sanitation and Water/Sewer Funds, net of current portion, is the balance of these loans payable after June 30, 2010.

Georgia Environmental Facilities Loans

Loan #	Balance			Balance	Due Within
	July 1, 2009	<u>Additions</u>	Reductions	June 30, 2010	One Year
92-003-SW	\$82,447	\$0	\$15,187	\$67,260	\$15,813
90-043-WS	400,280	0	193,493	206,787	206,787
CWSRF 08-003	0	326,230	0	326,230	0
2006-L53WJ	0	1,050,642	0	1,050,642	0
DW97-036	3,859,996		219,292	3,640,704	225,945
Totals	\$4,342,723	\$1,376,872	\$427,972	\$5,291,623	<u>\$448,545</u>

The requirements to amortize the Georgia Environmental Facilities Loans debt outstanding as of June 30, 2010 as follows:

Fiscal Year Ending	Loan # 92-	-003-SW	Loan # 90	-043-WS
June 30	Principal	Interest	Principal	Interest
2011	\$15,812	\$2,486	\$206,787	\$8,731
2012	16,463	1,835	0	0
2013	17,140	1,158	0	0
2014	17,845	454	0	0
Totals	\$67,260	\$5,933	\$206,787	\$8,731

Fiscal Year Ending	Loan # D	W97-036	Total All C Loans	Complete
June 30	Principal	Interest	Principal_	Interest
2011	\$225,945	\$106,887	\$448,544	\$118,104
2012	232,800	100,032	249,263	101,867
2013	239,863	92,969	257,003	94,127
2014	247,140	85,692	264,985	86,146
2015	254,638	78,194	254,638	78,194
2016-2020	1,393,870	270,293	1,393,870	270,293
2020-2024	1,046,448	57,577	1,046,448	57,577
Totals	\$3,640,704	\$791,644	\$3,914,751	\$806,308

The present interest rate is 3%. This debt has been issued to improve and maintain the City's water system. Loan #CWSRF 08-003 and 2006-L53WJ are incomplete and therefore no amortization schedule is available. The maximum repayment period will be 20 years at 3%.

NOTE 10. RESERVES

The City records two general types of reserves. One type is to indicate that a portion of the fund equity is legally segregated for a specific future use. The second type of reserve is to indicate that a portion of fund equity is not appropriated for expenditure.

Reserve for Workmen's Compensation Claims — An account used to segregate fund equity for future workers' compensation claims and judgments in the appropriate Internal Service Fund.

Reserve for Encumbrances – An account used to segregate a portion of fund balance for expenditure upon vendor performance.

Reserve for Long-Term Receivables – An account used to segregate a portion of fund balance to indicate that the portion of receivables not scheduled to be collected within one year do not represent available, spendable resources.

Reserve for Perpetual Care – An account used to segregate funds for expenditures of the cemetery.

Reserve for Recreation Activities – An account to segregate funds that were received from fund-raising events to pay for scholarships for under privileged children to participate in the City's recreation programs.

Reserve for Advance to Data Processing Network — An account used to segregate a portion of fund balance to indicate that the advance does not represent available, spendable resources even though it is a component of assets.

Reserve for Prepaid Expenditures – An account used to segregate a portion of fund balance to indicate that prepaid expenses do not represent available, spendable resources even though they are a component of assets.

Reserve for Child Abuse Prevention — The reserve was established as a result of public donation. The monies are restricted to funding the cost of preventing child abuse.

Reserve for Fire Simulator – The reserve was established as a result of public donation. The monies are restricted to funding the purchase of a training simulator for the Fire Department.

Reserve for Landbank Authority – An account used to segregate a portion of the fund balance representing the unexpended portion of a grant for land bank authority operations.

Reserve for Tree Fines – The reserve was established as a result of closing a separate fund which accounted for fines and restitution imposed upon individuals in the City of Valdosta who cut trees without obtaining the proper permits.

Reserve for NPDES Permitting – The reserve was established as a result of The State of Georgia Environmental Protection Division of the Department of Natural Resources enacting the National Pollution Discharge Elimination System (NPDES) to amend Code Section 2-6-27 of the Official Code of Georgia Annotated so as to provide for implementation of an education and training program and for other purposes.

Reserve for Inventories – An account used to segregate a portion of the fund balance to indicate that inventories do not represent available, spendable resources.

NOTE 11. DESIGNATIONS

Designations of retained earnings and fund balance are not legally required to be segregated but are segregated for an intended purpose. The following designation of fund balance is used by the City:

Designated for Property Tax Relief – An account used to segregate a portion of unreserved fund balance equal to the collection of sales taxes during the current fiscal year for the relief of property taxes on the following year's tax levy.

NOTE 12. CLOSURE AND POST CLOSURE CARE COST

The City of Valdosta closed its landfill in 1999. State and federal laws require the City of Valdosta to cover the landfill site and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The \$1,055,138 reported as landfill closure care liability at June 30, 2010 represents the estimated total amount necessary to perform all future closure and post closure functions. The cumulative amount reported is based on the use of 100 percent of the capacity of the landfill. The amount reported is based on what it would cost to perform all closure and post closure care in 2010. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The City has applied the necessary financial tests to ensure compliance with the financial assurance requirements. The tests were applied based on the City's Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2010. The City meets or exceeds the requirement of each financial test ratio. The assured costs related to the City of Valdosta's landfill are identified in both the annual operating budget and the CAFR. The City has reported cost assured for closure and post closure in accordance with GASB Statement 18.

Closure and post closure care cost of the City is as follows:

	Balance			Balance	Within One
Enterprise Funds	July 1, 2009	Additions	Reductions	June 30, 2010	Year
Landfill post closure care liability	\$1,081,678	\$0	\$26,540	<u>\$1,055,138</u>	\$52,000
Total post closure care liability	\$1,081,678	\$0	\$26,540	\$1,055,138	\$52,000

Due

NOTE 13. CONTINGENT LIABILITIES

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City Attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Due to the lag time between expenses being incurred and claims submitted for payment there is a liability at June 30, 2010, against the self-insurance fund. This incurred but not reported (IBNR) liability is estimated to be \$279,000. This number was calculated by analyzing the plan's payment lag and projecting the resulting trend into the next fiscal year.

NOTE 14. FUND BALANCE DEFICITS

The following funds had deficits at June 30, 2010:

The EECBG Department of Energy had a deficit of \$585, CDBG-R HUD Recovery Grant had s deficit of \$2,514, and Airport Development Fund had a deficit of \$61,118, all due primarily to intergovernmental revenues not being received within 31 days of the City's year end.

The Inspections Fund had a deficit net assets of \$344,818 due to reduction in permits issued. The Zoning Fund had a deficit net assets of \$781,517 due to insufficient revenues. The Auditorium Fund had a deficit net assets of \$633,934 due to insufficient bookings. The City is reviewing the fee schedules and tax subsidy.

NOTE 15. INTERFUND TRANSACTIONS

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

resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers and are reported as other financial sources (uses) is the Governmental Funds and transfers section in the Proprietary Funds.

Transfers between fund types during the year ended June 30, 2010, were:

	Transfers In	Transfers Out
General Fund	\$2,850,433	\$2,201,560
Recreation and Parks Fund	0	4,815
Sales Tax 97	0	300,000
Sales Tax 2007	300,000	0
Sanitation Fund	0	478,842
Water and Sewer Fund	0	1,395,072
Storm Water Fund	0	146,095
Other Governmental Funds	1,560	1,200
Other Enterprise Funds	500	223,492
Internal Service Funds	1,598,583	0
	\$4,751,076	\$4,751,076

General Fund transferred \$1,560 to EECBG Department of Energy and \$2,200,000 to Group Insurance. All other transfers were to the General Fund. Transfers to General Fund reimburse the cost of administrative and support services provided to other funds.

NOTE 16. JOINT VENTURES

Under Georgia Law, the City, in conjunction with other cities and counties in the three county South Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During the year ended June 30, 2010, the city paid \$67,525 in such dues. Membership in the Commission is required by the official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Commission of Georgia. The Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a Commission.

The Commission revenues are sufficient to cover its operating costs and the City does not expect the entity to dissolve in the foreseeable future. The Commission is neither accumulating significant financial resources nor experiencing fiscal stress that may cause an additional financial benefit to or burden upon the City.

Separate financial statements may be obtained from:

Southern Georgia Regional Commission 324 West Savannah Avenue Valdosta, Georgia 31601

NOTE 17. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; injury to participants at city facilities; and natural disasters. The City is self-insured for workman's compensation, certain types of property damage, and general liability. These liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The liabilities include an amount for claims that have been incurred but not reported (IBNR). At June 30, 2010, there is no known liability.

The City is also self-insured for medical claims by the employees and employees' dependents that are covered under the medical plan. The plan is a self funded welfare benefit plan providing health and hospitalization benefits. Claims under the plan are paid solely from the general assets of the City of Valdosta. Losses greater than \$120,000 per aggregate individual claim are insured by a private insurance company. The plan is administered by the Plan Administrator, with Group Resources, Inc., an Administrative Service Agent, acting as claims paying agent. The City of Valdosta and employees' contributions cover the cost of the plan. The City's contributions and any employee pretax contributions withheld by way of payroll deduction are held by the City and used to pay the plan's benefits. Any after-tax employee contributions may be held in trust by the trustee. The amount of all such contributions are actuarially determined where necessary. As previously stated in Note 13, there is a liability of \$279,000 recorded for those medical claims incurred but not reported. Changes in the balances of the claimed liabilities during the past two fiscal years are as follows:

		Incurred		
	Unpaid claims,	claims		Unpaid claims,
	beginning of	(including	Claim	end of fiscal
	fiscal year	IBNR's)	payments	year
June 30, 2009	\$355,105	\$5,302,289	(\$5,298,332)	\$359,062
June 30, 2010	359,062	4,612,193	(4,677,586)	293,669

The City carries commercial insurance purchased from an independent third party for fire damage to the City's vehicle fleet for those damages exceeding \$10,000 based on a stated value of the vehicle which approximates the current market value.

The risks of errors and omissions; injury to participants at city facilities; and theft of funds are covered by commercial insurance purchased from independent third parties. These policies carry a \$15,000 deductible per occurrence.

Claims Exceeding Commercial Coverage for the Year Ended June 30:

2009	\$0
2008	0
2007	0

NOTE 18. DEPARMENT OF LABOR BUILDING OPERATING LEASE

The Georgia Department of Labor (DOL), as a department of the State Government of Georgia, entered into a long-term lease with the City of Valdosta. The structure was built-to-suit the needs of the State for the Georgia Department of Labor.

The Georgia Department of Labor agrees to pay the City of Valdosta a fixed monthly rent of \$39,096. The DOL has an option of renewing or extending the agreement on a year to year basis for nineteen (19) consecutive years. Total remaining rents amount to \$7,037,280. The City of Valdosta will, at their sole cost, service, replace, keep and maintain in good order and repair each and every portion of the existing premises. In addition, the City is responsible for providing various insurance coverages. The building's cost is \$4,364,002 and its carrying amount is \$3,840,332. Depreciation on the building amounts to \$87,280 annually.

NOTE 19. ACCOMMODATIONS TAX

The City collects and disburses an accommodations tax in accordance with the provisions with OCGA 48-13-51. The total rate of 5% generated \$1,433,615, net of vendor's compensation of \$43,662, in tax receipts and was allocated as follows: \$564,100, or 40%, to the Valdosta/Lowndes County Tourism Authority, \$370,000 to the Valdosta/Lowndes Conference Center, \$257,766 to the Airport Authority, and \$190,000 to the Turner Arts Center. The remainder of \$51,750 was retained by the City and will be spent in accordance with legal provisions.

NOTE 20. ACCOUNTING CHANGES

FUNDS OPENED

GA DCA CHIP 07MR-X-092-2-2979 – to account for grant funds received from the Georgia Department of Community Affairs.

EECBG Department of Energy – to provide funds for the City of Valdosta to implement energy efficiency.

CDBG-R HUD Recovery Grant – to account for grant funds from the U. S. Department of Housing and Urban Development Community Development Block Grant Recovery Funds program.

FUNDS CLOSED

Recreation and Parks Fund was closed because the Valdosta-Lowndes County Parks and Recreation Authority assumed responsibility for all operations on July 1, 2009.

Budgetary Comparison Schedules

CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETEI ORIGINAL	O AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:				
Taxes	\$24,666,200	\$24,666,200	\$22,784,360	(\$1,881,840)
Licenses and permits	354,000	354,000	423,462	69,462
Charges for services	279,790	268,274	112,417	(155,857)
Fines and forfeitures	1,420,500	1,420,500	1,342,559	(77,941)
Interest income	325,000	325,000	296,224	(28,776)
Contributions and donations	31,000	33,400	3,000	(30,400)
Miscellaneous	392,600	392,600	250,692	(141,908)
Intergovernmental	1,592,419	2,248,647	1,332,943	(915,704)
Transfer in	1,632,198	3,693,392	2,850,433	(842,959)
TOTAL REVENUES	30,693,707	33,402,013	29,396,090	(4,005,923)
Expenditures: Current: General government	8,931,422	10,031,647	9,387,816	643,831
Public safety	18,997,206	18,993,946	18,515,028	478,918
Public works	2,189,608	1,953,476	1,939,668	13,808
Economic development	564,952	579,979	571,376	8,603
Transfer out	0	2,215,120	2,201,560	13,560
TOTAL EXPENDITURES	30,683,188	33,774,168	32,615,448	1,158,720
REVENUES OVER EXPENDITURES	10,519	(372,155)	(3,219,358)	(2,847,203)
Fund balance - beginning of year budgetary basis	10,486,399	10,486,399	10,685,039	198,640
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$10,496,918	\$10,114,244	\$7,465,681	(\$2,648,563)
Explanation of Differences between Budgetary Inflows and Outflow Revenues and Expenditures Sources/inflows of resources Actual amounts (budgetary basis) "available for appropriation" from the comparison schedule. Differences - budget to GAAP:	oudgetary		\$29,396,090	
Transfers from other funds are inflows for budgetary resources but are a financial reporting purposes. Total revenues as reported on the statement of revenues, expenditures, and			(2,850,433)	
in fund balances - governmental funds.	\$26,545,657			
Uses/outflows of resources Actual amounts (budgetary basis) "total charges to appropriations" from tocomparison schedule. Differences - budget to GAAP: Encumbrances for supplies and equipment ordered but not received are to	reported in the		\$32,615,448	
year the order is placed for budgetary purposes, but in the year the suppl received for financial reporting purposes. Transfers to other funds are outflows for budgetary resources but are no financial reporting purposes.			(144,050)	
financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures in fund balances - governmental funds.	, and changes		(2,201,560) \$30,269,838	
Ţ.				

CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARSION SCHEDULE RECREATION AND PARKS FOR YEAR ENDED JUNE 30, 2010

	PUDGETED	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	BUDGETED AMOUNTS ORIGINAL FINAL		ACTUAL	(UNDER)
Revenues:	ORIGINAL	FINAL	ACTUAL	(UNDER)
Taxes	\$0	\$0	\$493,690	\$493,690
Charges for services	0	0	3,930	3,930
Miscellaneous revenues	0	0	885	885
TOTAL REVENUES		0	498,505	498,505
Expenditures:			170,505	
Transfers out	0	0	4,815	(4,815)
TOTAL EXPENDITURES	0	0	4,815	(4,815)
REVENUES (UNDER) EXPENDITURES		0	493,690	493,690
Fund balance (deficit) - beginning of year - budgetary basis	(493,690)	(493,690)	(493,690)	0
FUND BALANCE (DEFICIT) - END OF YEAR	(\$493,690)	(\$493,690)	\$0	\$493,690
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$498,505	
Differences - budget to GAAP:				
Total revenues as reported on the statement of revenues, expenditures, and		,		
changes in fund balances - governmental funds.		:	\$498,505	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$4,815	
Differences - budget to GAAP:				
Transfers to other funds are outflows for budgetary resources but are not				
expenditures for financial reporting purposes.			(4,815)	
Total expenditures as reported on the statement of revenues, expenditures,				
and changes in fund balances - governmental funds.			\$0	

CITY OF VALDOSTA, GEORGIA NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1. BUDGETARY BASIS OF ACCOUNTING

The Budget Data in the schedules were prepared on a Non-GAAP budgetary basis. The difference between the GAAP basis and the budgetary basis is the inclusion of encumbrances as expenditures.

CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF FUNDING PROGRESS CITY OF VALDOSTA PENSION PLAN FOR THE YEAR ENDED JUNE 30, 2010

Schedule of Funding Progress

ayroll
5.4)%
).5%
7.7%
3.8%
0.7%
8.8%
6.2%
0.7%
4.28%
2.61%
7 1 2 5 6

CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTAL INFORMATION SCHEDULE OF FUNDING PROGRESS POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) FOR THE YEAR ENDED JUNE 30, 2010

	Accuarial	Accuarial	Unfunded		Annual	UAAL as
Valuation	Accrued	Value	AAL	Percentage	Covered	Percentage
Date	Liability (AAL) (1)	of Assets	(UAAL)	Funded	Payroll	of Payroll
July 1, 2009	\$32,663,715	\$0	\$32,663,715	0%	\$18,116,280	180.30%

¹⁾ AAL based on pay-as-you-go plan.

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Non-Major Governmental Funds

Special Revenue Funds

Confiscated Funds - to account for confiscated funds collected by the City of Valdosta's Police Department.

GA DCA Chip Grant 98M-X_092_512-013 - to account for grant funds received from the Georgia Department of Community Affairs. The Chip program provides funding for a portion of construction costs for nine new homes for eligible low and moderate income persons.

U.S. Department of Justice Local Law Enforcement Block Grants - to account for Local Law Enforcement Block Grant funds from the U.S. Department of Justice which are to be used to purchase equipment in the City's Police Department.

Urban Development Action Grant Fund - to account for funds received in accordance with Title I, Section 119, of the Housing and Community Development Act of 1974. Funds are designated for the use of financing second mortgages for qualified buyers.

GA DCA CHIP Grant 01M-X-092-2-2568 - to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding for a portion of construction costs for new homes for eligible low and moderate income persons.

GA DCA CHIP 02M-X-092-2-2695 - to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding for a portion of construction costs for new homes for eligible low and moderate income persons.

Federal HUD Entitlement Grant - to account for grant funds from the U. S. Department of Housing and Urban Development Community Development Block Grant Entitlement Program. This program supplies funds to support the development of viable urban communities by providing decent housing, a suitable living environment and economic opportunities, principally for persons of low and moderate income.

GA DCA CHIP 04M-X-092-2-2915 – to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding a portion of construction costs for new homes for eligible low and moderate income persons as well as funding for home-owner rehabilitation projects.

GA DCA CHIP 06M-X-092-2-2951 – to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding for a portion of construction costs for new homes for eligible low and moderate income persons as well as funding for home-owner rehabilitation projects.

GA DCA CHIP 07M-X-092-2-2961 – to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding for a portion of construction costs for new homes for eligible low and moderate income persons as well as funding for home-owner rehabilitation projects.

GA DCA CHIP 07MR-X-092-2-2979 – to account for grant funds received from the Georgia Department of Community Affairs. The CHIP program provides funding for a portion of construction costs for new homes for eligible low and moderate income persons as well as funding for home-owner rehabilitation projects.

EECBG – Department of Energy – to provide funds for the City of Valdosta to implement energy efficiency retrofits to replace existing lighting fixtures with electronic ballasts, use of fluorescent lamps, installation of LED lights, and replacement of older HVAC systems.

