

VALDOSTA

A City Without Limits

CITY OF VALDOSTA, GEORGIA

Annual Comprehensive Financial Report

**Fiscal Year Ending
June 30, 2024**



CITY OF VALDOSTA, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2024

Prepared by:
Valdosta Finance Department

CITY OF VALDOSTA, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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CITY OF VALDOSTA, GEORGIA

FINANCE DEPARTMENT

L. CHARLES DINKINS, JR.
FINANCIAL DIRECTOR

May 30, 2025

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 Annual Comprehensive Financial Report for the fiscal year 2024 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 Annual Comprehensive Financial Report is presented in four groupings: an Introductory Section, Management's Discussion and Analysis, a series of Financial Sections, and a Statistical Section.

Management's Discussion and Analysis, which is required by Governmental Accounting Standards Board ("GASB"), 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, an overview of the City's current and future economic picture as well as its major initiatives and financial accomplishments for the year, and a discussion of the comprehensive annual report's structure.

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 Management and Budget ("OMB") Uniform Guidance, "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, 2024. The required reports on supplementary information, compliance, and internal controls along with various supplementary schedules will be included in the compliance section.

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VALDOSTA
A City Without Limits

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 57,500 residents. The daytime population of Valdosta soars to approximately 80,000. These services include general administrative services, police and fire protection, sanitation, water and sewer services, the construction and maintenance of highways and 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 other organizations based on its ability to appoint a voting majority of the organizations' governing bodies, and effectively impose its will on the organization. Also, financial accountability exists where there is potential for an 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 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. Six district Councilmen represent specific districts within the territorial limits of Valdosta. 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 experiencing steady geographic growth through voluntary annexations. This trend is expected to continue due to ongoing demand for city services, particularly utility services.

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's downtown area is enjoying 60% building occupancy. The revitalized central downtown area is home to commercial, public, and most recently residential dwellings.

Population

The City's population has grown 25% in the last ten years. The City of Valdosta has the largest percentage of residents in Lowndes County with 47% 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. About 65% of the jobs in Lowndes County are located in Valdosta. Consequently, of the 10 largest employers in Lowndes County, 6 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 180 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 statistical area with a population of 250,000 people. 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 in a high quality of life, temperate climate, pro-business attitudes and supporting policies, and a 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 to close or reduce Moody.

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 10,300 students. The university is projected to be a significant contributor to the local economy well into the future, however, as it expands, property purchased by the university is removed from the tax rolls because it is designated public property.

The City of Valdosta benefits from being the retail hub of south central Georgia. Retail sales in Lowndes County exceed \$3 billion annually with the bulk of that activity falling within the city limits. Over two 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, increasing cost of materials and supplies, 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 depleting reserves to balance the annual budget, each department director is held accountable for their respective department's budget.

The continued uncertainty in the national economic outlook 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 businesses to clean up neighborhoods and provide education programs that allow neighborhoods to continue their revitalization efforts independently.

The current special purpose one percent sales tax will expire in December of 2025. The City has proposed projects for the next special purpose sales tax.

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 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 partnering 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.

Internal Controls

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management.

Independent Audit

The financial statements have been prepared in compliance with governmental financial reporting guidelines issued by the Government Finance Officers Association ("GFOA") of the United States and Canada and generally accepted accounting principles applicable to governmental entities. The State of Georgia requires an annual audit of all financial records and transactions of the City by independent certified public accountants selected by the Mayor and City Council. The accounting firm of Maudlin and Jenkins, LLC has completed an audit of the City's Annual Comprehensive Financial Report (ACFR) for

the year ended June 30, 2024, and their report on the basic financial statements and combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports on internal controls and compliance with applicable laws and regulations can also be found 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 Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the thirty-fifth 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 Annual Comprehensive 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, 2024. This was the twenty-third 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 Annual Comprehensive Financial Report and our 2025 fiscal year budget document continue to conform to the requirements for each award.

Acknowledgements

The preparation of the Annual Comprehensive Financial Report was made possible by the dedicated service of the Accounting Division of the Finance Department. 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.