CDBG-R HUD Recovery Grant – to account for grant funds from the U. S. Department of Housing and Urban Development Community Development Block Grant Recovery Funds program. Funding has clear purposes to stimulate the economy through measures that modernize the Nation's infrastructure, improve energy efficiency, and expand educational opportunities and access to healthcare.

Accommodation Tax Fund - this fund accounts for hotel/motel tax monies received by the City. These funds are used to promote tourism in Valdosta and Lowndes County. By statute, 40% of collections must go to the Tourism Authority. The remainder is used to fund the City's contributions to the Conference Center, Airport Authority, and Industrial Authority.

Youth Recreation Scholarships - to account for funds received by contribution and/or fund raisers to be used to offset costs for economically disadvantaged youth who want to participate in the City's recreation activities and sports programs.

Capital Project Funds

Airport Development Fund - to account for the financing and construction of ongoing capital improvements at the Valdosta Regional Airport. The majority of the financing is provided by grants from the Federal Aviation Administration and the Georgia Department of Transportation.

General Capital Projects Fund - to account for the financing of various capital improvement projects. The majority of financing is provided through grants from the Georgia Department of Transportation and General Fund revenues.

Parks Development Fund - to account for the financing and construction of ongoing capital improvements. The majority of financing is provided through General Fund revenues and grants through Heritage Conservation and Recreation Service.

Permanent Fund

Sunset Hill Trust Fund - to provide perpetual care for the Sunset Hill Cemetery. For reporting purposes, there are two distinct sections of the cemetery, designated New Section and Old Section. The primary difference between the two sections is that the sales price of lots in the New Section includes perpetual care, whereas in the Old Section, perpetual care is sold separately. Interest income earned on investments is transferred to the General Fund to aid in maintaining the cemetery.

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CITY OF VALDOSTA, GEORGIA COMBINING BALANCE SHEET OTHER GOVERNMENTAL FUNDS JUNE 30, 2010

-	CONFISCATED FUNDS	GA DCA CHIP 98M-X-092-512-013	U.S. DEPT OF JUSTICE LOCAL LAW BLOCK GRANTS	UDAG	GA DCA CHIP 01M-X-092-2-2568	GA DCA CHIP 02M-X-092-2-2695
ASSETS						
Cash	\$14,160	\$0	\$43,127	\$24,320	\$0	\$0
Investments	28,297	0	0	0	0	0
Receivables (net)						
Accounts	0	0	0	1,864	0	0
Interest	0	0	0	0	0	0
Second mortgages	0	154,792	0	167,149	53.550	121,800
Due from other governments and agencies	0	0_	0	0	0	0
Total assets	\$42,457	\$154,792	\$43,127	\$193,333	\$53,550	\$121,800
Liabilities: Vouchers and accounts payable	\$1,301	\$0	\$0	\$0	\$0	\$0
	\$1,301	\$0	\$0	\$0	\$0	\$0
Due to: Other funds	0	^	2 274	12.240	0	0
Deposits	0 13,203	0	3,374	17,749	0	0
Deferred revenue	13,203	•	0	0	0	0
Advances from other funds	0	0	39,706	0	0	0
Total liabilities	14,504		43,080	17,749	- 0	- 0
Fund balances (deficits):	14,304		43,080	17,749		
Reserve for encumbrances	134	0	161,275	0	0	0
Reserve for long-term receivables	0	154,792	0	147,006	53,550	121,800
Reserve for perpetual care	0	0	0	0	0	0
Reserve for youth recreation	0	0	0	0	0	0
Unreserved - undesignated, reported in:	•	•	·			
Special Revenue funds	27,819	0	(161,228)	28,578	0	0
Capital Projects funds	0	0	0	0	0	0
Total fund balances (deficits)	27,953	154,792	47	175,584	53,550	121,800
Total liabilities and fund balances (deficits)	\$42,457	\$154,792	\$43,127	\$193,333	\$53,550	\$121,800

	SPECIAL REVENUE FUNDS							
HUD FEDERAL GRANT	GA DCA CHIP 04M-X-092-2-2915	GA DCA CHIP 06M-X-092-2-2951	GA DCA CHIP 07M-X-092-2-2961	GA DCA CHIP 07MR-X-092-2-2979	EECBG DEPARTMENT OF ENERGY	CDBG-R HUD RECOVERY GRANT		
\$85,890 0	\$0 0	\$0 0	\$15,000 0	\$0 0	\$0 0	\$4,495 0		
0 0 1,482,810 243,261 \$1,811,961	0 0 162,435 0 \$162,435	0 0 235,800 0 \$235,800	0 0 181,700 0 \$196,700	0 0 20,000 0 \$20,000	0 0 0 585 \$585	0 0 0 2,514 \$7,009		
\$22,930	\$0	\$0	\$15,000	\$0	\$585	\$796		
276,221 0 163,109 30,000 492,260	0 0 0 0	0 0 0 0	0 0 0 0 15,000	0 0 0 0	0 0 585 0	6,213 0 2,514 0 9,523		
0 1,369,298 0	0 162,435 0	0 235,800 0	0 181,700 0	0 20,000	3,148	9,3 <u>23</u> 0 0 0		
0 (49,597) 1,319,701 \$1,811,961	0 0 162,435 \$162,435	0 0 235,800 \$235,800	0 0 181,700 \$196,700	0 0 20,000 \$20,000	(3.733) 0 (585) \$585	(2.514) 0 (2.514) \$7,009		

(continued)

	CAPITAL PROJECTS FUNDS						
ACCOMODATIONS TAX	YOUTH RECREATION SCHOLARSHIP	AIRPORT DEVELOPMENT	GENERAL CAPITAL PROJECTS	PARKS DEVELOPMENT	SUNSET HILL PERMANENT FUND	TOTAL OTHER GOVERNMENTAL FUNDS	
\$2,048	\$4,068	\$0	\$213,007	\$42,071	\$466,778	\$914,964	
4,093	8,130	0	425,679	84,075	932,822	1,483,096	
151,871	0	0	0	0	4,129	157,864	
0	0	2,661	0	0	0	2,661	
0	0	0	0	0	0	2,580,036	
0	0	227,798	0	0	0	474,158	
\$158,012	\$12,198	\$230,459	\$638,686	\$126,146	\$1,403,729	\$5,612,779	
\$60,764	\$0	\$ 163,453	\$0	\$ 0	\$0	\$264.829	
300,764	20	\$163,453	20	20	\$0	\$264,829	
0	0	36,369	0	0	0	339,926	
0	0	0	0	0	0	13,203	
0	0	91,755	0	0	0	297,669	
0	0	0	0	0	0	30,000	
60,764	0	291,577	0	0	0	945,627	
0	0	0	0	0	0	164,557	
0	0	0	0	0	0	2,446,381	
0	0	0	0	0	1,403,729	1,403,729	
0	12,198	0	0	0	0	12,198	
97,248	0	0	0	0	0	(13,830)	
0	0	(61,118)	638,686	126,146	0	654,117	
97,248	12,198	(61,118)	638,686	126,146	1,403,729	4,667,152	
\$158,012	\$12,198	\$230,459	\$638,686	\$126,146	\$1,403,729	\$5,612,779	

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CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) OTHER GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2010

	U.S. DEPT OF JUSTICE						
	CONFISCATED FUNDS	GA DCA CHIP 98M-X-092-512-013	LOCAL LAW BLOCK GRANTS	UĐAG	GA DCA CHIP 01M-X-092-2-2568	GA DCA CHIP 02M-X-092-2-2695	
Revenues:							
Taxes	\$0	\$0	\$0	\$0	\$0	\$0	
Interest income	112	0	47	229	0	0	
Contributions	0	0	0	0	0	0	
Intergovernmental	0	0	15,162	0	0	0	
Fines and forfeitures	19,006	0	0	0	0	0	
Miscellaneous revenues	0	0	0	0	0	0_	
TOTAL REVENUES	19,118		15,209	229	0	0	
Expenditures:							
Current:							
General government	0	0	0	0	0	0	
Public safety	12,852	0	13,652	0	0	0	
Economic development and							
assistance	0	0	0	12.981	17,025	30,000	
Capital outlay	0	0	1,510	0	0	0	
TOTAL EXPENDITURES	12,852		15,162	12,981	17,025	30,000	
REVENUES OVER (UNDER)							
EXPENDITURES	6,266	0	47	(12,752)	(17,025)	(30,000)	
Other financing sources (uses):							
Transfers in	0	0	0	0	0	0	
Transfers out	0	0	0	0	0	0	
TOTAL OTHER FINANCING SOURCES (USES)	0	0	0	0		0	
REVENUES AND OTHER SOURCES OVER							
(UNDER) EXPENDITURES AND OTHER USES	6,266	0	47	(12,752)	(17,025)	(30,000)	
Fund balances (deficits) beginning of year	21,687	154,792	0	188,336	70,575	151,800	
FUND BALANCES (DEFICITS) END OF YEAR	\$27,953	\$154,792	\$47	\$175,584	\$53,550	\$121,800	

	SPECIAL REVENUE FUNDS							
FEDERAL HUD GRANT	GA DCA CHIP 04M-X-092-2-2915	GA DCA CHIP 06M-X-092-2-2951	GA DCA CHIP 07M-X-092-2-2961	GA DCA CHIP 07MR-X-092-2-2979	EECBG DEPARTMENT OF ENERGY	CDBG-R HUD RECOVERY GRANT		
\$0	\$0	\$0	\$0	\$0	\$0	\$0		
0	0	0	0	0	0	0		
0	0	0	0	0	0	0		
755,364	0	166,951	138,000	20,000	79,217	4,495		
0	0	0	0	0	0	0		
0	0	0	0	0	0	0		
755,364	0	166,951	138,000	20,000	79,217	4,495		
0	0	0	0	0	64,202	0		
0	0	0	0	0	04,202	0		
v	U	v	v	o o	U	v		
404,962	19,900	44,151	17,800	0	0	7,009		
0	0	0	0	0	17,160	0		
404,962	19,900	44,151	17,800	0	81,362	7,009		
350,402	(19,900)	122,800	120,200	20,000	(2,145)	(2,514)		
0	0	0	0	0	1,560	0		
0	0	0	0	0	0	0		
0	0	0	0	0	1,560	0		
350,402	(19,900)	122,800	120,200	20,000	(585)	(2,514)		
969,299	182,335	113,000	61,500	0	0	0		
\$1,319,701	\$162,435	\$235,800	\$181,700	\$20,000	(\$585)	(\$2,514)		

(Continued)

		CAPI	TAL PROJECTS FL	INDS		
ACCOMODATIONS TAX	YOUTH RECREATION SCHOLARSHIP	AIRPORT DEVELOPMENT	GENERAL CAPITAL PROJECTS	PARKS DEVELOPMENT	SUNSET HILL PERMANENT FUND	TOTAL OTHER GOVERNMENTAL FUNDS
\$1,477,277	\$0	\$0	\$0	\$0	\$0	\$1,477,277
137	36	5,235	1,879	370	4,268	12,313
0	0	0	0	0	41,444	41,444
0	0	1,691,437	0	0	0	2,870,626
0	0	0	0	0	0	19,006
0	0	0	0	0	20,492	20,492
1,477,414	36_	1,696,672	1,879	370	66,204	4,441,158
1,425,624	25	0	1,326	260	12,960	1,504,397
0	0	0	0	0	0	26,504
0	0	0	0	0	0	553,828
0	0	1,695,704	0	0	0	1,714,374
1,425,624	25	1,695,704	1,326	260	12,960	3,799,103
51,790	11	968	553	110	53,244	642,055
0	0	0	0	0	0	1,560
0	0	0	0	0	(1,200)	(1,200)
0	0	0	0	0	(1,200)	360
51,790	11	968	553	110	52,044	642,415
45,458	12,187	(62,086)	638,133	126,036	1,351,685	4,024,737
\$97,248	\$12,198	(\$61,118)	\$638,686	\$126,146	\$1,403,729	\$4,667,152

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	BUDGET			VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Current Operations:					
General government					
Administration					
Mayor and council					
Personal services	\$223,426	\$228,331	\$228,331	\$0	
Contractual services	67,850	61,144	61,144	0	
Supplies	24,300	21,161	21,161	0	
Travel and training	162,775	171,312	171,313	(1)	
Other services and charges	390,525	1,155,700	1,141,875	13,825	
	868,876	1,637,648	1,623,824	13,824	
City manager					
Personal services	370,889	425,467	425,467	0	
Contractual services	14,314	13,014	13,014	0	
Supplies	22,300	16,346	16,346	0	
Travel and training	42,900	30,430	30,430	0	
Other services and charges	13,785	18,956	18,878	78	
Other services and charges	464,188	504,213	504,135	78	
Elections					
Contractual services	20,000	10,557	10,557	0	
<u> </u>	20,000	10,557	10,557	0	
City attorney					
Travel and training	845	845	695	150	
Other services and charges	275,250	508,609	500,089	8,520	
	276,095	509,454	500,784	8,670	
Solicitor					
Other services and charges	70,000	108,816	108,816	0	
_	70,000	108,816	108,816	0	
TOTAL ADMINISTRATION	1,699,159	2,770,688	2,748,116	22,572	
Human resources department					
Administration					
Personal services	273,409	287,446	287,446	0	
Contractual services	8,875	8,517	8,999	(482)	
Supplies	8,350	5,066	5,065	1	
Travel and training	2,000	1,525	1,525	0	
Other services and charges	9,900	8,494	8,494	0	
	302,534	311,048	311,529	(481)	
Employee incentives/assistance					
Personal services	250,774	95,024	4,209	90,815	
Travel and training	7,000	1,270	1,270	0	
Other services and charges	500	0	0	0	
	258,274	96,294	5,479	90,815	
Risk division					
Contractual services	7,500	36,674	36,674	0	
Supplies	0	0	9,674	(9,674)	
Other services and charges	35,000	10,974	0	10,974	
_	42,500	47,648	46,348	1,300	
TOTAL HUMAN RESOURCES	603,308	454,990	363,356	91,634	

	BUDGE	т		VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Finance department					
Finance director					
Personal services	\$186,375	\$223,763	\$223,763		
Contractual services	1,426	1,120	1,120		
Supplies	2,950	3,750	3,750		
Travel and training	5,180	5,035	5,035		
Other services and charges	54,190	53,883	53,883		
	250,121	287,551	287,551		
Accounting division					
Personal services	475,961	488,831	496,557	(7,7	
Contractual services	16,018	17,673	17,673		
Supplies	14,150	7,637	7,637		
Travel and training	13,900	6,428	6,429		
Other services and charges	38,631	245,620	(672,678)	918,2	
,	558,660	766,189	(144,382)	910,5	
Budget division					
Personal services	124,073	135,987	135,987		
Contractual services	5,908	3,123	3,123		
Supplies	8,480	2,372	2,372		
Travel and training	3,577	1,269	1,269		
Other services and charges	6,965	2,017	2,017		
	149,003	144,768	144,768		
Customer service division					
Personal services	396,758	424,199	424,199		
Contractual services	148,814	124,347	124,347		
Supplies	43,050	23,692	23,692		
Travel and training	2,258	240	240		
Other services and charges	29,670	34,682	34,567	1	
	620,550	607,160	607,045	1	
Accounts receivable division					
Personal services	34,639	37,962	37,962		
Contractual services	36,569	39,801	39,801		
Supplies	6,500	1,711	1,711		
Travel and training	1,380	109	109		
Other services and charges	4,700	7,876	7,876		
	83,788	87,459	87,459		
Purchasing division					
Personal services	178,965	134,835	134,835		
Contractual services	3,563	4,904	4,904		
Supplies	3,700	7,519	7,519		
Travel and training	5,060	2,766	2,766		
Other services and charges	4,700 195,988	3,275 153,299	3,275 153,299		
0		<i>,</i> -			
Grants administrator	(2.720	((000	50.050	1.0	
Personal services	63,728	66,859	52,859	14,0	
Contractual services	877	950	950		
Supplies	500	288	288		
Travel and training	4,170	3,108	3,108		
Other services and charges	920	1,246	1,246		
	70,195	72,451	58,451	200 (Continued)	

	BUDGE	r		VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Information technology					
Personal services	\$77,640	\$80,032	\$80,032	9	
Contractual services	340,611	340,250	340,250	`	
Supplies	19,415	29,272	29,273	(
Travel and training	17,629	7,323	7,323		
Other services and charges	461,510	514,990	514,990		
— —	916,805	971,867	971,868		
TOTAL FINANCE	2,845,110	3,090,744	2,166,059	924,68	
Engineering department					
Engineering division					
Personal services	770,477	712,312	712,312		
Contractual services	17,306	16,311	16,311		
Supplies	38,000	12,305	12,305		
Travel and training	13,680	1,930	1,930		
Other services and charges	(451,342)	(461,274)	(74,979)	(386,29	
Capital outlay	0	48,033	48,033	()	
	388,121	329,617	715,912	(386,29	
Traffic					
Personal services	448,200	437,225	437,225		
Contractual services	971,536	1,252,442	1,252,442		
Supplies	68,200	75,158	75,158		
Travel and training	11,000	3,611	3,611		
Other services and charges	50,892	21,392	36,696	(15,30	
	1,549,828	1,789,828	1,805,132	(15,30	
Street repair					
Personal services	266,146	251,863	251,863		
Contractual services	15,569	10,073	10,067		
Supplies	69,200	65,968	65,968		
Travel and training	6,425	76	76		
Other services and charges	53,640	60,050	55,517	4,53	
<u></u>	410,980	388,030	383,491	4,53	
TOTAL ENGINEERING	2,348,929	2,507,475	2,904,535	(397,06	
City hall					
Personal services	74,546	82,028	82,028		
Contractual services	102,803	97,365	97,365		
Supplies	18,400	6,598	6,598		
Travel and training	100	32	32		
Other services and charges	26,500	31,853	29,853	2,00	
	222,349	217,876	215,876	2,00	
City hall annex					
Personal services	44,084	47,288	47,288		
Contractual services	106,950	97,579	97,579		
Supplies	9,500	4,451	4,451		
Other services and charges	4,850 165,384	9,823 159,141	9,823 159,141		
_	103,304	100,171	107,171		
Customer service					
Contractual services	29,100	20,634	20,634		
Supplies	4,650	2,053	2,053		
Other services and charges	2,000	3,509	3,509		
	35,750	26,196	26,196		

	BUDGE	Γ		VARIANCE OVER (UNDER)	
	ORIGINAL	FINAL	ACTUAL		
Rental					
Contractual services	\$7,700	\$7,146	\$7,146	\$0	
_	7,700	7,146	7,146	0	
TOTAL OTHER GENERAL					
ADMINISTRATIVE	431,183	410,359	408,359	2,000	
Municipal court					
Administration					
Personal services	263,785	297,039	297,039	0	
Contractual services	52,148	45,542	45,542	C	
Supplies	18,600	6,045	6,045	C	
Travel and training	12,900	6,362	6,362	C	
Other services and charges	656,300	442,403	442,403	C	
TOTAL MUNICIPAL COURT	1,003,733	797,391	797,391	0	
TOTAL GENERAL GOVERNMENT	8,931,422	10,031,647	9,387,816	643,831	
Public safety Police department					
Police administration division					
Personal services	621,385	583,850	583,850	C	
Contractual services	8,131	6,289	6,289	C	
Supplies	25,800	55,697	37,062	18,635	
Travel and training	23,025	8,939	8,939	0	
Other services and charges	45,715	289,228 944,003	50,156	239,072	
_	724,056	944,003	686,296	257,707	
Patrol bureau division					
Personal services	4,939,629	5,036,294	5,027,688	8,606	
Contractual services	206,151	184,864	184,865	(1	
Supplies	345,483	352,689	340,121	12,568	
Travel and training	42,250	13,514	13,264	250	
Other services and charges	896,606	846,744	786,692	60,052	
Capital outlay	6,430,119	11,860 6,445,965	11,860 6,364,490	0 81,475	
Investigative bureau division					
Personal services	1,940,165	2,067,584	2,067,584	0	
Contractual services	55,220	42,659	42,659	0	
Supplies	90,360	114,835	114,834	1	
Travel and training	30,871	30,930	30,930	0	
Other services and charges	238,796	245,128	191,992	53,136	
_	2,355,412	2,501,136	2,447,999	53,137	
Support services bureau division					
Personal services	1,438,972	1,401,373	1,392,323	9,050	
Contractual services	353,130	323,737	323,737	0	
Supplies	155,885	140,605	140,492	113	
Travel and training	36,300	6,988	6,988	0	
Other services and charges	82,764	85,370	84,720	650	
Capital outlay	21,000	55,710	52,613	3,097	
	2,088,051	2,013,783	2,000,873	12,910 Continued)	