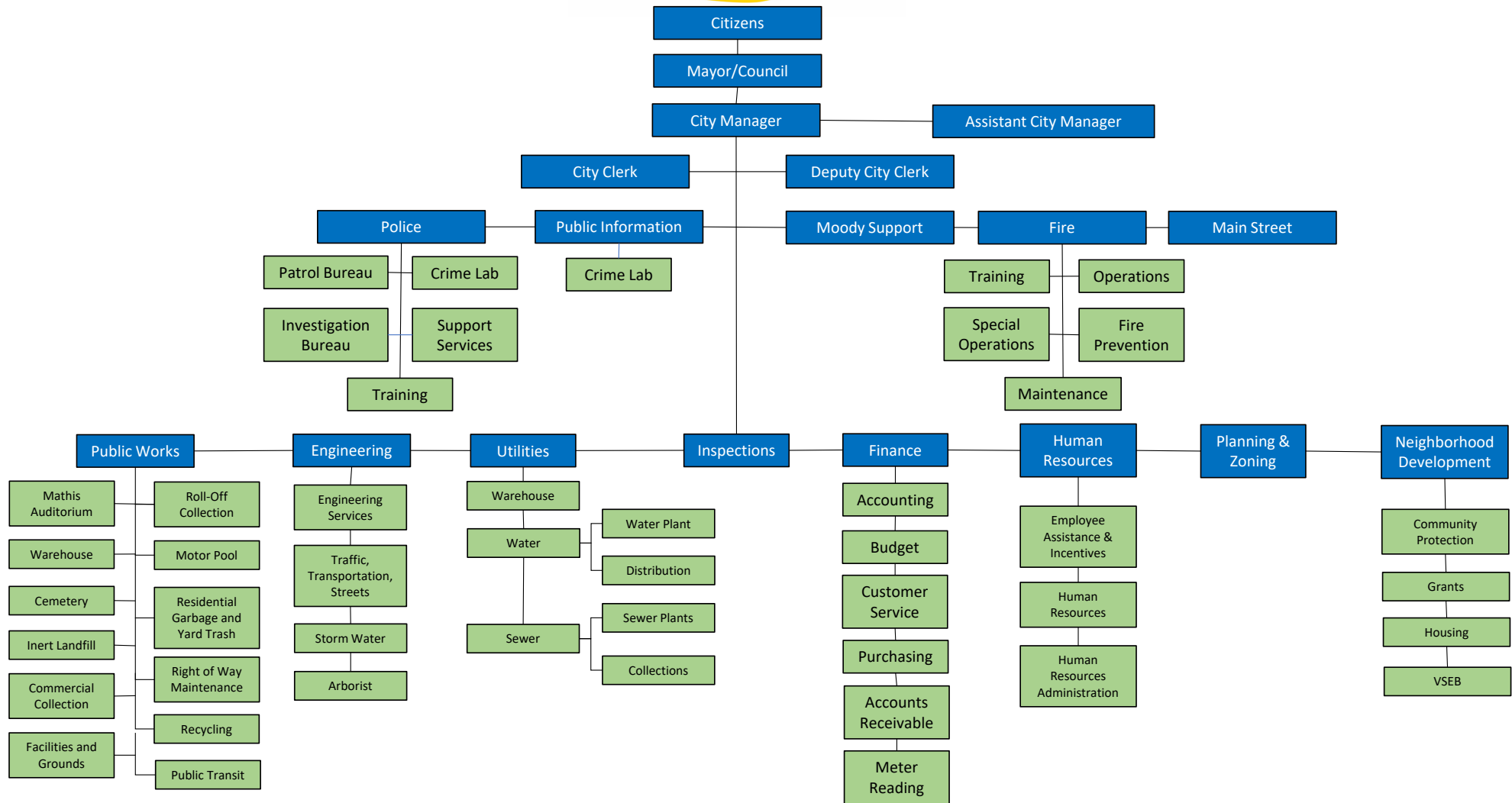
Respectfully submitted,

A handwritten signature in black ink, appearing to read "L. Charles Dinkins, Jr.", with a stylized flourish at the end.