FOR THE YEAR ENDING JUNE 30, 2010

_	BUDGET			VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Crime lab					
Personal services	\$119,411	\$60,521	\$60,521	\$0	
Contractual services	97,978	62,127	62,125	2	
Supplies	75,040	92,870	92,870	0	
Travel and training	·	5,780	5,780	0	
Other services and charges	24,620 400	3,877	3,877	0	
Capital outlay	9,000	•	3,877 45,944	92,172	
Capital outlay	326,449	138,116 363,291	271,117	92,172	
GOHS GA-2007-191-00572					
Personal services	151,073	149,319	165,304	(15,985)	
Contractual services	0	1,353	1,353	0	
Travel and training	0	1,754	3,175	(1,421)	
Other services and charges	0	0	4,647	(4,647)	
_	151,073	152,426	174,479	(22,053)	
TOTAL POLICE DEPARTMENT	12,075,160	12,420,604	11,945,254	475,350	
F' 1					
Fire department					
Fire administration division	221 007	224.011	224.011	0	
Personal services	221,907	234,011	234,011	0	
Contractual services	2,154	2,201	2,201	0	
Supplies	9,350	1,131	1,131	0	
Travel and training	7,175	3,808	3,808	0	
Other services and charges	13,097 253,683	9,478 250,629	9,478 250,629	0	
_	233,003	250,025	250,027		
Fire fighting division					
Personal services	4,822,520	4,529,866	4,529,866	0	
Contractual services	134,426	139,885	139,885	0	
Supplies	144,270	103,196	103,196	0	
Travel and training	22,531	4,608	4,608	0	
Other services and charges	257,421	252,362	252,362	0	
	5,381,168	5,029,917	5,029,917	0	
Fire inspection division					
Personal services	238,083	249,248	249,248	0	
Contractual services	3,708	3,033	3,033	0	
Supplies	10,604	4,994	4,994	0	
Travel and training	6,895	2,020	2,020	0	
Other services and charges	17,591	21,991	21,991	0	
	276,881	281,286	281,286	0	
Fire maintenance division					
Personal services	109,766	114,780	114,780	0	
Contractual services	64,913	42,229	42,229	0	
Supplies	67,730	51,849	51,849	0	
Other services and charges	18,270	11,184	11,184	0	
	260,679	220,042	220,042	0	

(Continued)

0

0

10,245

10,245

7,581

27,365

412,953

494

(Continued)

7,581

37,610

423,198

494

CITY OF VALDOSTA, GEORGIA SCHEDULE OF EXPENDITURES BY DEPARTMENT BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS GENERAL FUND FOR THE YEAR ENDING JUNE 30, 2010

	FOR THE YEAR E	NDING JUNE 30, 2010			
	BUDGE	Γ		VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Fire training division					
Personal services	\$93,036	\$75,118	\$75,118	\$0	
Contractual services	10,900	8,983	8,983	0	
Supplies	3,975	2,805	2,805	0	
Travel and training	10,205	3,748	3,748	0	
Other services and charges	8,328	4,583	4,583	0	
Other services and charges	126,444	95,237	95,237	0	
Chariel agrices division	,				
Special services division Personal services	66,085	72,388	72,388	0	
Contractual services	1,179	854	854	0	
	6,620	347	347	0	
Supplies Travel and training	19,075	88,516	89,987	(1,471)	
Other services and charges	12,877	10,567	10,567	(1,471)	
Other services and charges	105,836	172,672	174,143	(1,471)	
TOTAL FIRE DEPARTMENT	6,404,691	6,049,783	6,051,254	(1,471)	
TOTAL PIKE DELAKTMENT	0,404,071	0,049,703	0,001,201	(1,171)	
Other protection services					
Community protection					
Personal services	291,724	350,329	350,329	0	
Contractual services	128,705	98,804	98,804	0	
Supplies	1.7,100	5,893	5,893	0	
Travel and training	10,310	6,008	6,008	0	
Other services and charges	46,732	39,741	36,741	3,000	
	494,571	500,775	497,775	3,000	
Neighborhood development					
Personal services	13,180	15,262	19,256	(3,994)	
Contractual services	1,585	1,585	715	870	
Supplies	600	600	0	600	
Travel and training	4,550	2,468	0	2,468	
Other services and charges	2,869	2,869	774	2,095	
	22,784	22,784	20,745	2,039	
TOTAL OTHER PROTECTION SERVICES	517,355	523,559	518,520	5,039	
TOTAL PUBLIC SAFETY	18,997,206	18,993,946	18,515,028	478,918	
Public works					
Public works department					
Right of way maintenance					
Personal services	1,208,832	1,064,601	1,064,601	0	
Contractual services	56,666	51,136	51,136	0	
Supplies	62,600	67,703	67,703	0	
Travel and training	3,300	0	0	0	
Other services and charges	247,437 1,578,835	223,017 1,406,457	223,622 1,407,062	(605)	
	1,370,033	1,700,707	1,707,002	(003)	
Cemetery division				_	
Personal services	358,196	345,752	345,752	0	
Contractual services	41,631	31,761	31,761	0	

17,550

1,925

58,929

478,231

Supplies

Travel and training Other services and charges

	BUDGE	т		VARIANCE OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Arborist	006.488	201.150	201.150	••	
Personal services	\$86,475	\$84,468	\$84,468	\$0	
Contractual services	5,628	6,718	6,719	(1)	
Supplies	11,450	8,706	8,706	0	
Travel and training	2,975	555	555	0	
Other services and charges	26,014	23,374	19,205	4,169	
_	132,542	123,821	119,653	4,168	
TOTAL PUBLIC WORKS	2,189,608	1,953,476	1,939,668	13,808	
Public Involvement					
Administration					
Personal services	186,084	195,941	195,941	0	
Contractual services	3,106	3,159	3,159	0	
Supplies	7,500	1,565	1,565	0	
Travel and training	5,322	5,384	5,384	0	
Other services and charges	16,900	20,798	19,449	1,349	
_	218,912	226,847	225,498	1,349	
Public relations					
Personal services	108,144	111,138	111,138	0	
Contractual services	33,728	28,844	28,844	0	
Supplies	24,000	21,309	21,309	0	
Travel and training	3,815	1,174	1,174	0	
Other services and charges	43,540	20,211	20,211	0	
	213,227	182,676	182,676	0	
Main street division		***			
Personal services	12,254	36,382	34,128	2,254	
Contractual services	1,231	25,741	25,741	0	
Supplies	15,000	5,742	5,742	0	
Other services and charges	12,500	14,729	9,729	5,000	
_	40,985	82,594	75,340	7,254	
Economic development					
Personal services	79,681	83,414	83,414	0	
Contractual services	1,342	1,745	1,745	0	
Supplies	1,800	1,408	1,408	0	
Travel and training	6,705	1,219	1,219	0	
Other services and charges	2,300	76	76	0	
_	91,828	87,862	87,862	0	
TOTAL PUBLIC INVOLVEMENT	564,952	579,979	571,376	8,603	
TOTAL EXPENDITURES	\$30,683,188	\$31,559,048	\$30,413,888	\$1,145,160	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE CONFISCATED FUNDS FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED .	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues: Fines and forfeitures	£20.000	#17.722	£10.00¢	¢1.272
Interest	\$20,000	\$17,733	\$19,006 112	\$1,273
TOTAL REVENUES	600	18,333		(488)
TOTAL REVENUES	20,600	18,333	19,118	
Expenditures:				
Current:				
General government				
Accounting				
Other services and charges	106	106	76	30
Public safety				
Supplies	0	10,617	10,617	0
Travel and training	0	1,344	712	632
Other services and charges	0	1,581	1,581	0
TOTAL EXPENDITURES	106	13,648	12,986	662
REVENUES OVER (UNDER) EXPENDITURES	20,494	4,685	6,132	1,447
Fund balance - beginning of year - budgetary basis	21,687	21,687	21,687	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$42,181	\$26,372	\$27,819	\$1,447
Explanation of Differences between Budgetary Inflows and Ou Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule.	itflows and GAAP		\$19,118	
Differences - budget to GAAP: None			0	
Total revenues as reported on the statement of revenues, expenditur	res and changes			
in fund balances - governmental funds.	res, and changes		\$19,118	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary comparison schedule.			\$12,986	
Differences - budget to GAAP:	4			
Encumbrances for remaining fiscal year items are recorded curren but in the year of actual payment for financial reporting purposes.	, ,	purposes,	(134)	
Total expenditures as reported on the statement of revenues, expendin fund balances - governmental funds.	aitures, and changes		\$12,852	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 98M-X-092-512-013 FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED .	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
TOTAL REVENUES	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$0			
Expenditures:				
TOTAL EXPENDITURES	0	0	0	0
REVENUES OVER EXPENDITURES	0	0	0	0
Fund balance - beginning of year - budgetary basis	154,792	154,792	154,792	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$154,792	\$154,792	\$154,792	\$0
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and in fund balances - governmental funds.	changes		\$0 0 \$0	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, in fund balances - governmental funds.	and changes		\$0 0 \$0	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE U. S. DEPARTMENT OF JUSTICE - LOCAL LAW ENFORCEMENT BLOCK GRANTS FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	(CNDER)
Revenues:				
Intergovernmental	\$0	\$276,053	\$15,162	(\$260,891)
Interest income	0	0	47	47
TOTAL REVENUES	0	276,053	15,209	(260,844)
Expenditures:				
Current:				
Public safety				
Byrne Justice Assistance Grant				
2007-DJ-BX-0554				
Supplies	0	952	952	0
2009-DJ-BX-1098				0
Supplies	0	12,700	12,700	0
Capital	0	1,510	22,812	(21,302)
2009-SB-B9-1044	0	240.001	120.072	120.019
Capital	0	260,891	139,973	120,918
TOTAL EXPENDITURES	0	276,053	176,437	99,616
REVENUES OVER (UNDER) EXPENDITURES	0	0	(161,228)	(161,228)
Fund balance - beginning of year - budgetary basis	(1,307)	(1,307)	(1,307)	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	(\$1,307)	(\$1,307)	(\$162,535)	(\$161,228)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure			\$15,209 0	
in fund balances - governmental funds.			\$15,209	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:			\$176,437	
Encumbrances for remaining grant items are placed for budgetary but in the year of actual payment for financial reporting purposes.	purposes,		(161,275)	
Total expenditures as reported on the statement of revenues, expend	itures and changes		(101,273)	
in fund balances - governmental funds.	italos, and changes		\$15,162	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE URBAN DEVELOPMENT ACTION GRANT FUND FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED .	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Interest income	\$0	\$17,465	\$229	(\$17,236)
TOTAL REVENUES	0	17,465	229	(17,236)
Expenditures:				
Current:				
Economic development and assistance				
UDAG				
UDAG B-80-AB-13-0099				
Grant projects	0	742	742	0
UDAG B-81-AB-13-0096				
Grant projects	0	8	8	0
Grants homeowners wc07				
Grant projects	0	16,715	12,231	4,484
TOTAL EXPENDITURES	0	17,465	12,981	4,484
REVENUES OVER (UNDER) EXPENDITURES	0	0	(12,752)	(12,752)
Fund balance - beginning of year - budgetary basis	188,336	188,336	188,336	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$188,336	\$188,336	\$175,584	(\$12,752)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources	flows and GAAP			
Actual revenues (budgetary basis) from the budgetary comparison schedule.			\$229	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.	es, and changes		\$229	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$12,981	
Differences - budget to GAAP:			•	
None			0	
Total expenditures as reported on the statement of revenues, expendi	tures, and changes			
in fund balances - governmental funds.			\$12,981	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 01M-X-092-2-2568 FOR THE YEAR ENDED JUNE 30, 2010

				VARIANCE WITH FINAL BUDGET
	BUDGETED A			OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$0	\$0	\$0
TOTAL REVENUES	0		0	0
Expenditures:				
Current:				
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	17,025	17,025	0
TOTAL EXPENDITURES	0	17,025	17,025	0
REVENUES OVER (UNDER) EXPENDITURES		(17,025)	(17,025)	0
Fund balance - beginning of year - budgetary basis	70,575	98,325	70,575	(27,750)
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$70,575	\$81,300	\$53,550	(\$27,750)
Explanation of Differences between Budgetary Inflows and Outi	flows and GAAP			
Revenues and Expenditures	nows and Great			
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$0	
Differences - budget to GAAP:			-	
None			0	
Total revenues as reported on the statement of revenues, expenditure	s, and changes			
in fund balances - governmental funds.	,		\$0	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$17,025	
Differences - budget to GAAP:			J17,023	
None			0	
Total expenditures as reported on the statement of revenues, expendi	tures and changes			
in fund balances - governmental funds.	tures, and changes		\$17,025	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 02M-X-092-2-2695 FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$30,000	\$0	(\$30,000)
TOTAL REVENUES	0	30,000	0	(30,000)
Expenditures:				
Current:				
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	30,000	30,000	0
TOTAL EXPENDITURES	0	30,000	30,000	0
REVENUES OVER EXPENDITURES	0	0	(30,000)	(30,000)
Fund balance - beginning of year - budgetary basis	151,800	151,800	151,800	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$151,800	\$151,800	\$121,800	(\$30,000)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures	flows and GAAP			
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$0	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditure	es, and changes			
in fund balances - governmental funds.			\$0	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$30,000	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expendi	itures, and changes			
in fund balances - governmental funds.			\$30,000	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE FEDERAL HUD GRANT FOR THE YEAR ENDED JUNE 30, 2010

				VARIANCE WITH FINAL BUDGET
	BUDGETED	AMOUNTS		OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$1,385,267	\$1,167,218	\$755,364	(\$411,854)
TOTAL REVENUES	1,385,267	1,167,218	755,364	(411,854)
TOTAL REVENUES	1,383,207	1,107,218	733,304	(411,034)
Expenditures:				
Current:				
Economic development and assistance				
Community development				
CDBG 2008 funding				
First time homebuyer education	5,570	5,570	5,570	0
CDBG 2009 funding				
First time homebuyer education	4,310	4,310	4,310	0
Acquisition/relocation	81,404	81,404	81,404	0
CDBG 2010 funding				
Clearance/demolition	122,240	75,413	72,897	2,516
Single unit residential rehab	996,746	838,619	121,286	717,333
Program administration	174,997	161,902	119,495	42,407
TOTAL EXPENDITURES	1,385,267	1,167,218	404,962	762,256
REVENUES OVER EXPENDITURES	0	0	350,402	350,402
Fund balance - beginning of year - budgetary basis	969,299	969,299	969,299	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$969,299	\$969,299	\$1,319,701	\$350,402
Explanation of Differences between Budgetary Inflows and Out	flows and GAAP			
Revenues and Expenditures				
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$755,364	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditure	es, and changes			
in fund balances - governmental funds.	,		\$755,364	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$404,962	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expend	itures, and changes			
in fund balances - governmental funds.	,		\$404,962	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 04M-X-092-2-2915 FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$19,900	\$0	(\$19,900)
TOTAL REVENUES	0	19,900	0	(19,900)
Expenditures:				
Current:				
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	19,900	19,900	0
TOTAL EXPENDITURES	0	19,900	19,900	0
REVENUES OVER EXPENDITURES		0	(19,900)	(19,900)
Fund balance - beginning of year - budgetary basis	182,335	182,335	182,335	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$182,335	\$182,335	\$162,435	(\$19,900)
Explanation of Differences between Budgetary Inflows and Out	tflows and CAAP			
Revenues and Expenditures	inows and GAA1			
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$0	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditur-	es, and changes			
in fund balances - governmental funds.			\$0	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$19,900	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expend	litures, and changes			
in fund balances - governmental funds.			\$19,900	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 06M-X-092-2-2951 FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	(CIVELY)
Revenues:				
Intergovernmental	\$0	\$166,951	\$166,951	\$0
TOTAL REVENUES	0	166,951	166,951	0
Expenditures:				
Current:				
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	15,000	13,200	1,800
Rehab private properties	0	105,000	2,000	103,000
Reconstruct private properties	0	34,000	16,000	18,000
General administration	0	12,951	12,951	0
TOTAL EXPENDITURES		166,951	44,151	122,800
REVENUES OVER EXPENDITURES		0	122,800	122,800
Fund balance - beginning of year - budgetary basis	113,000	113,000	113,000	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$113,000	\$113,000	\$235,800	\$122,800
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary	tflows and GAAP			
comparison schedule.			\$166,951	
Differences - budget to GAAP:				
None Total revenues as reported on the statement of revenues, expenditure			0	
in fund balances - governmental funds.	es, and changes		\$166,951	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$44,151	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expend	litures, and changes			
in fund balances - governmental funds.			\$44,151	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 07M-X-092-2-2961 FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$228,000	\$138,000	(\$90,000)
TOTAL REVENUES	0	228,000	138,000	(90,000)
TOTAL REVENCES		220,000	130,000	
Expenditures:				
Current:				
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	174,000	17,800	156,200
Rehab private properties	0	15,000	0	15,000
Reconstruct private properties	0	24,000	0	24,000
General administration	0	15,000	0	15,000
TOTAL EXPENDITURES	0	228,000	17,800	210,200
REVENUES OVER EXPENDITURES	0	0	120,200	120,200
Fund balance - beginning of year - budgetary basis	61,500	61,500	61,500	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$61,500	\$61,500	\$181,700	\$120,200
Explanation of Differences between Budgetary Inflows and Our Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary	tflows and GAAP			
comparison schedule.			\$138,000	
Differences - budget to GAAP:			Ψ150,000	
None			0	
Total revenues as reported on the statement of revenues, expenditur	es, and changes			
in fund balances - governmental funds.	, .		\$138,000	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$17,800	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expend	litures, and changes			
in fund balances - governmental funds.			\$17,800	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 07MR-X-092-2-2979 FOR THE YEAR ENDED JUNE 30, 2010