L. Charles Dinkins, Jr.
Finance Director

VALDOSTA

A City Without Limits



CITY OF VALDOSTA, GEORGIA

LIST OF PRINCIPAL OFFICIALS JUNE 30, 2024

Mayor

Scott James Matheson

Commissioners

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

Nick Harden
Vivian Miller-Cody
Sandra Tooley
Thomas B. McIntyre, Sr.
Eric Howard
Tim Carroll
Andy Gibbs

City Manager
Assistant City Manager

Richard Hardy
Catherine Ammons

Clerk of Council
City Attorney
Municipal Court Judge
City Auditor

Teresa Bolden
Tim Tanner
Jeremy Baker
Mauldin & Jenkins, LLC

City Engineer
Fire Chief
Police Chief
Utilities Director
Deputy City Manager of Operations
Finance Director

Benjamin O'Dowd
Brian Boutwell
Leslie Manahan
Jason Barnes
Larry Ogden
Chuck Dinkins



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Valdosta
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, 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, 2024 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("*Government Auditing Standards*"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the budgetary comparison information for the General Fund, Federal COVID Relief Fund, Central Valdosta Development Authority Fund and Airport Development Fund, pension information, and OPEB information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules, and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Schedules of Expenditures of Special Purpose Local Option Sales Tax Proceeds, as required by the Official Code of Georgia Annotated §48-8-121, are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our reports.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 30, 2025, on our consideration of the City'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 solely 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 effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
May 30, 2025

CITY OF VALDOSTA, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2024

This section of the City of Valdosta's Annual Comprehensive Financial Report presents a discussion and analysis of the City's financial performance during the fiscal year ending June 30, 2024. 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 and deferred outflows of resources of the City of Valdosta exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$251.37 million. Of this amount, none may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's governmental net position increased by \$2.85 million, primarily due to higher volumes of Federal grants and strong tax collections.
- The governmental activities revenue increased by 2.21 million or 3.00% and the net results from activities decreased \$6.92 million. The results of activities produced an increase in net position of \$5.14 million. Governmental expenses increased by \$9.13 million or 14%.
- The business-type activities revenue increased by \$6.15 million or 17.56% and the net results from activities decreased by \$2.58 million. The results of activities produced a decrease in net position of \$2.29 million.
- The total cost of all City programs increased by \$17.86 million.
- The General Fund (the primary operating fund of the City) reflected on a current financial resource basis, reports a net increase in fund balance of \$5.12 million.
- The City's total debt decreased \$6.66 million or 12.07%.
- City's net position increased \$2.85 million due mainly to governmental activities as noted above. The City expended significantly less from the COVID Relief fund but still experienced growth in other revenue sources. This was partially offset by higher expenses partially attributable to disaster responses.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 was 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, 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 funds consist of two Custodial Funds.

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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 Funds
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, 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 Position; Statement of Activities	Balance Sheet; Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Position; Statement of Revenues, Expenses, and Changes in Net Position; Statement of Cash Flows	Statement of Fiduciary Net Position; Statement of Changes in Fiduciary Net Position
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

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 Position 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 position – the difference between the City's assets/deferred inflows and liabilities/deferred inflows – is one way to measure the City's financial health, or position.

- Over time, increases or decreases in the City of Valdosta's net position 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, building rental, auditorium, storm water, and motor fuel services are included here.

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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, 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 Statement of Net Position and the Statement of Changes in Net Position. The measurement focus of Agency Funds is upon determination of financial position. Agency Funds are maintained on the 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 Position. The City of Valdosta's combined net position increased 1.15% from \$248.52 million at June 30, 2023 to \$251.37 million at June 30, 2024. (See table A-1.)