Revenues BUDGETI					VARIANCE WITH FINAL BUDGET
Intergovernmental S0 \$200,000 \$20,000 \$20,000 \$180,000 TOTAL REVENUES 0 200,000 20,000 (180,000) Expenditures:					
TOTAL REVENUES 0 200,000 20,000 (\$180,000)		ORIGINAL	FINAL	ACTUAL	(UNDER)
TOTAL REVENUES 0 200,000 20,000 (180,000) Expenditures: Current: Economic development and assistance Community development Capital outlay Housing development activities Construction 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 200,000 0 200,000 FUND BALANCE - END OF YEAR - BUDGETARY BASIS 50 50 \$0 \$20,000 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Uses/outflows of resources Actual revenues are reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Sources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000	Revenues:				
TOTAL REVENUES 0 200,000 20,000 (180,000) Expenditures: Current: Economic development and assistance Community development Capital outlay Housing development activities Construction 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 200,000 0 200,000 FUND BALANCE - END OF YEAR - BUDGETARY BASIS 50 50 \$0 \$20,000 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Uses/outflows of resources Actual revenues are reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Sources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000	Intergovernmental	\$0	\$200,000	\$20,000	(\$180,000)
Expenditures: Current: Economic development and assistance Community development Capital outlay Housing development activities Construction TOTAL EXPENDITURES 0 200,000 0 200,000 FUND BALANCE - END OF YEAR - BuDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/inflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule.	•				
Current: Economic development and assistance Community development Capital outlay Housing development activities Construction TOTAL EXPENDITURES 0 200,000 REVENUES OVER EXPENDITURES 0 0 200,000 REVENUES OVER EXPENDITURES 0 0 0 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS S0 S0 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. S0 Differences - budget to GAAP: None O Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. S0 Differences - budget to GAAP: None O Total expenditures (budgetary basis) from the budgetary comparison schedule. S0 Differences - budget to GAAP: None O Total expenditures as reported on the statement of revenues, expenditures, and changes					, , ,
Economic development and assistance Community development Capital outlay Housing development activities Construction TOTAL EXPENDITURES 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 0 20,000 0 0 200,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS 0 \$0 \$0 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. S20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$20,000 S20,000 S2	Expenditures:				
Community development Capital outlay Housing development activities Construction TOTAL EXPENDITURES 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 0 0 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/inflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources of the statement of revenues, expenditures, and changes in fund balances - governmental funds. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources/outflows of resources Actual expenditures as reported on the statement of revenues, expenditures, and changes	Current:				
Housing development activities Construction 0 200,000 TOTAL EXPENDITURES 0 200,000 REVENUES OVER EXPENDITURES 0 0 200,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Sources - budget to GAAP: None Sources - Sources - Sources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Sources - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes of the statement of the statement of revenues, expenditures, and changes of the statement	Economic development and assistance				
Housing development activities Construction TOTAL EXPENDITURES 0 200,000 REVENUES OVER EXPENDITURES 0 0 20,000 REVENUES OVER EXPENDITURES 0 0 0 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS S0 \$0 \$0 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None O Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. S0 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. S0 Explanation of Differences between Budgetary basis) from the budgetary comparison schedule. S0 Explanation of Differences between Budgetary basis of the budgetary	Community development				
TOTAL EXPENDITURES 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 0 0 200,000 REVENUES OVER EXPENDITURES 0 0 0 20,000 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS \$0 \$0 \$0 \$20,000 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None 0 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$30 Differences - budget to GAAP: None 0 \$50 Differences - budget to GAAP: None 0 \$0 Total lexpenditures (budgetary basis) from the budgetary comparison schedule. \$0 Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes	Capital outlay				
TOTAL EXPENDITURES 0 200,000 0 200,000 REVENUES OVER EXPENDITURES 0 0 0 20,000 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 0 FUND BALANCE - END OF YEAR - BUDGETARY BASIS \$0 \$0 \$0 \$20,000 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None 0 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$0 Differences - budget to GAAP: None 0 \$0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000	Housing development activities				
REVENUES OVER EXPENDITURES 0 0 20,000 20,000 20,000 Fund balance - beginning of year - budgetary basis 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Construction	0	200,000	0	200,000
Fund balance - beginning of year - budgetary basis 0 0 0 0 0 \$20,000 \$	TOTAL EXPENDITURES		200,000	0	200,000
FUND BALANCE - END OF YEAR - BUDGETARY BASIS \$0 \$0 \$20,000 \$20,000 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$0 Differences - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes	REVENUES OVER EXPENDITURES	0	0	20,000	20,000
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	Fund balance - beginning of year - budgetary basis	0	0	0	0
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes	FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$0	\$0	\$20,000	\$20,000
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes					
Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$20,000 Differences - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$0 Differences - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes	Explanation of Differences between Budgetary Inflows and Out	tflows and GAAP			
Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	Revenues and Expenditures				
comparison schedule. \$20,000 Differences - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$20,000 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$0 Differences - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes	Sources/inflows of resources				
Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	Actual revenues (budgetary basis) from the budgetary				
None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	·			\$20,000	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	Differences - budget to GAAP:				
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes				0	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$0 Differences - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes		es, and changes			
Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	in fund balances - governmental funds.			\$20,000	
Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes	Uses/outflows of resources				
comparison schedule. \$0 Differences - budget to GAAP: None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes					
Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expenditures, and changes				\$0	
None 0 Total expenditures as reported on the statement of revenues, expenditures, and changes					
Total expenditures as reported on the statement of revenues, expenditures, and changes	_			0	
		litures, and changes			
				\$0	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE EECBG- DEPARTMENT OF ENERGY FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$221,600	\$79,217	(\$142,383)
Transfers in	0	13,560	1,560	(12,000)
TOTAL REVENUES	0	235,160	80,777	(154,383)
Expenditures:				
Current:				
General government	0	218,000	67,350	150,650
Capital outlay				
Capital outlay	0	17,160	17,160	0
TOTAL EXPENDITURES	0	235,160	84,510	150,650
REVENUES OVER EXPENDITURES	0		(3,733)	(3,733)
Fund balance - beginning of year - budgetary basis	0	0	0	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$0	\$0	(\$3,733)	(\$3,733)
Explanation of Differences between Budgetary Inflows and Ou	tflows and GAAP			
Revenues and Expenditures	illows and Grain			
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary comparison schedule.			\$80,777	
Differences - budget to GAAP:			900,777	
Transfers in from other funds are outflows for budgetary resources	but are not			
expenditures for financial reporting purposes.	out are not		(1,560)	
Total revenues as reported on the statement of revenues, expenditur	es, and changes		(1,000)	
in fund balances - governmental funds.	,		\$79,217	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$84,510	
Differences - budget to GAAP:				
Encumbrances for remaining fiscal year items are recorded current		ourposes,		
but in the year of actual payment for financial reporting purposes			(3,148)	
Total expenditures as reported on the statement of revenues, expending fined belonger, expending the decision of the statement of the statemen	litures, and changes		¢01.262	
in fund balances - governmental funds.			\$81,362	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE CDBG-R HUD RECOVERY GRANT FOR THE YEAR ENDED JUNE 30, 2010

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Barrana				
Revenues: Intergovernmental	\$0	\$159,373	\$4,495	(\$154,878)
TOTAL REVENUES				
TOTAL REVENUES	0	159,373	4,495	(154,878)
Expenditures:				
Current:				
Economic development and assistance				
Community development	0	159,373	7,009	152,364
TOTAL EXPENDITURES	0	159,373	7,009	152,364
REVENUES OVER EXPENDITURES	0	0	(2,514)	(2,514)
Fund balance - beginning of year - budgetary basis	0	0	0	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$0	\$0	(\$2,514)	(\$2,5 4)
Explanation of Differences between Budgetary Inflows and Outfle Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures in fund balances - governmental funds.			\$4,495 0 \$4,495	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expendit in fund balances - governmental funds.	ures, and changes		\$7,009 0 \$7,009	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARSION SCHEDULE ACCOMODATIONS TAX FOR YEAR ENDED JUNE 30, 2010

	BUDGETED A	MOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Taxes	\$1,620,000	\$1,665,000	\$1,477,277	(\$187,723)
Interest income	1,500	1,500	137	(1,363)
TOTAL REVENUES	1,621,500	1,666,500	1,477,414	(189,086)
Expenditures:				
Other services and charges	1,465,766	1,510,766	1,425,624	85,142
TOTAL EXPENDITURES	1,465,766	1,510,766	1,425,624	85,142
REVENUES (UNDER) EXPENDITURES	155,734	155,734	51,790	(103,944)
Other financing sources (uses):				
Operating transfers out	(75,000)	(75,000)	0	(75,000)
Fund balance (deficit) - beginning of year - budgetary basis	45,458	45,458	45,458	0
FUND BALANCE (DEFICIT) - END OF YEAR	\$126,192	\$126,192	\$97,248	(\$178,944)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures				
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary comparison schedule.			\$1,477,414	

Revenues and Expenditures	
Sources/inflows of resources	
Actual revenues (budgetary basis) from the budgetary	
comparison schedule.	\$1,477,414
Differences - budget to GAAP:	
None	0
Total revenues as reported on the statement of revenues, expenditures, and	
changes in fund balances - governmental funds.	\$1,477,414
Uses/outflows of resources	
Actual expenditures (budgetary basis) from the budgetary	
comparison schedule.	\$1,425,624
Differences - budget to GAAP:	
None	0
Total expenditures as reported on the statement of revenues, expenditures,	
and changes in fund balances - governmental funds.	\$1,425,624

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARSION SCHEDULE YOUTH RECREATION SCHOLARSHIP FUND FOR YEAR ENDED JUNE 30, 2010

	BUDGETED A	MOUNTS	ACTUAL AMOUNT BUDGETARY	VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	BASIS	(UNDER)
P ₁				
Revenues:	**	00.5	226	411
Interest income	<u>\$0</u>	\$25	\$36	\$11
TOTAL REVENUES	0	25	36	11
Expenditures:				
TOTAL EXPENDITURES	0	25	25	0
REVENUES OVER EXPENDITURES	0	0	11	11
Fund balance - beginning of year - budgetary basis	12,187	12,187	12,187	0
FUND BALANCE - END OF YEAR	\$12,187	\$12,187	\$12,198	\$11
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expendition fund balances - governmental funds.	ures, and changes		\$36 0 \$36	
Uses/outflows of resources Actual revenues (budgetary basis) "total charges to appropriations comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, experin fund balances - governmental funds.	Ç,		\$25 0 \$25	

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CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARSION SCHEDULE SALES TAX 97 FUND FOR YEAR ENDED JUNE 30, 2010

Revenues:		FINAL		VARIANCE WITH FINAL BUDGET OVER
Intergovernmental S1,181,740 S1,083,101 (\$98,639) Expenditures:		BUDGET	ACTUAL	(UNDER)
Intergovernmental S1,181,740 S1,083,101 (\$98,639) Expenditures:	Revenues:			
Expenditures: Capital outlay: Performing arts center TOTAL EXPENDITURES TOTAL EXPENDITURES TOTAL EXPENDITURES REVENUES OVER (UNDER) EXPENDITURES FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/Inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None O Total revenues a reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual revenues have budgetary basis) from the budgetary comparison schedule. S1,083,101 Uses/outflows of resources Actual expenditures S1,083,101 Uses/outflows of resources Actual revenues a reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures founds from the budgetary scources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes		\$1,181,740	\$1.083.101	(\$98,639)
Expenditures: Capital outlay: Performing arts center	•			
Capital outlay: Performing arts center 1,082,352 875,977 206,375 Transfer out 99,388 300,000 (200,612) **TOTAL EXPENDITURES** **REVENUES OVER (UNDER) EXPENDITURES** **PUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS** **Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None **Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** **Actual expenditures (budgetary basis) from the budgetary comparison schedule. **Uses/outflows of resources** **Actual expenditures (budgetary basis) from the budgetary comparison schedule. **In 1,082,352 **In 1,082,357 **I	Expenditures:			
Transfer out TOTAL EXPENDITURES 1,181,740 1,175,977 5,763 REVENUES OVER (UNDER) EXPENDITURES 0 (92,876) Fund balance (deficit) beginning of year - budgetary basis FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,175,977 Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes	•			
TOTAL EXPENDITURES 1,181,740 1,175,977 5,763 REVENUES OVER (UNDER) EXPENDITURES 0 (92,876) (92,876) (92,876) Fund balance (deficit) beginning of year - budgetary basis 92,876 92,876 0 (50) FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS \$92,876 (50) (\$92,876) Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Differences - budget to GAAP: None 0 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,175,977 Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. (300,000) Total expenditures as reported on the statement of revenues, expenditures, and changes	Performing arts center	1,082,352	875,977	206,375
REVENUES OVER (UNDER) EXPENDITURES Fund balance (deficit) beginning of year - budgetary basis FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes Total expenditures as reported on the statement of revenues, expenditures, and changes	Transfer out	99,388	300,000	(200,612)
Fund balance (deficit) beginning of year - budgetary basis 92,876 (\$0) (\$92,876) FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS \$92,876 (\$0) (\$92,876) Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Differences - budget to GAAP: None 0 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,175,977 Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. (300,000) Total expenditures as reported on the statement of revenues, expenditures, and changes	TOTAL EXPENDITURES	1,181,740	1,175,977	5,763
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/Inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,175,977 Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	REVENUES OVER (UNDER) EXPENDITURES	0	(92,876)	(92,876)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/Inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes		92,876	92,876	0
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	FUND BALANCE (DEFICIT) END OF YEAR - BUDGETARY BASIS	\$92,876	(\$0)	(\$92,876)
comparison schedule. \$1,083,101 Differences - budget to GAAP: None 0 Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. \$1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. \$1,175,977 Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. (300,000) Total expenditures as reported on the statement of revenues, expenditures, and changes	Revenues and Expenditures Sources/inflows of resources			
Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. S1,083,101 Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes			\$1,083,101	
None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	1		7 -	
in fund balances - governmental funds. Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	· ·		0	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	Total revenues as reported on the statement of revenues, expenditures, and changes			
Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	in fund balances - governmental funds.		\$1,083,101	
comparison schedule. \$1,175,977 Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. (300,000) Total expenditures as reported on the statement of revenues, expenditures, and changes	Uses/outflows of resources			
Differences - budget to GAAP: Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	Actual expenditures (budgetary basis) from the budgetary			
Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes. Total expenditures as reported on the statement of revenues, expenditures, and changes	comparison schedule.		\$1,175,977	
expenditures for financial reporting purposes. (300,000) Total expenditures as reported on the statement of revenues, expenditures, and changes	Differences - budget to GAAP:			
Total expenditures as reported on the statement of revenues, expenditures, and changes	Transfers to other funds are outflows for budgetary resources but are not			
	expenditures for financial reporting purposes.		(300,000)	
	Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$875,977	

CITY OF VALDOSTA, GEORGIA SALES TAX 2002 FUND BUDGETARY COMPARISON SHEDULE FOR THE YEAR ENDED JUNE 30, 2010

_	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$4,266,980	\$1,691,434	(\$2,575,546)
TOTAL REVENUES	4,266,980	1,691,434	(2,575,546)
Expenditures:			
Capital outlay:			
Resurfacing	0	3,511	(3,511)
Street widening/reconstruction	0	181,226	(181,226)
Intersection improvements	0	(181,225)	181,225
Drainage improvements	197,343	136,306	61,037
Streetscape expansion	10,475	(7,636)	18,111
Crime lab	10,555	(4,398)	14,953
McKey park	2,743,905	14,681	2,729,224
Freedom park	20,489	20,489	0 12 ,460
Scott park Mathis auditorium	0 185	(12,460) 185	12,400
Minor park improvements	491	491	0
Withlacoochee wpcp expansion	1.334.975	846,013	488,962
City hall renovation	0	10,475	(10,475)
Technology improvement	205	205	0
TOTAL EXPENDITURES	4,318,623	1,007,863	3,310,760
REVENUES (UNDER) EXPENDITURES	(51,643)	683,571	735,214
Fund balance (deficit) - beginning of year - budgetary basis	(677,508)	(677,508)	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	(\$729,151)	\$6,063	\$735,214
FUND BALANCE (DEFICIT) - END OF TEAR - BUDGETART BASIS	(\$729,131)	#0,005	Ψ755,211
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources			
Actual revenues (budgetary basis) from the budgetary comparison schedule.		\$1,691,434	
Differences - budget to GAAP:		Ψ1,0>1,10	
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes			
in fund balances - governmental funds.		\$1,691,434	
6			
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$1,007,863	
Encumbrances for remaining fiscal year items are recorded current year for budgetary p but in the year of actual payment for financial reporting purposes.	ourposes,	244,255	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$1,252,118	

CITY OF VALDOSTA, GEORGIA SALES TAX 2007 FUND BUDGETARY COMPARISON SHEDULE FOR THE YEAR ENDED JUNE 30, 2010

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental Contributions	\$13,050,158 10,000	\$8,865,144 5,814	(\$4,185,014) (4,186)
Transfer in	0	300,000	300,000
TOTAL REVENUES	13,060,158	9,170,958	(3,889,200)
Expenditures: Capital outlay:			
Resurfacing	112,785	112,785	0
Road improvements	1,096,820	844,460	252,360
Sidewalk improvements	131,822	131,822	0
Intersection improvements	13,255	13,255	0
Drainage improvements	5,740,362	1,946,319	3,794,043
Traffic improvements	124,352	124,352	0
Street maintenance repairs	17,121	17,121	0
Crime lab equip/land acquisition	1,189,725	606,272	583,453
Technology	218,493	218,493	0
Records management software	23,250	23,250	0
District 1 parks	15,620	15,620	0
Youth facility The state of the	540,000	540,000	0
Tennis center - McKey park General park improvements	1,269,594 11,775	1,269,594 11,775	0
Community Sr Ct expansion	48,865	48,865	0
Parks & Rec administration offices/gym	1,004,243	1,004,243	0
Freedom park expansion	2,636,279	1,131,361	1,504,918
MLK memorial park	5,787	5,787	(30,000)
Fire safety training area Sewer system rehab	(8,686)	22,223	(30,909)
Refuse trucks/street sweeper	17,602 149,000	466,430 149,000	(448,828) 0
New recycles center	13,627	13,627	0
Miscellaneous public works	16,500	16,500	0
Software & hardware	353,410	316,583	36,827
Municipal auditorium prop acq & design	0	4,268,562	(4,268,562)
General administration	52,224	22,251	29,973
Airport authority	900,000	900,000	0
TOTAL EXPENDITURES	15,693,825	14,240,550	1,453,275
REVENUES (UNDER) EXPENDITURES	(2,633,667)	(5,069,592)	(2,435,925)
Fund balance (deficit) - beginning of year - budgetary basis	4,162,099	4,162,099	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	\$1,528,432	(\$907,493)	(\$2,435,925)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources			
Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$9,170,958	
Transfers in from other funds are inflows for budgetary resources but are not revenues for financial reporting purposes.		(300,000)	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$8,870,958	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$14,240,550	
Encumbrances for remaining fiscal year items are recorded current year for budgetary pu but in the year of actual payment for financial reporting purposes.	irposes,	(1,058,242)	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		¢12 102 200	
in rand oddiness - governmental funds.		\$13,182,308	

CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE AIRPORT DEVELOPMENT FUND FOR THE YEAR ENDED JUNE 30, 2010

-	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$1,749,601	\$1,691,437	(\$58,164)
Interest revenue	0	5,235	5,235
TOTAL REVENUES	1,749,601	1,696,672	(52,929)
Capital outlay:			
Airport improvement	1,749,601	1,695,704	53,897
TOTAL EXPENDITURES	1,749,601	1,695,704	53,897
REVENUES OVER EXPENDITURES	0	968	968
Fund balance (deficit) - beginning of year - budgetary basis	(62,086)	(62,086)	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	(\$62,086)	(\$61,118)	\$968
Explanation of Differences between Budgetary Inflows and Outflows and GAAl Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:	P	\$1,696,672	
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$1,696,672	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$1,695,704	
None		0	
Total expenditures as reported on the statement of revenues, expenditures, and chang in fund balances - governmental funds.	es	\$1,695,704	

CITY OF VALDOSTA, GEORGIA GENERAL CAPITAL PROJECTS FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED JUNE 30, 2010

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Interest income	\$1,327	\$1,879	\$552
TOTAL REVENUES	1,327	1,879	552
Expenditures: Current:			
Other services and charges	1,327	1,326	1
TOTAL EXPENDITURES	1,327	1,326	<u> </u>
REVENUES OVER EXPENDITURES	0	553	553
Fund balance - beginning of year - budgetary basis	638,133	638,133	0
FUND BALANCE - END OF YEAR	\$638,133	\$638,686	\$553
Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expendit and changes in fund balances - governmental funds.	ures,	· \$1,879 0 \$1,879	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$1,326	
None		0	
Total expenditures as reported on the statement of revenues, expe	nditures		
	nunuics,	#1.22	
and changes in fund balances - governmental funds.		\$1,326	

CITY OF VALDOSTA, GEORGIA PARKS DEVELOPMENT FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED JUNE 30, 2010

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Interest income	\$260	\$370	\$110
TOTAL REVENUES	260	370	110
Expenditures:	-		
Capital outlay:			
Site improvements:			
Various parks	260	260	0
TOTAL EXPENDITURES	260	260 110	110
REVENUES OVER (UNDER) EXPENDITURES Fund balance - beginning of year - budgetary basis	126,036	126,036	0
FUND BALANCE - END OF YEAR	\$126,036	\$126,146	\$110
Explanation of Differences between Budgetary Inflows and Outflows and Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	d GAAP	\$370 0 \$370	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary			
comparison schedule.		\$260	
Differences - budget to GAAP:			
None		0	
Total expenditures as reported on the statement of revenues, expenditures,	-		
and changes in fund balances - governmental funds.		\$260	
and onanges in tune outenous - governmental tunes.	=	Ψ200	

CITY OF VALDOSTA, GEORGIA SUNSET HILL FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED JUNE 30, 2010

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Operating revenues:			
Interest income	\$21,500	\$4,268	(\$17,232)
Contributions	39,240	41,444	2,204
Rental income	22,780	20,492	(2,288)
TOTAL OPERATING REVENUES	83,520	66,204	(17,316)
Operating expenditures:			
Other services and charges	6,304	12,960	(6,656)
Transfers out	57,390	1,200	56,190
TOTAL OPERATING EXPENDITURES	63,694	14,160	49,534
REVENUES OVER (UNDER) EXPENDITURES	19,826	52,044	32,218
Fund balance - beginning of year - budgetary basis	1,351,685	1,351,685	0
FUND BALANCE - END OF YEAR	\$1,371,511	\$1,403,729	\$32,218
Explanation of Differences between Budgetary Inflows and Outflows an Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures,		\$66,204	
and changes in fund balances - governmental funds.		\$66,204	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP:		\$14,160	
Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes.		(1,200)	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$12,960	

Non-Major Enterprise Funds

Inspection Fund - to finance and account for the cost of providing inspection of residential and commercial buildings within Lowndes County and to regulate zoning issues within Lowndes County.