Table A-1
City of Valdosta's Net Position
(In millions of dollars)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>		<u>Total Percentage Change</u>
	2023	2024	2023	2024	2023	2024	2023-2024
Current And other assets	\$ 72.02	\$ 83.51	\$ (5.09)	\$ (11.72)	\$ 66.93	\$ 71.79	7.26%
Capital Assets	125.49	123.34	210.35	207.94	335.84	331.28	-1.36%
Total Assets	197.51	206.85	205.26	196.22	402.77	403.07	0.07%
Deferred Outflows of Resources	\$28.10	\$19.67	-	-	28.10	19.67	-30.00%
Long-term debt outstanding	2.45	1.90	52.75	46.64	55.20	48.54	-12.07%
Other liabilities	110.71	108.44	4.67	4.03	115.38	112.47	-2.52%
Total Liabilities	113.16	110.34	57.42	50.67	170.58	161.01	-5.61%
Deferred Inflow of Resources	11.77	10.36	-	-	11.77	10.36	-11.98%
Net position							
Net investment in capitals	123.05	121.28	157.60	161.29	280.65	282.57	0.68%
Restricted	27.54	32.39	-	-	27.54	32.39	17.61%
Unrestricted	(49.91)	(47.85)	(9.76)	(15.74)	(59.67)	(63.59)	6.57%
Total Net Position	\$ 100.68	\$ 105.82	\$ 147.84	\$ 145.55	\$ 248.52	\$ 251.37	1.15%

Net Position of the City's governmental activities increased by 5.11% to \$105.82 million. However, much of the net position is restricted as to the purposes for which it can be used, or is invested in capital assets (buildings, roads, and such). Consequently, unrestricted net position showed a \$47.85 million deficit at the end of the year.

The deficit in unrestricted governmental net position was negatively affected by an increase in restricted fund balance.

The net position of the City's business-type activities decreased by 1.55% to \$145.55 million. While business type activities do have a substantial positive net position, these resources cannot be used to add to the net position in governmental activities. The City generally can only use the net position to finance the continuing operations of the business-type activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Changes in net position

The City's total revenues increased by 7.69% to \$117.06 million (See Table A-2). Approximately 31% of the City's revenue comes from fees charged for services, 10% from sales taxes, 16% from ad valorem taxes, and 8% comprising such revenue items as business occupation license fees, franchise fees, and insurance premium fees. The remaining 35% represents grants, accommodation tax and investment revenue.

The City has experienced improved collections in taxes as a result of a strong local economy as well as the effects of growing tourism on the accommodations tax.

The total cost of all programs and services increased by 18.54% to 114.21 million. The City's expenses cover a myriad of services, with approximately 27% related to public safety, 26 percent related to general government expenses, and 17% related to water/sewer expenses. The balance of 30% is comprised of public works, economic development, solid waste, inspection, 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 increased \$2.21 million or 3% to \$75.88 million, while governmental activities expenses experienced an increase of \$9.13 million or 14% to \$75.34 million.

The increase in governmental revenue is primarily the result of an increase in grants and other taxes. Most other revenues were flat.