Zoning - to account for the revenue and costs associated with operating the Zoning Administration Services of the City.

Auditorium Fund - to account for the revenue and costs associated with operating the Mathis City Auditorium.

Motor Fuel Fund - to account for the revenue and costs associated with the sale of motor fuel to other governmental entities.

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CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF NET ASSETS OTHER ENTERPRISE FUNDS JUNE 30, 2010

	_	TOTAL OTHER ENTERPRISE			
	INSPECTION	ZONING	AUDITORIUM	MOTOR FUEL	FUNDS
ASSETS					
Current assets:					
Cash	\$300	\$0	\$0	\$5,657	\$5,957
Investments	0	0	0	11,304	11,304
Receivables (net)					
Accounts	0	0	0	9,773	9,773
Due from other governments and agencies	1,481	81,336	0	23,838	106,655
Total current assets	1,781	81,336	0	50,572	133,689
Non-current assets:					
Capital assets:					
Equipment	380,577	8,369	0	0	388,946
	380,577	8,369	0	0	388,946
Less accumulated depreciation	(376,975)	(5,440)	0	0	(382,415)
Net capital assets	3,602	2,929	0	0	6,531
Total non-current assets	3,602	2,929	0	0	6,531
Total assets	\$5,383	\$84,265	\$0	\$50,572	\$140,220
LIABILITIES					
Current liabilities:					
Accounts payable	\$29,779	\$60,935	\$16,706	\$0	\$107,420
Due to other governments and agencies	0	5,354	0	0	5,354
Due to other funds	58,444	12,524	12,524	0	83,492
Compensated absences	18,188	0	0	0	18,188
Total current liabilities	106,411	78,813	29,230	0	214,454
Non-current liabilities (payable from unrestricted assets):					
Compensated absences	24,250	1,999	8,869	0	35,118
Advances from other funds	219,540	784,970	595,835	0	1,600,345
Total non-current liabilities (payable from unrestricted assets)	243,790	786,969	604,704	0	1,635,463
Total liabilities	350,201	865,782	633,934	0	1,849,917
NET ASSETS					
Invested in capital assets, net of related debt	3,602	2,929	0	0	6,531
Unrestricted	(348,420)	(784,446)	(633,934)	50,572	(1,716,228)
Total net assets	(\$344,818)	(\$781,517)	(\$633,934)	\$50,572	(\$1,709,697)

CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS OTHER ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2010

		ENTERPRISE FUNDS					
	INSPECTION	ZONING	AUDITORIUM	MOTOR FUEL	ENTERPRISE FUNDS		
Operating revenues:							
Permits	\$920,579	\$11,906	\$0	\$0	\$932,485		
Charges for services	88,438	29,111	0	398,697	516,246		
Miscellaneous revenues	0	0	31,380	0	31,380		
TOTAL OPERATING REVENUES	1,009,017	41,017	31,380	398,697	1,480,111		
Operating expenses:							
Personal services	844,749	207,780	131,733	0	1,184,262		
Contractual services	42,455	59,993	77,244	0	179,692		
Supplies	6,277	2,614	18,680	388,204	415,775		
Travel and training	5,058	5,499	367	241	11,165		
Other services and charges	86,408	94,672	24,072	0	205,152		
Depreciation expense	8,772	1,674	0	0	10,446		
TOTAL OPERATING EXPENSES	993,719	372,232	252,096	388,445	2,006,492		
OPERATING INCOME (LOSS)	15,298	(331,215)	(220,716)	10,252	(526,381)		
Non-operating revenues (expenses):							
Interest income	0	0	0	134	134		
Intergovernmental revenues	0	76,914	0	0	76,914		
Miscellaneous income	355	0	0	0	355		
TOTAL NON-OPERATING REVENUES (EXPENSES)	355	76,914	0	134	77,403		
INCOME (LOSS) BEFORE CONTRIBUTIONS							
AND TRANSFERS	15,653	(254,301)	(220,716)	10,386	(448,978)		
Transfers in	0	500	0	0	500		
Transfers out	(198,444)	(12,524)	(12,524)	0	(223,492)		
	(198,444)	(12,024)	(12,524)	0	(222,992)		
Change in Net Assets	(182,791)	(266,325)	(233,240)	10,386	(671,970)		
NET ASSETS - BEGINNING	(162,027)	(515,192)	(400,694)	40,186	(1,037,727)		
NET ASSETS - ENDING	(\$344,818)	(\$781,517)	(\$633,934)	\$50,572	(\$1,709,697)		

CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF CASH FLOWS OTHER ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2010

	E	TERPRISE FU	NDS		TOTAL OTHER ENTERPRISE
	INSPECTION	ZONING	AUDITORIUM	MOTOR FUEL	FUNDS
(DECREASE) INCREASE IN CASH					
Cash flows from operating activities:					
Cash received from customers	\$1,009,097	\$41,017	\$31,380	\$394,427	\$1,475,921
Cash payments to suppliers for goods and services	41,786	101,873	(20,826)	(403,073)	(280,240)
Cash payments to employees for services	(852,794)	(207,780)	1,970	0	(1,058,604)
Miscellaneous income	355	0	0	0	355
Net cash (used in) provided by operating activities	198,444	(64,890)	12,524	(8,646)	137,432
Cash flows from noncapital financing activities:					
Intergovernmental revenue	0	76,914	0	0	76,914
Transfers-in from other funds	0	500	0	0	500
Transfers-out to other funds	(198,444)	(12,524)	(12,524)	0	(223,492)
Net cash (used in) provided by noncapital financing activities	(198,444)	64,890	(12,524)	0	(146,078)
Cash flows from investing activities:					
Sale of investment securties	0	0	0	12,978	12,978
Interest and dividends on investments	0	0	0	134	134
Net cash provided by (used in) investing activities	0	0	0	13,112	13,112
Net increase in cash	0		0	4,466	4.466
Cash beginning of year	300	0	0	1,191	1,491
Cash at end of year	\$300	\$0	\$0	\$5,657	\$5,957
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET C	ASH PROVIDED BY	(USED IN) OPE	RATING ACTIVIT	IES	
Operating income (loss)	\$15,298	(\$331,215)	(\$220,716)	\$10,252	(\$526,381)
Adjustments to reconcile operating income (loss) to net cash provided		. , ,	, , ,		(11 1/11 /
by (used in) operating activities:					
Depreciation	8,772	1,674	0	0	10,446
Non-operating miscellaneous income	355	0	0	0	355
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	80	0	0	(4,270)	(4,190)
(Increase)in due from other governments and agencies	0	(53,076)	0	(14,628)	(67,704)
(Decrease) increase in accounts payable	(1,067)	51,599	7,967	0	58,499
(Decrease) increase in compensated absences	(8,041)	(1,511)	275	0	(9,277)
(Decrease) in due to other funds	(36,493)	12,524	12,524	0	(11,445)
Increase in advances from other funds	219,540	255,115	212,474	0	687,129
Net cash provided by (used in) operating activities	\$198,444	(\$64,890)	\$12,524	(\$8,646)	\$137,432

Internal Service Funds

Motor Pool Fund - to account for the cost of operating a maintenance facility for automotive equipment. The fund purchases the automotive equipment and leases the equipment to user departments on a predetermined per mile basis or monthly rate based on accumulated historical costs.

Group Insurance Fund - to account for transactions related to the provision of health care benefits for career employees of the City.

Workman's Compensation Fund - to account for the transactions related to the workman's compensation claims paid by the City.

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CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF NET ASSETS INTERNAL SERVICE FUNDS JUNE 30, 2010

GOVERNMENTAL ACTIVITIES

		INTERNAL S	ERVICE FUNDS	
	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMPENSATION	TOTAL INTERNAL SERVICE FUNDS
ASSETS				
Current assets:				
Cash	\$0	\$868,048	\$318,889	\$1,186,937
Receivables (net):				
Accounts	9,435	426,409	0	435,844
Inventories at cost	298,074	0	0	298,074
Total current assets	307,509	1,294,457	318,889	1,920,855
Noncurrent assets:				
Land	92,563	0	0	92,563
Land improvements	383,595	0	0	383,595
Buildings and structures	285,945	0	0	285,945
Motor vehicles	14,622,481	0	0	14,622,481
Equipment	2,926,827	0	0	2,926,827
	18,311,411	0	0	18,311,411
Less accumulated depreciation	(13,426,224)	0	0	(13,426,224)
Net capital assets (net of accumulated depreciation)	4,885,187	0	0	4,885,187
Total assets	\$5,192,696	\$1,294,457	\$318,889	\$6,806,042
LIABILITIES				
Current liabilities:				
Accounts payable	\$155,456	\$293,669	\$15,643	\$464,768
Compensated absences (current portion)	20,000	0	0	20,000
Due to other funds	749,754	392,690	112,885	1,255,329
Total current liabilities	925,210	686,359	128,528	1,740,097
Noncurrent liabilities:				
Compensated absences	16,189	0	0	16,189
Advances from other funds	2,535,707	510,571	0	3,046,278
Total liabilities	3,477,106	1,196,930	128,528	4,802,564
NET ASSETS				
Invested in capital assets, net of related debt	4,885,187	0	0	4,885,187
Reserve for workmen's compensation claims	0	0	190,361	190,361
Unreserved	(3,169,597)	97,527	0	(3,072,070)
Total net assets	\$1,715,590	\$97,527	\$190,361	\$2,003,478

CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2010

GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS

		INTERNAL SE	RVICE FUNDS	
	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMPENSATION	TOTAL INTERNAL SERVICE FUNDS
Operating revenues:				
Charges for services	\$3,785,126	\$4,815,951	\$461,624	\$9,062,701
Miscellaneous revenues	22,050	0	0	22,050
TOTAL OPERATING REVENUES	3,807,176	4,815,951	461,624	9,084,751
Operating expenses:				
Personal services	543,939	0	0	543,939
Contractual services	103,912	659,959	374,744	1,138,615
Claims paid	0	4,677,586	129,689	4,807,275
Supplies	1,730,459	0	0	1,730,459
Travel and training	1,826	0	0	1,826
Other services and charges	105,809	275,188	0	380,997
Depreciation expense	1,639,440	0	0	1,639,440
TOTAL OPERATING EXPENSES	4,125,385	5,612,733	504,433	10,242,551
OPERATING (LOSS)	(318,209)	(796,782)	(42,809)	(1,157,800)
Nonoperating revenue (expenses):				
Interest income	3,091	621	202	3,914
TOTAL NON-OPERATING REVENUES (EXPENSES)	3,091	621	_202	3,914
NET (LOSS) BEFORE CONTRIBUTIONS				
AND TRANSFERS	(315,118)	(796,161)	(42,607)	(1,153,886)
Capital contributions	216,535	0	0	216,535
Transfers in	1,598,583	2,200,000	0	3,798,583
Transfer out	(2,200,000)	0	0	(2,200,000)
	(384,882)	2,200,000	0	1,815,118
CHANGE IN NET ASSETS	(700,000)	1,403,839	(42,607)	661,232
NET ASSETS - BEGINNING	2,415,590	(1,306,312)	232,968	1,342,246
NET ASSETS - ENDING	\$1,715,590	\$97,527	\$190,361	\$2,003,478

CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2010

	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMP	TOTAL INTERNAL SERVICE FUNDS
Cash flows from operating activities:				
Cash received from customers	\$3,797,741	\$4,402,897	\$461,624	\$8,662,262
Cash payments to suppliers for goods and services	(1,750,655)	(5,998,875)	(484,816)	(8,234,346)
Cash payments to employees for services	(545,601)	0	0	(545,601)
Net cash provided by (used in) operating activities	1,501,485	(1,595,978)	(23,192)	(117,685)
Cash flows from non capital financing activities:				
Transfer in from other fund	1,598,583	2,200,000	0	3,798,583
Transfer out to other fund	(2,200,000)	0	0	(2,200,000)
Net cash (used in) non capital financing activities	(601,417)	2,200,000	0	1,598,583
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(908,643)	0	0	(908,643)
Sale of capital assets	5,484	0	0	5,484
Net cash (used in) capital and related financing activities	(903,159)	0	0	(903,159)
Cash flows from investing activities:				
Interest and dividends on investments	3,091	621	202	3,914
Net cash provided by investing activities	3,091	621	202	3,914
Net (decrease) in cash		604,643	(22,990)	581,653
Cash at beginning of year	0	263,405	341,879	605,284
Cash at end of year	\$0	\$868,048	\$318,889	\$1,186,937
RECONCILIATION OF OPERATING (LOSS) NET CASH PROVI	DED BY (USED IN) OPERA	TING ACTIVITIES	<u>S:</u>	
Operating (loss)	(\$318,209)	(\$796,782)	(\$42,809)	(\$1,157,800)
Adjustments not affecting cash:				
Depreciation	1,639,440	0	0	1,639,440
Change in assets and liabilities:				
(Increase) in accounts receivable	(9,435)	(413,054)	0	(422,489)
(Increase) in inventory	(27,534)	0	0	(27,534)
(Decrease) increase in accounts payable	291	(65,393)	0	(65,102)
Increase in compensated absences	63,450	0	7,937	71,387
(Decrease) increase in due to other funds	(546,518)	392,690	11,680	(142,148)
Increase in advances from other funds	700,000	(713,439)	0	(13,439)
Net cash provided by operating activities	<u>\$1,501,485</u>	(\$1,595,978)	(\$23,192)	(\$117,685)
NONCASH INVESTING, CAPITAL AND	FINANCING ACTIVITIES			
Contributed capital assets from SPLOST VI	165,500	0	0	165,500
Contribution from Generl fund	18,535	0	0	18,535
Contribution from Police Grant	32,500	0	0	32,500

Agency Fund

Tree Commission Agency Fund - to account for monies collected for the Tree Commission.

CITY OF VALDOSTA, GEORGIA STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES FIDUCIARY FUND JUNE 30, 2010

	TREE COMMISSION
ASSETS	
Cash	\$51,331
Investments	7,156
Total assets	\$58,487
LIABILITIES	
Due to other governments and agencies	\$58,487
Total liabilities	\$58,487

CITY OF VALDOSTA, GEORGIA AGENCY FUND STATEMENT OF CHANGES IN ASSETS AND LIABILITIES FOR THE YEAR ENDED JUNE 30, 2010

TREE COMMISSION

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<u>ASSETS</u>				
Cash	\$48,046	\$10,441	\$7,156	\$51,331
Investments	0	7,156	0	7,156
Total assets	\$48,046	\$17,597	\$7,156	\$58,487
<u>LIABILITIES</u>				
Liabilities:				
Due to:				
Other governments and agencies	48,046	10,441	0	58,487
Total liabilities	\$48,046	\$10,441	\$0	\$58,487

Supplemental Financial Data

This Page Intentionally Left Blank CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 97 FUND For the Year Ended June 30, 2010

No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
1	Senior citizen's center and park	\$2,000,000	\$2,000,000	\$1,251,954	\$0	\$0	\$1,251,954	63%
2	Water and sewer improvements	8,500,000	8,500,000	6,035,484	0	0	6,035,484	71%
3	Resurfacing	1,000,000	1,000,000	1,588,708	0	0	1,588,708	100%
4	Streets/sidewalks	5,200,000	5,200,000	5,705,846	0	0	5,705,846	100%
5	Facilities improvements	1,600,000	1,600,000	5,411,185	0	0	5,411,185	100%
6	Park development	2,000,000	2,000,000	4,502,095	0	0	4,502,095	100%
7	Drainage	3,500,000	3,500,000	3,945,766	0	0	3,945,766	100%
8	Fire services	3,000,000	3,000,000	3,047,663	0	0	3,047,663	100%
9	Environmental compliance	500,000	500,000	100,000	0	0	100,000	20%
10	Sanitation equipment	500,000	500,000	600,302	0	0	600,302	100%
11	Traffic enhancement and safety	4,300,000	4,300,000	3,154,587	0	0	3,154,587	73%
12	Performing arts center	2,500,000	2,500,000	258,880	1,076,589	0	1,335,469	53%
13	Street widening/reconstruction	5,000,000	5,000,000	3,829,741	0	0	3,829,741	77%
14	Government access channel	0	0	93,863	0	0	93,863	0%
15	Administration fees	0	0	3,570	0	0	3,570	0%
16	Debt service	0	0	200,000	0	0	200,000	0%
17	Valdosta Lowndes Industrial Authority	0	0	352,342	0	0	352,342	0%
18	Community development	0	0	174,290	0	0	174,290	0%
19	Police department	0	0	752,186	0	0	752,186	0%
20	800 Mhz system	0	0	770,981	0	0	770,981	0%
	Subtotal	39,600,000	39,600,000	41,779,443	1,076,589	0	42,856,032	
	Transfer in	0	0	(32,360)	0	0	(32,360)	
	Transfer out _	0	0	467,332	99,388	0	566,720	_
	TOTAL	\$39,600,000	\$39,600,000	\$42,214,415	\$1,175,977	\$0	\$43,390,392	-

Schedule accounts for the total funding to be received under the 1997 SPLOST referendum.

CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 2002 FUND For the Year Ended June 30, 2010

No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
1	Water and sewer improvements	\$15,700,000	\$15,700,000	\$149,048	\$0	\$0	\$149,048	1%
2	Resurfacing	1,750,000	1,750,000	1,944,401	354,615	0	2,299,016	100%
3	Streets/sidewalks	4,500,000	4,500,000	3,876,268	0	0	3,876,268	86%
4	Drainage	4,000,000	4,000,000	5,979,745	ő	ő	5,979,745	100%
5	Environmental compliance	500,000	500,000	0,515,140	0	ő	0,070,710	0%
6	Sanitation equipment	1.350.000	1,350,000	981,994	ő	ő	981.994	73%
7	Traffic enhancement and safety	1,000,000	1,000,000	2,524,431	0	ŏ	2,524,431	100%
8	Intersection improvement	2,750,000	2,750,000	1,782,323	Ö	o o	1,782,323	65%
9	Saunders park	1,000,000	1,304,337	1,304,337	Ö	ő	1,304,337	100%
10	Freedom park	2,000,000	2,000,000	232,623	ő	ő	232,623	12%
11	New district 5 park	1,500,000	1,500,000	688,812	0	ŏ	688,812	46%
12	Scott park	1,200,000	1,200,000	1,295,293	ő	Õ	1,295,293	100%
13	Rehab existing fire stations	350,000	350,000	848,486	ŏ	Ö	848,486	100%
14	City hall renovation	700,000	708,210	869,908	ő	ő	869,908	100%
15	Customer service expansion	300,000	360,620	360,620	ő	ŏ	360,620	100%
16	Streetscape expansion	500,000	500,000	410.537	10.475	Õ	421,012	84%
17	St. Augustine underpass	3,000,000	3,000,000	452	0,470	ő	452	0%
18	Crime lab	200.000	200,000	704,300	0	ő	704,300	100%
19	Public safety AVL	750,000	750,000	750,000	0	ő	750,000	100%
20	Cemetery improvements	200,000	207,767	207,767	0	ŏ	207,767	100%
21	McKey park	300,000	300,000	395,580	14,681	ő	410,261	100%
22	Mathis auditorium	75,000	78,109	78,109	0	ő	78,109	100%
23	Craig center	75,000	114,828	115,653	ő	Ö	115,653	100%
24	Minor park improvements	900,000	900,000	679,756	26.129	ő	705,885	78%
25	New station #1 headquarters	1,500,000	1,585,849	1,595,521	20,120	Õ	1,595,521	100%
26	Upgrade drill training facility	250,000	250,000	3,571	ŏ	Ö	3,571	1%
27	100' aerial ladder truck	750,000	788,626	788.626	Ö	Õ	788,626	100%
28	Hydraulic rescue tools	150,000	150,000	99,292	Ŏ	Ö	99,292	66%
29	Renovate station #1 (court)	500,000	801,273	1,618,766	Ö	Ō	1,618,766	100%
30	Police department	700,000	700,000	535,906	ō	0	535,906	77%
31	Technology improvement	0	87,949	235,100	205	Ö	235,305	0%
32	Vallotton Park	750,000	750,000	240,894	0	Ô	240.894	32%
33	Other Municipal Improvements	1,895,000	1,895,000	0	ŏ	0	0	0%
34	Multi use trail	0	0	144,262	Ö	0	144,262	0%
35	Adair street property	Ö	Ö	55,000	ŏ	Ô	55,000	0%
36	Publics works tanks	Ō	Ō	93,732	Ö	Ō	93,732	0%
37	Water plant and related	Ô	Ŏ	11.488.859	846.013	Ö	12.334.872	0%
38	Engineering	0	Ö	72,397	0	Ō	72,397	0%
39	Court	Ŏ	Ô	114,424	Ö	Ö	114,424	0%
40	Community development	Ö	Ö	97,466	Ö	Ö	97,466	0%
41	Sanitation res collection	Ö	ŏ	184,934	Ö	Ō	184,934	0%
42	Public works property	0	ő	1,028,488	Ö	Ö	1,028,488	0%
43	W/S utility facility building	Ô	Ŏ	22,992	Ō	0	22,992	0%
	Subtot		52,032,568	44,600,673	1,252,118	0	45,852,791	_
	Transfer in	0	0_,00_,000	(91,832)	0	Ö	(91,832)	
	Transfer out	Ō	Ō	130,508	Ō	Ō	130,508	
	TOTAL	\$51,095,000	\$52,032,568	\$44,639,349	\$1,252,118	\$0	\$45,891,467	_
	TOTAL	- Ψυτ,υσυ,υυυ	ψυΖ,υυΖ,υυδ	Ψ+4,000,048	φ1,202,110	0	- 410,001,101	_

Schedule accounts for the total funding to be received under the 2002 SPLOST referendum.

CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 2007 FUND For the Year Ended June 30, 2010

						Current		Estimated
		Original	Revised		Current	Year		Percentage
		Estimated	Estimated	Prior	Year	Other		of
No.	Project	Cost	Cost	Years	SPLOST	Sources	Total	Completion
1	Resurfacing	\$2,500,000	\$2,500,000	\$753.950	\$112,785	\$0	\$866,735	35%
2	Road improvements	10,000,000	10,000,000	391,790	825,082	ő	1,216,872	12%
3	Sidewalk improvements	2,000,000	2,000,000	103,505	126,558	ŏ	230.063	12%
4	Intersection improvements	2,500,000	2,500,000	161,790	13,255	ŏ	175,045	7%
5	Drainage improvements	4,000,000	4,000,000	446,796	1,756,500	ŏ	2,203,296	55%
6	Traffic improvements	1,000,000	1,000,000	4,234	124,352	ŏ	128,586	13%
7	Street mainenance repairs	500,000	500,000	31,960	17,121	Ö	49,081	10%
8	Piping of ditches	1,500,000	1,500,000	0.,550	0	Ŏ	0	0%
9	Crime lab equipment and land acq	1,500,000	1.500,000	1,929,833	323,558	Ŏ	2,253,391	100%
10	Driving simulator	200,000	200,000	0	0_0,000	0	0	0%
11	Technology (EVOC range)	200,000	200,000	19,191	218,493	Ö	237,684	100%
12	Parking overhang	100,000	100.000	0	0	Ö	0	0%
13	Taser equipment	150,000	150,000	ő	Ö	Ö	Ö	0%
14	Records management software	600,000	600,000	ő	23,250	ŏ	23,250	4%
15	District 1 parks	1,000,000	1,000,000	221,372	15,620	Ŏ	236,992	24%
16	Youth facility	3,000,000	3,000,000	0	540,000	0	540,000	18%
17	Tennis center - McKey park	2,000,000	2,000,000	40	1,059,618	0	1,059,658	53%
18	Azalea city trail - west extension	1,500,000	1,500,000	0	0	Ō	0	0%
19	General park improvements	1,000,000	1,000,000	ŏ	11,775	Ö	11,775	1%
20	Property purchase for park	2,000,000	2,000,000	1,000,000	0	Ö	1,000,000	50%
21	Community/senior citizen expansion	255,828	255,828	294,141	48,865	Ö	343,006	100%
22	Senior citizen pool	500,000	500,000	501,418	0	0	501,418	100%
23	Fire safety educational training area	500,000	500,000	96,067	22,223	0	118,290	24%
24	3 bay fire station - Bemiss road	1,250,000	1,250,000	0	0	0	0	0%
25	1500 GPM pumper truck	350,000	350,000	ō	Ö	0	0	0%
26	100 ft aerial platform truck	850,000	850,000	Ö	Ö	Ō	0	0%
27	Training facility improvements	750,000	750.000	Ö	Ö	Ō	0	0%
28	Water & sewer services for annexed islands	5,000,000	5,000,000	Ō	0	0	0	0%
29	Sewer system rehabilitation	5,000,000	5,000,000	Ō	407,292	0	407,292	8%
30	Wastewater treatment & disposal expansions	5,000,000	5,000,000	Ō	0	0	0	0%
31	Water transmission lines phase II	3,000,000	3,000,000	ō	Ō	Ō	0	0%
32	Refuse trucks	1,000,000	1,000,000	568,050	149,000	Ō	717,050	72%
33	Benion property improvements	500,000	500,000	9,775	0	Ō	9,775	2%
34	New recycle center	300,000	300,000	0	13,627	0	13,627	5%
35	Miscellaneous	200,000	200,000	0	16,500	0	16,500	8%
36	Software & hardware	1,500,000	1,500,000	911,767	316,583	0	1,228,350	82%
37	Municipal auditorium (prop acq & design)	5,000,000	5,000,000	0	4,268,562	0	4,268,562	85%
38	General	1,000,000	1,000,000	0	22,251	0	22,251	2%
39	Gateway redevelopment	500,000	500,000	0	0	0	0	0%
40	Contingency	550,000	550,000	0	0	0	0	0%
41	Airport authority	1,000,000	1,000,000	275,264	900,000	0	1,175,264	100%
42	Parking deck Hospital	1,500,000	1,500,000	0	. 0	0	0	0%
43	Parks and Rec administration offices/gym	0	0	Ö	726,852	0	726,852	0%
44	Freedom park expansion	Ö	Ō	0	1,116,799	0	1,116,799	0%
45	MLK memorial park	ő	ő	Ö	5,787	Ō	5,787	0%
	Subtotal	72,755,828	72,755,828	7,720,943	13,182,308	0	20,903,251	_
	Transfer in	0	0	0	(300,000)	0	(300,000)	
	Transfer out	Ö	Ō	Ō	0	0	0	
	TOTAL	\$72,755,828	\$72,755,828	\$7,720,943	\$12,882,308	\$0	\$20,603,251	
								_

Schedule accounts for the total funding to be received under the 2007 SPLOST referendum.

Statistical Section (Unaudited)

City of Valdosta, Georgia Statistical Section (Unaudited)

This part of the City of Valdosta's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This section includes data for the City (i.e., the primary government) only and does not include the City's discretely presented component unit. This information has not been audited by the independent auditor.

Financial Trends

These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.

Revenue Capacity

These tables contain information that may assist the reader is assessing the viability of the City's two most significant "own-source" revenue sources, water/sewer fees and property taxes.

Debt Capacity

These tables present information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These tables offer economic and demographic indicators that are commonly used for financial analysis and that can inform one's understanding the City's present and ongoing financial status.

Operating Information

These tables contain service and infrastructure indicators that can inform one's understanding how the information in the City's financial statements relates to the services the City provides and the activities it performs.

Source:

Unless otherwise noted, the information in these tables is derived from the annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in fiscal year 2003, therefore tables presenting government-wide financial data include data only from that year forward.

Net Assets by Component

Last Eight Fiscal Years (accrual basis of accounting)

					Year			
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	\$125,395,097	\$127,434,021	\$129,138,910	\$134,779,576	\$140,073,166	\$142,529,877	\$140,740,030	\$141,810,546
Restricted	0	0	0	0	0	0	5,865,897	2,148,289
Unrestricted	12,179,930	13.136.027	14,358,771	15,067,834	14,841,980	16,437,761	10,515,004	8,118,895
Total governmental activities net assets	\$137,575,027	\$140,570,048	\$143,497,681	\$149,847,410	\$154,915,146	\$158,967,638	\$157,120,931	\$152,077,730
your governmental destribution not about	0.00.10.01027	<u>₩110,070,040</u>	0140,437,001	0140,047,410	9104,910,140	\$100,507,000	\$137,120,331	\$132,077,730
Business-type activities								
Invested in capital assets, net of related debt	\$51,418,864	\$52,015,466	\$54,130,127	\$65,776,928	\$70,316,009	\$75,084,728	\$85,383,196	\$93,844,326
Restricted	1,742,703	1,772,280	1,819,256	1,901,402	1,999,816	1,960,292	0	0
Unrestricted	6,679,161	6,620,705	7,656,889	8,999,650	10,783,976	7,395,534	610,509	(2,158,039)
Total business-type activities net assets	\$59,840,728	\$60,408,451	\$63,606,272	\$76,677,980	\$83,099,801	\$84,440,554	\$85,993,705	\$91,686,287
, one control type doublines her descent	400,010,720	000,100,101	600,000,272	\$70,077,000	300,033,001	001,110,001	465,550,765	451,000,207
Primary government								
Invested in capital assets, net of related debt	\$176,813,961	\$179,449,487	\$183,269,037	\$200,556,504	\$210,389,175	\$217.614.605	\$226,123,226	\$235,654,872
Restricted	1,742,703	1,772,280	1,819,256	1,901,402	1,999,816	1,960,292	5.865.897	2,148,289
Unrestricted	18,859,091	19,756,732	22,015,660	24,067,484	25,625,956	23,833,295	11,125,513	5,960,856
Total primary government net assets	\$197,415,755	\$200,978,499	\$207,103,953	\$226,525,390	\$238,014,947	\$243,408,192	\$243,114,636	\$243,764,017
rotal plintary government net assess	\$157,415,755	9200,970,499	9207, 103,333	3220,023,030	3230,014,347	3243,400,132	3243,114,030	\$243,764,017

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last 8 years because data for years prior to 2003 is unavailable in the format required by the new standard.

Changes in Net Asset

Last Eight Fiscal Years (accrual basis of accounting)

	2003	2004	2005	2006	at Year 2007	2008	2009	2010
Expenses		2007	2000	2000	2007	2000	2005	2010
Governmental activities								
General government	\$10,167,880	\$11,361,884	\$15,193,775	\$26,576,605	\$20,433,405	\$16,079,650	\$21,051,823	\$24,949,781
Public safety	13,314,331	13,351,024	13,982,393	15,488,056	16,393,539	18,198,511	18,948,740	20,218,017
Culture - recreation Public works	1,011,774 3,748,342	3,630,181 1,247,951	3,724,227	4,136,565	4,110,444	5,417,919	4,757,377	0
Community development	1,539,359	1,247,951 985,477	1,305,601 1,085,124	1,376,646 1,135,390	1,396,732	1,721,811	1,791,236	2,150,240
Interest on long-term debt	1,559,559	985,477	15,126	1,135,390	1,314,820 0	1,686,051 0	1,214,273 0	1,125,956 0
Total governmental activities	29,781,686	30,576,517	35,306,246	48,714,185	43,648,940	43,103,942	47,763,449	48,443,994
•		00,010,01			10,010,010	40,100,042	47,700,440	10,110,001
Business-type activities								
Sanitation	3,224,849	3,358,361	3,070,821	3,845,371	3,436,833	3,793,083	4,269,920	4,124,236
Water and sewer	9,356,671	9,651,817	9,932,394	10,265,738	10,015,706	10,605,817	11,684,974	11,378,940
Inspection Zoning	775,538 0	857,228 0	964,596	1,241,269	1,309,675	1,349,936	1,328,557	1,022,811
DOL building	0	0	229,065 373,284	237,745 375,131	200,535 379,478	187,132 373,314	351,768 357,962	377,434 361,234
Storm Water	ŏ	0	0,204	0,0,101	670,369	793,438	914,988	962,042
Auditonum	129,649	150,564	155,072	178,518	198,972	183,265	224,187	256,933
Motor fuel	0	77,231	193,758	276,315	302,622	437,855	299,556	388,445
Total business-type activities	13,486,707	14,095,201	14,918,990	16,420,087	16,514,190	17,723,840	19,431,912	18,872,075
Total primary government	\$43,268,393	\$44,671,718	\$50,225,236	\$65,134,272	\$60,163,130	\$60,827,782	\$67,195,361	\$67,316,069
Program Revenues								
Governmental activities Charges for services								
General sovernment	\$70,010	\$3,177,674	\$3,533,764	\$3,753,195	\$3,922,148	\$334,079	\$304,914	\$116,678
Public safety	1,624,470	1,605,506	1,938,995	1,990,365	2,265,385	2,378,334	2,295,084	2,406,734
Culture - recreation	481,997	541,332	491,710	566,848	551,903	569,084	872,535	4,815
Other activities	10,645	12,532	12,644	37,831	24,831	100,140	194,471	261,913
Operating grants and contributions	2,139,269	962,548	975,405	495,690	1,488,748	2,010,035	2,955,677	1,678,825
Capital grants and contributions	2,245,491	1,545,230	396,254	3,726,827	3,726,186	2,761,057	235,523	1,950,172
Total governmental activities program revenues	6,571,882	7,844,822	7,348,772	10,570,756	11,979,201	8,152,729	6,858,204	6,419,137
Business-type activities								
Charges for services Sanitation	2.645.065	0.640.070	0.747.004	0.700.050	4 4 4 0 0 0 4	4 000 575	4 000 000	4 000 070
Vater and sewer	3,645,865 10,346,522	3,648,072 10,472,408	3,717,901	3,739,650	4,143,031	4,300,575	4,266,029	4,300,673
Inspection	1,136,089	1,216,084	10,795,892 1,200,516	12,621,177 1,225,791	12,730,564 1,145,821	12,499,565 1,001,745	12,286,043 777,209	12,614,046 1,009,372
DOL building	0,150,009	34,379	469,157	469,157	469,157	469,157	469,157	469,157
Storm Water	Õ	0,079	403,137	403,137	1,087,770	1,176,378	1,178,261	1,232,845
Other activities	39,910	137,027	434,016	516,404	441,140	546,918	378,853	471,094
Operating grants and contributions	0	2,485	73,888	0	0	0	46,673	505,998
Capital grants and contributions	50,000	0	0	65,000	0	0	537,407	4,554,563
Total business-type activaties program revenues	15,218,386	15,510,455	16,691,370	18,637,179	20,017,483	19,994,338	19,939,632	25,157,748
Total primary government program revenues	\$21,790,268	\$23,355,277	\$24,040,142	\$29,207,935	\$31,996,684	\$28,147,067	\$26,797,836	\$31,576,885
Net (Expense)/Revenue								
Governmental activities	(\$23,209,804)	(\$22,731,695)	(\$27,957,474)	(\$38,143,429)	(\$31,669,739)	(\$34,951,213)	(\$40,905,245)	(\$42,024,857)
Business-type activities	1,731,679	1,415,254	1,772,380	2,217,092	3,503,293	2,270,498	507,720	6,285,673
Total primary government net expense	(\$21,478,125)	(\$21,316,441)	(\$26,185,094)	(\$35,926,337)	(\$28,166,446)	(\$32,680,715)	(\$40,397,525)	(\$35,739,184)
		(4)	(1-0)	(400)0007	14-15/100/100/	(000)000	(4 - 4) 5 5 7 5 4 5 7	(400):00):00)
General Revenues and Other Changes in Net Assets								
Governmental activities								
Texes								
Property taxes	\$9,997,351	\$10,496,060	\$10,728,415	\$11,367,687	\$12,029,033	\$8,545,239	\$7,983,728	\$5,804,625
Sales tax	14,481,860 0	13,405,552 0	18,101,005 0	31,025,993 0	22,022,727 0	19,064,945	21,843,864 1,536,227	20,101,753
Accomodations tax Other taxes	0	0	0	0	0	821,513 8,323,386	1,536,227 8,593,865	1,476,776 8,303,204
Investment carnings	207,671	226,410	332,336	506,667	651,775	466,490	150,410	292,878
Miscellaneous	430,675	393,880	517,696	573,177	502,251	318,093	(85,274)	409,010
Contributions to permanent fund	0	0	51,870	0,0,	0	0.0,000	00,2,1,	0
Transfers	954,694	1,204,814	1,153,785	1,019,634	1,531,689	1,464,039	1,448,969	771,412
Total governmental activities	26,072,251	25,726,716	30,885,107	44,493,158	36,737,475	39,003,705	41,471,789	37,159,658
Business-type activities	128,545	92,573	0	00.104	71 470	00 174	0	0
Property taxes Investment carninga	82,387	92,573 38,658	130,871	89,184 348,270	71,473 595,253	98,174 436,120	81,149	7,440
Capital contributions	20,753	226,052	2,448,355	11,436,796	3,783,491	436,120	81,149	7,440
Transfers	(954,694)	(1,204,814)	(1,153,785)	(1,019,634)	(1,531,689)	(1,464,039)	(1,448,969)	(771,412)
Total business-type activities	(723,009)	(847,531)	1,425,441	10,854,616	2,918,528	(929,745)	(1,367,820)	(763,972)
Total primary government	\$25,349,242	\$24,879,185	\$32,310,548	\$55,347,774	\$39,656,003	\$38,073,960	\$40,103,969	\$36,395,686
Change to Net Assets								
Governmental activities	\$2,862,447	\$2,995,021	\$2,927,633	\$6,349,729	\$5,067,736	\$4,052,492	\$566,544	(\$4,865,199)
Business-type activities	1,008,670	567,723	3,197,821	13,071,708	6,421,821	1,340,753	(860,100)	5,521,701
Total primary government	\$3,871,117	\$3,562,744	\$6,125,454	\$19,421,437	\$11,489,557	\$5,393,245	(\$293,556)	\$656,502

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last 8 years because data for years prior to 2003 is unavailable in the format required by the new standard.

CITY OF VALDOSTA, GEORGIA

Fund Balances, Governmental Funds,

Last Eight Fiscal Years

(modifed accrual basis of accounting)

				Fiscal Year	Year			
	2003	2004	2005	2006	2007	2008	2009	2010
General Fund							,	
Reserved	\$1,782,337	\$1,692,158	\$1,874,475	\$1,653,503	\$1,493,568	\$1,564,414	\$6,155,409	\$7,927,686
Unreserved	7,302,847	7,615,304	8,413,029	9,588,697	10,230,912	10,276,936	5,919,560	1,071,975
Total general fund	\$9,085,184	\$9,307,462	\$10,287,504	\$11,242,200	\$11,724,480	\$11,841,350	\$12,074,969	\$8,999,661
All Other Governmental Funds								
Reserved	\$3,717,984	\$5,665,556	\$4,535,398	\$4,444,578	\$4,656,963	\$8,284,616	\$4,083,398	\$5,709,854
Unreserved, reported in:								
Special revenue funds	(461,770)	(1,996,391)	(1,860,612)	(1,771,166)	(2,323,132)	(2,585,325)	(385,432)	(13,830)
Capital projects funds	(2,599,896)	(5,149,179)	(4,504,634)	(5,053,707)	(4,982,373)	(2,648,012)	3,979,550	(547,313)
Total all other governmental funds =	\$656,318	(\$1,480,014)	(\$1,829,848)	(\$2,380,295)	(\$2,648,542)	\$3,051,279	\$7,677,516	\$5,148,711

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last eight years because data for years prior to 2003 is unavailable in the format required by the new standard.

CITY OF VALDOSTA, GEORGIA
Changes in Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

/6				FIscal Year	rear			
	2003	2004	2005	2006	2007	2008	2009	2010
Revenues								
Taxes	\$23,973,320	\$24,618,659	\$31,712,880	\$45,390,222	\$37,436,011	\$38,559,386	\$28,554,986	\$24,755,327
Licenses and permits	238,322	270,858	353,027	339,199	355,287	350,301	439,643	423,463
Charges for services	789,670	835,734	756,132	762,923	726,163	740,615	1,048,126	116,347
Fines and forfeitures	1,203,653	1,195,662	1,517,246	1,152,529	1,341,798	1,354,321	1,318,613	1,361,565
Interest income	207,671	192,567	332,335	206,667	698,182	466,492	149,868	314,351
Contributions	167,877	206,263	132,803	114,895	128,094	131,843	124,039	44,444
Miscellaneous	234,337	219,544	245,778	263,223	240,942	336,547	306,393	272,068
Intergovernmental	4,339,053	2,496,842	1,277,527	4,861,189	2,616,216	3,409,690	15,102,975	15,843,248
Total revenues	31,153,903	30,036,129	36,327,728	53,390,847	43,542,693	45,349,195	47,044,643	43,130,813
Expenditures								
General government	5,822,725	6,687,170	7,158,194	7,684,767	8,198,996	9,338,406	10,560,058	10,802,936
Public safety	13,367,658	13,559,120	13,818,717	15,024,733	15,849,163	17,311,993	17,778,539	18,495,579
Public works	1,361,481	1,411,107	1,321,513	1,412,171	1,462,712	1,624,554	1,658,821	1,940,432
Culture-recreation	3,496,263	3,453,591	3,519,065	3,652,521	3,653,276	3,772,028	4,313,907	0
Economic development and assistance	1,589,177	1,014,688	1,102,995	1,109,737	1,266,656	1,607,675	1,165,702	1,115,620
Capital outlay	6,506,308	7,124,786	9,924,773	25,116,255	13,766,133	7,333,982	11,110,102	17,024,777
Debt service								
Interest	971	1,281	1,357	923	0	0	0	0
Principal	2,053	3,255	4,691	5,125	0	0	0	0
Total expenditures	32,146,636	33,254,998	36,851,305	54,006,232	44,196,936	40,988,638	46,587,129	49,379,344
Excess of revenues over (under) expenditures	(992,733)	(3,218,869)	(523,577)	(615,385)	(654,243)	4,360,557	457,514	(6,248,531)
Other Financing Sources (Uses)								
Capital lease	27,216	0	0	0	0	0	0	0
Transfers in	1,187,016	1,556,823	1,617,046	1,607,582	2,045,782	1,842,815	6,504,629	3,151,993
Transfers out	(232,322)	(252,009)	(463,261)	(587,948)	(1,177,506)	(386,681)	(2,102,287)	(2,507,575)
Total other financing sources (uses)	981,910	1,304,814	1,153,785	1,019,634	868,276	1,456,134	4,402,342	644,418
Net change in fund balances	(\$10,823)	(\$1,914,055)	\$630,208	\$404,249	\$214,033	\$5,816,691	\$4,859,856	(\$5,604,113)
Debt service as a percentage of noncapital expenditures	0.012%	0.017%	0.022%	0.021%	0.000%	0.000%	0.000%	0.000%

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last eight years because data for years prior to 2003 is unavailable in the format required by the new standard.

CITY OF VALDOSTA, GEORGIA
Program Revenues by Function/Program
Last Eight Fiscal Years
(accrual basis of accounting)

	2000	7000	1000		1000	0000	-	
	2003	2004	2005	2006	2007	2 00 8	2009	2010
Function/Program								
General government	\$1,905,722	\$4,682,203	\$3,926,694	\$7,470,137	\$7,047,025	\$2,870,427	\$518,237	\$7,204,123
Public safety	2,742,958	2,254,085	2,557,569	2,010,699	3,952,751	3,193,007	4,330,966	5,326,139
Culture - recreation	566,658	623,840	568,528	619,797	573,334	582,084	890,830	11,791
Public works	58,957	85,221	71,399	422,484	93,748	108,327	117,483	3,446,562
Public involvement	1,297,587	199,473	224,582	47,639	312,343	1,398,884	1,000,688	1,289,465
Subtotal governmental activities	6,571,882	7,844,822	7,348,772	10,570,756	11,979,201	8,152,729	6,858,204	17,278,080
Business-type activities:								
Sanitation	3,695,865	3,650,557	3,791,789	3,739,650	4,143,031	4,300,575	4,312,702	4,862,180
Water and sewer	10,346,522	10,472,408	10,795,892	12,686,179	12,730,564	12,499,565	12,823,450	17,036,186
Inspection	1,136,089	1,216,084	1,200,516	1,225,791	1,145,821	1,001,745	777,209	1,009,372
Zoning	0	0	178,036	182,864	80,742	56,437	30,140	117,931
DOL building	0	34,379	469,157	469,157	469,157	469,157	469,157	469,157
Storm Water	0	0	0	0	1,087,770	1,176,378	1,178,261	1,232,845
Auditorium	39,910	26,083	54,940	50,770	50,520	45,380	41,210	31,380
Motor fuel	0	80,944	201,040	282,770	309,878	445,101	307,503	398,697
Subtotal business-type activities	15,218,386	15,510,455	16,691,370	18,637,181	20,017,483	19,994,338	19,939,632	25,157,748
Total primary government	\$21,790,268	\$23,355,277	\$24,040,142	\$29,207,937	\$31,996,684	\$28,147,067	\$26,797,836	\$42,435,828

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last eight years because data for years prior to 2003 is unavailable in the format required by the new standard.

Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

Fiscal	General		Gross Receipts		
Year	Property	Sales & Use	& Business	Other	Total
2001	4,235,496	14,670,169	5,067,576	157,349	24,130,590
2002	7,130,741	16,057,205	5,622,271	185,911	28,996,128
2003	6,874,559	10,615,115	5,962,865	233,769	23,686,308
2004	5,317,376	12,800,754	6,245,346	255,183	24,618,659
2005	7,589,831	17,381,285	6,546,092	195,672	31,712,880
2006	4,853,252	26,644,343	7,044,517	254,708	38,796,820
2007	8,056,276	21,703,699	7,350,353	324,050	37,434,378
2008	8,411,898	21,145,147	7,940,115	1,062,226	38,559,386
2009	8,984,292	21,054,260	8,100,675	1,712,442	39,851,669
2010	6,183,929	20,502,768	7,712,296	1,611,331	36,010,324
Change					
2001-2010	46.00%	39.76%	52.19%	924.05%	49.23%

CITY OF VALDOSTA, GEORGIA
Assessed Value and Actual Value of Taxable Property
Last Five Fiscal Years

Fiscal									Total	Total
Year								Less:	Taxable	Direct
Ended	Residental	Residental Commercial	Industrial	Utility	Agricultural	Historic	Other	Tax-Exempt	Assessed	Tax
June 30,	Property	Property	Property	Property	Property	Property	Property	Property	Value	Rate
2006	\$480,315,099	\$419,722,088	\$209,892,634	\$30,520,520	\$1,029,714	\$979,742	\$95,577,555	\$129,473,274	\$1,108,564,078	4.414
2007	514,895,594			30,661,246	1,016,688	848,857	96,489,639	118,610,386	1,178,404,139	4.400
2008	608,077,263		211,342,704	35,208,321	1,245,605	542,834	100,278,038	135,762,901	1,317,507,538	4.180
2009	646,130,167	٠.	267,228,266	31,885,295	1,415,300	555,130	104,308,207	170,386,752	1,401,013,455	4.112
2010	656,256,822	v)	260,797,430	32,714,743	2,275,146	556,930	106,858,670	173,025,160	1,426,953,458	4.131

Source: Lowndes County Tax Commissioner

The City of Valdosta has implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last five years because data for years prior to 2006 is unavailable in the format required by the new standard.

Water and Sewer Rates

Last Ten Fiscal Years

		Residentia	l Class	
Fiscal Year	Water Base Charge	Sewer Base Charge	Water Rate Per CCF	Sewer Rate Per CCF
0004	4.75	4.75	0.05	4.05
2001	1.75	1.75	0.95	1.95
2002	1.85	1.85	1.00	2.04
2003	2.00	2.00	1.05	2.14
2004	2.00	2.00	1.05	2.14
2005	2.00	2.00	1.10	2.25
2006	2.50	2.50	1.15	2.30
2007	2.50	2.50	1.15	2.30
2008	2.50	2.50	1.15	2.30
2009	2.50	2.50	1.27	2.54
2010	2.50	2.50	1.27	2.54

Note: Rates are based on 5/8" meter, which is the standard household meter size. Rates for outside the city limits are doubled.

	Bulk C	lass
Fiscal Year	Water Rate Per CCF	Sewer Rate Per CCF
2001	0.64	1.42
2002	0.68	1.50
2003	0.73	1.60
2004	0.73	1.60
2005	0.78	1.70
2006	0.82	1.75
2007	0.82	1.75
2008	0.82	1.75
2009	0.90	2.04
2010	0.90	2.04

Note: Base charge varies with meter size. Bulk rate user with industrial sized meter using greater than 1,000 CCF per month.

CITY OF VALDOSTA, GEORGIA Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years

Overlapping Rates* City Valdosta Community Fiscal Direct **School Improvement** Lowndes **District** Year Rate **District** County 4.640 12.54 15.00 9.01 2001 9.01 2002 15.00 4.640 12.54 9.01 2003 4.630 12.29 15.00 4.470 12.29 8.86 2004 15.00 8.86 2005 4.480 13.98 15.00 4.414 14.98 8.86 2006 15.00 4.400 14.98 15.00 8.86 2007 9.76 2008 4.180 15.98 15.00 2009 15.98 10.00 9.56 4.112 2010 4.131 15.98 10.00 9.56

Source: Lowndes County Tax Commissioner

^{*}Overlapping rates are those of local and county governments that apply to property owners within the City of Valdosta. Not all overlapping rates apply to all Valdosta property owners; for example, the Community Improvement District rates apply only to the city property owners whose property is within the district's geographic boundaries.

CITY OF VALDOSTA, GEORGIA

Principal Water Sewer Customers

Last Five Fiscal Years

		2010			2009			2008			2007			2006	
			Percentage			Percentage			Percentage			Percentage			Percentage
Customer	Amount	Rank	c of Total	Amount	Rank	of Total									
ADM	\$495,333	-	3.96%	\$615,233	-	4.98%	\$456,870	-	3.68%	\$427,351	-	3.48%	\$402,861	-	3.28%
Valdosta Correctional Institute	398,710	8	3.19%	386,723	2	3.13%	302,032	8	2.43%	304,868	8	2.48%	356,007	2	2.90%
Valdosta State University	235,884	ю	1.89%	162,565	2	1.31%	167,025	ь	1.34%	300,424	ဗ	2.45%	299,726	က	2.44%
South Georgia Medical Center	185,675	4	1.49%	185,585	ю	1.50%	133,664	S	1.08%	90,526	9	0.74%	108,270	5	0.88%
Lowndes County Jail	164,164	9	1.31%	163,757	4	1.32%	137,199	4	1.10%	166,355	4	1.36%	229,167	4	1.87%
City of Remerton	108,042	9	0.86%	88,358	80	0.71%	82,003	7	0.66%	81,508	7	%99.0	92,954	7	0.76%
Arizona Chemical	75,504	7	%09:0	122,544	9	0.99%	80,001	80	0.64%	86,746	9	0.71%	94,764	9	0.77%
ERCO Worldwide	73,086	89	0.58%	88,902	7	0.72%	9,576	6	0.56%	76,372	80	0.62%	92,331	80	0.75%
Lowndes County Utilities	70,774	6	0.57%	87,470	6	0.71%	•			,			1		•
Woodstone Apartments	68,265	10	0.55%	•	,		•						•		•
Saft	•	•		81,192	10	0.66%	93,253	9	0.75%	58,716	10	0.48%	•		
South Gerogia Pecan Co.			•	•			56,157	10	0.45%	58,742	6	0.48%	89,857	6	0.73%
Spanish Mission Apartments	•	•		•	,		•					•	72,295	10	0.59%
Total	\$1,875,437.00		15.00%	\$1,982,329.00		16.03%	\$1,577,780.00	-	12.69%	\$1,651,608.00		13.46%	\$1,838,232.00		14.98%

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last four years because data for years prior to 2006 is unavailable in the format required by the new standard.

City of Valdosta, Georgia Principal Property Taxpayers For the Fiscal Years Ended June 30, 2010 and 2001

	2010	0			2001	70			
Principal Taxbaver		Taxable Assessed	A SECTION ASSESSMENT	Percentage of Total Taxable Assessed	Principal Taynavar		Taxable Assessed		Percentage of Total Taxable Assessed
Archer Daniels Midland Co.	₩	823	-	4.03%	Archer Daniels Midland Co.	₩	34,681,331	-	3.46%
Lowes Distribution, Inc.		38,002,012	7	2.66%	Saft Newco, Inc.		12,908,530	5	1.29%
Du Pont		16,115,098	က	1.13%	Crackin' Good		9,405,224	က	0.94%
JM Smith Corp		19,088,906	4	0.71%	Wal-Mart\Sam's Club		8,631,500	4	%98.0
Saft Newco, Inc.		13,453,388	2	0.70%	Lowes Distribution, Inc.		8,062,332	2	0.80%
South Georgia Pecan		10,031,153	9	1.34%	Dillard's Inc		7,555,950	9	0.75%
Wal-Mart\Sam's Club		11,198,038	7	0.94%	Colonial Realty		6,660,847	7	%99.0
Marelana Valdosta Mall		10,103,512	ø	0.44%	Trus Joist Corporation		4,606,964	œ	0.46%
Stratas Foods LLC		6,193,752	6	0.43%	Shaw Carpet (formerly Queen Carpet)		3,827,758	6	0.38%
ACC/GF 111 Blanton Comm		6,262,253	5	0.78%	South Georgia Pecan		3,575,106	9	0.36%
Total Principal Taxpayers		188,021,935		13.18%			99,915,542		%96'6
All Other Taxpayers		1,238,931,523	'	86.82%			902,996,540	'	90.04%
Total	\$1	\$1,426,953,458	II	100.00%		8	\$ 1,002,912,082	"	100.00%

Source:

Lowndes County Tax Commissioner's Office

CITY OF VALDOSTA, GEORGIA Property Tax Levies and Collections Last Seven Fiscal Years

	1		;	:	
	Fiscal Year of the Levy	of the Levy	Collections	Total Collec	Total Collections to Date
		Percentage	in Subsequent	•	Percentage
	Amount	of Levy	Years	Amount	of Levy
• .	\$3,710,905	97.34%	\$99,975	\$3,810,881	%96.66
	3,843,897	97.95%	78,661	3,922,558	%56.66
7	1,132,429	97.39%	108,800	4,241,230	%56.66
4	1,407,328	97.17%	123,550	4,530,878	%68'66
•	4,673,113	97.17%	125,854	4,798,967	%81.66
•	4,859,886	95.93%	127,880	4,987,766	98.45%
	5,173,541	95.30%	0	5,173,541	95.30%

The City of Valdosta has implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last seven years because data for years prior to 2004 is unavailable in the format required by the new standard.

Ratios of Outstanding Debt by Type

Last Eight Fiscal Years (accrual basis of accounting)

	Governmental Activities	Business-Ty	pe Activities			
Fiscal Year	Capital Leases	Water/Sewer Revenue Bonds	Term Loans Payable	Total Primary Government	Percentage of Personal Income	Per Capita
2003	\$103,627	\$4,345,000	\$5,037,488	\$9,486,115	0.92%	\$213
2004	89,936	3,730,000	9,793,071	13,613,007	0.01	302
2005	74,811	3,075,000	9,617,321	12,767,132	0.00	281
2006	59,252	2,380,000	9,697,675	12,136,927	0.01	268
2007	41,738	1,635,000	9,232,713	10,909,451	0.01	240
2008	31,303	845,000	8,523,878	9,400,181	0.01	198
2009	0	0	7,826,077	7,826,077	0.01	161
2010	0	0	8,541,977	8,541,977	N/A	N/A

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last 8 years because data for years prior to 2003 is unavailable in the format required by the new standard.

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years (accrual basis of accounting)

	Genera	l Bonded Debt Outstan			
Fiscal Year	General Obligation Bonds	Redevelopment Bonds	Total	Percentage of Actual Taxable Value of Property	Per Capita
2001	\$0	\$0	\$0	0%	\$0.00
2002	0	0	0	0	0.00
2003	0	0	0	0	0.00
2004	0	0	0	0	0.00
2005	0	0	0	0	0.00
2006	0	0	0	0	0.00
2007	0	0	0	0	0.00
2008	0	0	0	0	0.00
2009	0	0	0	0	0.00
2010	0	0	0	0	0.00

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Direct and Overlapping Governmental Activities Debt

As of June 30, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Valdosta City School System	\$2,500,000	100.00%	\$2,500,000
Valdosta City School System	10,000,000	100.00%	10,000,000
Central Valdosta Development Authority (CVDA)	254,015	100.00%	254,015
Other debt Lowndes County - Capital leases CVDA Lowndes County - Capital leases Fleet fund	11,900,000 496,622	50.42% 50.42%	5,999,980 250,397 6,250,377
Subtotal, overlapping debt			19,004,392
City direct debt			0
			\$19,004,392

Sources: Assessed value data used to estimate applicable percentage provided by Lowndes County. Debt outstanding provided by each government.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

All CVDA debt except for the 5.81% Bond Series 2001 listed above represents projects undertaken for the benefit of the City or Lowndes County with that unit carrying corresponding debt to CVDA, therefore, no other CVDA debt is included in this schedule.

Estimated percentage applicable based on 2009 County taxable valuation of \$2,830,133,972 and City taxable valuation of \$1,426,953,458 percent 50.42%.

Legal Debt Margin Information									
Last Eight Fiscal Years (accrual basis of accounting)									
Legal Debt Margin Calculation for Fiscal Year 2010									
	Assessed value			\$1,426,953,458					
	Debt limit (10% of			142,695,346					
		eneral obligation b ess: Amount set as	ide for	0					
		repayment of gen obligation debt	eral	0					
	т	otal net debt applic	able to limit						
	Legal debt margin			\$142,695,346					
				Fisca	al Year				
	2003	2004	2005	2006	2007	2008	2009	2010	
Debt limit	\$104,823,404	\$110,235,372	\$114,517,340	\$110,856,408	\$117,840,414	\$131,750,754	\$139,496,150	\$142,695,346	
Total net debt applicable to limit	0	0	0	0	0	0	0	0	
Legal debt margin	\$104,823,404	\$110,235,372	\$114,517,340	\$110,856,408	\$117,840,414	\$131,750,754	\$139,496,150	\$142,695,346	
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last 8 years because data for years prior to 2003 is unavailable in the format required by the new standard.

Pledged-Revenue Coverage

Last Ten Fiscal Years (accrual basis of accounting)

Water/Sewer Revenue Bonds

Fiscal	Operating	Less: Operating	Net Available	Debt Serv	ice	
Year	Revenue	Expenses	Revenue	Principal	Interest	Coverage
2001	\$9,348,150	\$8,089,059	\$1,259,091	\$515,000	\$357,883	1.44
2002	9,756,154	8,603,593	1,152,561	550,000	325,478	1.32
2003	10,203,846	8,882,242	1,321,604	580,000	291,332	1.52
2004	10,416,425	9,103,476	1,312,949	615,000	255,408	1.51
2005	10,700,936	9,492,747	1,208,189	655,000	216,688	1.39
2006	12,270,158	9,895,746	2,374,412	695,000	174,764	2.73
2007	12,671,409	9,700,991	2,970,418	745,000	129,236	3.40
2008	12,430,660	10,358,463	2,072,197	790,000	80,225	2.38
2009	12,751,671	11,294,145	1,457,526	0	0	0.00
2010	12,561,957	10,816,122	1,745,835	0	0	0.00

Note: Details about the City's outstanding debt can be found in the notes to the financial statements. Operating revenue includes charges for services within the water/sewer fund.

City of Valdosta, Georgia Deomgraphic and Economic Statistics Last Ten Fiscal Years

			Per			
		Personal	Capita	Median	School	Unemployment
Year	Population	Income	Income	Age	Enrollment	Rate
2000	43,724	1,960,163	21,279	28.2	7,059	4.4%
2001	44,147	2,078,389	22,547	N/A	7,056	4.0%
2002	44,593	2,173,170	23,207	N/A	7,009	3.9%
2003	45,005	2,207,876	23,390	N/A	6,933	3.6%
2004	45,609	2,330,941	24,315	31.3	6,921	3.6%
2005	45,205	3,098,589	24,838	30.2	6,878	4.1%
2006	45,529	3,220,081	25,381	31.0	7,149	4.3%
2007	47,567	3,400,690	26,504	31.1	7,245	5.2%
2008	48,547	3,673,193	29,169	27.3	7,377	5.8%
2009	52,169	3,967,021	N/A	N/A	7,501	8.6%

Sources:

US Census Bureau US Department of Commerce - BEA Georgia Department of Labor Valdosta City School Board

Principal Employers For the Fiscal Years Ended June 30, 2010 and 2001 City of Valdosta, Georgia

		2010				2001	
	Nimber of		Percentage of Total City		Number of		Percentage of Total City
Employer	Employees	Rank	Employment	Employer	Employees	Rank	Employment
Moody Air Force Base	6,100	_	%66.6	Moody Air Force Base	4,700	-	8.71%
South Georgia Medical Center	2,300	2	3.77%	South Georgia Medical Center	2,161	7	4.01%
Valdosta State University	2,280	က	3.73%	Valdosta State University	1,458	လ	2.70%
Lowndes County Schools	1,279	4	2.09%	Lowndes County Schools	1,069	4	1.98%
Valdosta City School System	950	2	1.56%	Valdosta City School System	950	2	1.76%
Lowe's Distribution Center	006	9	1.47%	Convergys	658	9	1.22%
Convergys	850	7	1.39%	Lowe's Distribution Center	009	7	1.11%
City of Valdosta Government	578	œ	0.95%	Bayliner Mariner	222	∞	1.03%
Lowndes County Government	540	6	0.88%	Lowndes County Government	200	6	0.93%
Fresh Beginning Baked Goods	200	6	0.82%	City of Valdosta Government	200	. 10	0.93%
Total Principal Employees	16,277		76.66%		13,151		24.38%
Other Employees	44,783	Ċ	73.34%		40,787		75.62%
Total Employees	61,060	"	100.00%		53,938		100.00%

Sources:

Georgia Department of Labor Valdosta- Lowndes Industrial Authority

City of Valdosta, Georgia Full-time Equalivent City Employees by Function/Program Last Ten Fiscal Years

					Fiscal Year	Year				
Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
City Manager's Office	က	က	3	က	3	2	5	5	5	4
Municipal Court	က	4	5	5	4	4	8	4	5	4
Human Resources	4	4	4	4	4	4	4	4	4	4
Finance	53	23.5	22.5	22	22	23	23	23	25	24
Engineering	30.5	30.5	31	31	31	31	30	30	30	27
Information Technology	0	0	0	0	0	0	_	-	_	~
Facility Maintenance	5.5	6.5	6.5	6.5	7	7	9	9	4	4
Police	139.5	142	141	142	152	158	167	178	179	169
Fire	102	102	102	102	102	103	106	106	106	104
Public Works	58	31	32	32	33	33	33	33	33	36
Public Involvement	0	0	0	0	0	0	0	0	7	7
Community Development	9.5	13	17	17	19	19	15	20	31	25
Parks & Recreation	8	88	85.5	85.25	99.25	104.25	29	61	29	0
Santitaion	47	48	20	20	54	54	54	22	55	54
Water	39.1	39.1	39.1	39.1	40.1	39.1	39.1	39.4	39.7	44
Sewer	72.9	72.9	72.9	72.9	75.9	73.9	61.9	62.6	63.3	36
Storm Water	0	0	0	0	0	0	13	13	13	13
Inspections	16	16	19	15	17	20.5	20	19	0	0
Zoning	0	0	0	0	0	0	3	2	4	4
Fleet	14	14	14	14	15	15	15	15	15	15
Total	625	638.5	644.5	640.75	678.25	693.75	663	677	679	578

Sources: City Budget Office (Budget Books)

City Of Valdosta Operating Indicators By Function/Program	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Engineering							
Area of Failed Pavement Repaired Percentage of Projects awarded within 10% of engineer's estimate	30,000 80%	35,000 85%	40,000 90%	40,000 90%	40,000 90%	10,000 90%	10,000 90%
Municipal Court							
Dockets Processed	13,327	10,358	14,500	14,750	14,102	14,500	15,000
<u>Police</u>							
Increase in Citizen Contacts Narcotics Arrest Students Completing D.A.R.E.	1,672 279 1,330	1,800 378 1,304	2,000 420 1,310	2,000 420 1,340	2,388 340 1,360	2,650 310 1,310	2,650 320 1,360
<u>Fire</u>							
Number of Fire Stations Number of Fire Inspections Performed	7 628	7 975	7 1,000	7 1,300	7 1,340	7 1,380	7 1,390
Public Works							
Street Sweeping Frequency per year	20	23	25	25	25	25	25
Arborist Number of Trees Planted Number of Trees Pruned	134 978	150 1,000	150 1,000	150 1,000	100 1,000	100 1,000	75 1,000
Public Involvement Bi-Monthly Newsletters Produced Net Gain of new downtown Businesses	6 7	6 6	6 7	6 7	6 5	6 6	6 5
Sanitation							
Residential Stops/collection/week Commercial lifts per hour/driver	725 14	755 16.5	775 18	775 18	890 18	925 18	925 25
<u>Drainage</u>							
Feet of storm drain cleaned and maintained	22,737	14,000	15,000	36,000	20,000	20,000	20,000
Water							
Average Volume of water treated (MGD) New Meters installed annually	8.023 606	8.078 433	8.647 500	9.500 500	9.850 500	10.500 500	11,150 500
<u>Sewer</u>							
Average Volume of wastewater treated daily (MGD) Miles of sewers maintained	9.010 231	10.300 245	9.700 248	9.800 250	8.840 260	9.500 265	9.500 270
<u>Inspections</u>							
Percentage of Plans completed within 10 days Percentage of Inspections completed within 24 hours	95% 90%	95% 95%	95% 95%	95% 95%	95% 95%	95% 95%	95% 95%
<u>Auditorium</u>							
Number of Days Rented	335	336	338	339	340	340	330

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006. This table presents data only for the last 7 years because data for years prior to 2003 is unavailable in the format required by the new standard.

City of Valdosta, Georgia Capital Asset Statistics by Function Program Last Ten Fiscal Years

	2001 Function Program	Police Stations 1 Patrol units 115	Fire Stations	Refuse collection Collection trucks 13	Other public works Streets (miles) 289 Streetlights 5,604 Traffic signals 93	Park and recreation Acreage Playgrounds Baseball/softball diamonds Soccer/football fields Community centers	Water Water mains (miles) 255 Fire hydrants 1,896 Storage capacity (gallons) 11,200,000	Wastewater Sanitary sewers (miles) Treatment capacity (gallons) 11,330,000
	2002	1 122	7	3	9 289 4 5,680 3 98	55 54 44 24 24 24 24 24 25 25 26 26 27 27 27 27 27 27 27 27 27 27 27 27 27	264 6 2,000 0 11,200,000	231 0 11,330,000
	2003	1 127	7	13	293 5,630 102	505 29 3	268 2,100 11,200,000	234 11,330,000
	2004	1 127	7	13	294 5,688 109	505 25 3 3 6	275 2,175 11,200,000	240 11,330,000
Fisca	2005	1 127	7	13	294 5,743 115	505 29 3	281 2,239 11,200,000	245 11,330,000
Fiscal Year	2006	148	7	13	297 5,748 117	505 29 3	286 2,340 11,200,000	248 11,330,000
	2007	1 44	7	13	302 5,748 122	505 29 3	297 2,454 11,400,000	258 11,330,000
	2008	156	7	13	304 6,133 124	505 29 3	303 2,650 14,900,000	266 11,330,000
	2009	150	7	13	304 6,217 124	505 29 55 6 9	305 2,927 14,900,000	315 11,330,000
	2010	157	7	13	304 6,217 124	300 2 2 3 3	311 3,112 14,900,000	320 11,330,000

Sources: Various city departments

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Single Audit

For the Year Ended J	June 30, 2010
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For the Year Ended June 30, 2010			
Grant Title	CFDA Number	Grant I. D. Number	Expenditures
Department of Energy			
Energy Efficiency and Conservation Block Grant Recovery Funding TOTAL US DEPARTMENT OF ENERGY	81.128	DE-EE0002184	\$79,802.00 79,802.00
U.S. Environmental Protection Agency Brownfields Assessment and Cleanup Cooperative Agreements	66.818	2B-95427209-0	73,913.00
Recovery Funding Total Direct Department of Justice			73,913.00
Indirect Federal Grants:			
Passed through Georgia Environmental Facilities Authority (GEFA) Clean Water ARRA Program (grant) Clean Water ARRA Program (loan)	66.458 66.458	2W-95423509-0 2W-95423509-0	4,000,000.00 326,230.00
Total indirect Federal Grants passed through GEFA TOTAL US ENVIRONMENTAL PROTECTION AGENCY			4,326,230.00 4,400,143.00
			4,400,140.00
Department of Homeland Security Homeland Security Grant Program	97.067	2006-GE-T6-0066	24,365
Homeland Security Grant Program	97.067	2007-GE-T7-0054	238,162
Homeland Security Grant Program	97.067	2008-GE-T8-0017	28,779
Homeland Security Grant Program	97.067	2009-SS-T9-0047	1,208 292,514
Law Enforcement Officer Reimb. Agreement	97.090	HSTS0208HSLR286	144,004
TOTAL US DEPARTMENT OF HOMELAND SECURITY			436,518
<u>Department of Housing and Urban Development</u> HOME Investment Partnerships Program State of GA Community HOME			
Investment Program (CHIP)	14.239	06m-x-092-2-2951	166,951
Investment Program (CHIP)	14.239	07m-x-092-2-2961	138,000
Investment Program (CHIP)	14.239	07mr-x-092-2-2979	20,000 324,951
Community Development Block Grants	44.040	B 00 MO 40 0045	45.000
Entitlement Program Entitlement Program	14.218 14.218	B-06-MC-13-0015 B-07-MC-13-0015	15,000 127,291
Entitlement Program	14.218	B-08-MC-13-0015	390,981
Entitlement Program	14.218	B-09-MC-13-0015	285,259
Entitlement / Recovery Act Funded (ARRA)	14.253	B-09-MY-13-0015	7,010 825,541
TOTAL US DEPARTMENT OF HOUSING			1,150,492
Department of Justice Direct Federal Grants:			
Byme Justice Assistance Grant Byme Justice Assistance Grant	16.738 16.738	2007-DJ-BX-0554 2009-DJ-BX-1098	952 14,210 15,162
Bulletproof Vest Partnership Program	16.607	N/A	9,391 9,391
Cops Hinng Recovery Program	16.710	2009-RK-WX-0287	169,609
Total Direct Department of Justice			194,162
Indirect Federal Grants:			
Office of Justice Programs Community Prosecution and Project Safe Neighborhoods	16.609	2008-GP-CX-0091	3,005
TOTAL U.S. DEPARTMENT OF JUSTICE			197,167
Department of Transportation			
Direct Federal Grants:	20.106	2 12 0115 22 2000	528,192
Airport Development Aid Program Airport Development Aid Program	20.106	3-13-0115-23-2009 3-13-0115-25-2009	957,749
Airport Development Aid Program Total Direct Department of Transportation	20.106	3-13-0115-26-2010	1,646,395
State of Georgia Passthrough Federal Grants:			
Governor's Office of Highway Safety Traffic Enforcement Network	20.600	TEN-2009-191-00893	8,808
Highway Enforcement of Aggressive Traffic	20.600	GA-2009-191-00825	21,729
Highway Enforcement of Aggressive Traffic	20.600	GA-2010-191-00387	48,098 78,635
TOTAL U.S DEPARTMENT OF TRANSPORTATION			1,725,030
Federal Emergency Management Agency			
FEMA TOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY	97.036	FEMA-1833-DR-GA	295,016 295,016
TOTAL OF EXPENDITURES OF FEDERAL A	WARDS		\$8,284,168
-			

The accompanying notes are an integral part of this statement.

CITY OF VALDOSTA, GEORGIA NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Valdosta (the "City"). The City receives pass-through financial assistance from the Georgia Department of Community Affairs and the Georgia Department of Transportation.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities.



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

To the Honorable Mayor and Members of the City Council Valdosta, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Valdosta, Georgia, as of and for the year ended June 30, 2010, which collectively comprise the City of Valdosta, Georgia's basic financial statements and have issued our report thereon dated February 4, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Valdosta, Georgia'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 expressing an opinion on the effectiveness of the City of Valdosta, Georgia's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Valdosta, Georgia'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, the City Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Genkins , LLC

Macon, Georgia February 4, 2011



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Mayor and Members of the City Council City of Valdosta, Georgia

Compliance

We have audited the City of Valdosta, Georgia's (the City) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2010. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as item 2010-01. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

The City's responses to the audit finding identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Mayor, members of the City Council, management of the City and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Macon, Georgia February 4, 2011 Mauldin & Genkina, LLC

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2010

SECTION I SUMMARY OF AUDIT RESULTS

SOMMANT OF AUDIT	RESOLIS
<u>Financial Statements</u> Type of auditor's report issued	Unqualified
Internal control over financial reporting: Material weaknesses identified?	yes _X_ no
Significant deficiencies identified not considered to be material weaknesses?	yes _X_none reported
Noncompliance material to financial statements noted?	yes _ <u>X</u> _no
<u>Federal Awards</u> Internal Control over major programs: Material weaknesses identified?	yesX_no
Significant deficiencies identified not considered to be material weaknesses?	_X_yesnone reported
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section 510(a)?	X yesno
Identification of major program:	
CFDA Number 66.458 14.239 14.218 14.218 20.106	Name of Federal Program or Cluster Clean Water Program – ARRA Investment Program (CHIP) CDBG Entitlement Program CDBG Entitlement Program – ARRA Airport Development Aid Program
Dollar threshold used to distinguish between	
Type A and Type B programs:	\$300,000
Auditee qualified as low-risk auditee?	yes <u>X</u> no

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2010

SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported

SECTION III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

2010 - 1. Verification Check for Covered Transactions - ARRA Clean Water Program, CFDA# 66.458

Criteria: As a recipient of federal awards, the City is charged with the responsibility of verifying that covered transactions (procurement contracts for goods and services that are expected to equal or exceed \$25,000, or meet certain other specified criteria) are not awarded to debarred or suspended parties.

Condition: During our testing of federal award contracts, we noted one instance in which the City could not provide documentation that a verification check for debarment/suspension was performed.

Context/Cause: The lack of documentation regarding debarment/suspension was noted during control testing related to the ARRA Clean Water Program.

Effect: Without proper documentation, debarred/suspended parties could be improperly awarded federal grant funds.

Recommendation: The City should take appropriate measures to ensure that complete documentation of all federal award procurements, including verification checks for suspension/debarment, be properly maintained.

Views of Responsible Officials and Planned Corrective Action: We concur. Departments will work together to ensure that complete documentation of all federal award procurements is properly maintained. Such ways to verify that an entity has not been suspended or disbarred are 1) Checking the EPLS website; 2) Collecting a certification from the entity; or 3) Adding a clause or condition to the covered transaction (contract).

CITY OF VALDOSTA, GEORGIA

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS FOR THE YEAR ENDED JUNE 30, 2010

STATUS OF PRIOR YEAR AUDIT FINDINGS

2009 - 1. Management of Donated Infrastructure

Condition: The City did not properly capitalize donated infrastructure in the Water and Sewer Revenue Fund in prior fiscal years, but rather included the donated infrastructure within governmental activities.

Status: The above finding was corrected for the year ended June 30, 2010.

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