The City of Valdosta continues to trim budgets and cut costs in an effort to remain financially viable and improve fund balances. These efforts have served to moderate the increases in governmental activities over the last year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-2
Changes in City of Valdosta's Net Position
(In millions of dollars)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u>		<u>Total</u> <u>Percentage</u> <u>Change</u>
	2023	2024	2023	2024	2023	2024	2023-2024
REVENUES							
Program Revenues:							
Charges for Services	\$ 2.21	\$ 1.72	\$ 34.62	\$ 35.01	\$ 36.83	\$ 36.73	-0.27%
Operating Grants & Contributions	-	0.99	-	8.50	\$ -	9.49	
Capital Grants & Contributions	29.76	27.17	0.41	-	\$ 30.17	27.17	-9.94%
General Revenues:							
Property Taxes	11.93	18.43	-	-	\$ 11.93	18.43	54.48%
Sales Taxes	11.45	12.12	-	-	\$ 11.45	12.12	5.85%
Accommodations Tax	3.69	3.93	-	-	\$ 3.69	3.93	6.50%
Other Taxes	14.27	8.90	-	-	\$ 14.27	8.90	-37.63%
Investment Earnings	0.36	0.42	-	-	\$ 0.36	0.42	16.67%
Misc	-	2.20	-	(2.33)	\$ -	(0.13)	
Other General Revenues					\$ -	-	N/A
Total Revenues	73.67	75.88	35.03	41.18	108.70	117.06	7.69%
EXPENSES							
Program Activities							
Primary Government:							
Governmental Activities:							
General Government	31.97	29.46			31.97	29.46	-7.85%
Public Safety	28.08	31.38			28.08	31.38	11.75%
Public Works	2.91	12.09			2.91	12.09	315.46%
Culture & Recreation	0.05	-			0.05	-	-100.00%
Economic Development and Assistance	3.20	2.41			3.20	2.41	-24.69%
Business-type Activities:							
Sanitation	-	-	6.23	15.15	6.23	15.15	143.18%
Water/Sewer	-	-	19.76	19.85	19.76	19.85	0.46%
Housing Inspections	-	-	1.03	1.07	1.03	1.07	3.88%
Zoning	-	-	-	-	-	-	N/A
DOL Building	-	-	0.29	0.28	0.29	0.28	-3.45%
Stormwater	-	-	2.09	1.78	2.09	1.78	-14.83%
City Auditorium	-	-	0.34	0.32	0.34	0.32	-5.88%
Motor Fuel	-	-	0.40	0.42	0.40	0.42	5.00%
Total Expenses	66.21	75.34	30.14	38.87	96.35	114.21	18.54%
Excess (deficiency) before transfers	7.46	0.54	4.89	2.31	12.35	2.85	-76.92%
Transfers	4.26	4.60	(4.26)	(4.60)	-	-	0.00%
Increase (Decrease)	11.72	5.14	0.63	(2.29)	12.35	2.85	-76.92%
Net position, beginning, revised	-	-	-	-	-	-	N/A
PPA	-	-			-	-	N/A
Net position, beginning, revised	88.96	100.68	147.21	147.84	236.17	248.52	5.23%
Net position, ending	\$ 100.68	\$ 105.82	\$ 147.84	\$ 145.55	\$ 248.52	\$ 251.37	1.15%

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-3 presents the cost of each of the City's four 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 \$75.34 million.
- However, the amount that taxpayers paid for these activities through City taxes was \$45.04 million. Some of the cost was paid by:
 - Those who benefited directly from the programs (\$1.72 million).
 - Other governments and organizations that subsidized certain programs with grants and contributions (\$28.16 million).
 - Other miscellaneous sources such as investments (\$.42 million).

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

Function	<u>Total Cost Of Services</u>		<u>Percentage Change</u>	<u>Net Cost of Services</u>		<u>Percentage Change</u>
	2023	2024	2023-2024	2023	2024	2023-2024
General Government	\$ 31.97	\$ 29.46	-7.85%	\$ 30.54	\$ 28.64	-6.22%
Public Safety	28.08	31.38	11.75%	\$ 23.37	\$ 30.65	31.15%
Public Works	2.91	12.09	315.46%	\$ (16.80)	\$ (14.45)	-13.99%
Culture & Recreation	0.05	-	-100.00%	\$ 0.05	\$ -	-100.00%
Economic Development and Assistance	3.20	2.41	-24.69%	\$ (2.92)	\$ 0.61	-120.89%
Total	\$ 66.21	\$ 75.34	13.79%	\$ 34.24	\$ 45.45	32.74%

Business-type Activities

Total revenues available during the year to finance enterprise (business type) activities were \$41.18 million. Funding was made available as follows: program revenues \$32.68 million and grants 8.50 million.

The cost of all enterprise (business-type) activities for the year accumulated to \$38.87 million consisting of the following activities: solid waste \$15.15 million, water/sewer \$19.85 million, inspections \$1.07 million, city auditorium \$.32 million, motor fuel \$.42 million, DOL building \$.28 million, and storm water \$1.78 million. In addition, the Enterprise Funds transferred \$3.26 million to the General Fund for administrative services, and \$1.34 million to Group Insurance Fund.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

General Fund Budgetary Highlights

Comparing the FY 2024 original General Fund budget, in the amount of \$47.56 million, to the final budget amount of \$47.59 million represents an increase of \$.03 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.

The General Fund experienced an increase in fund balance due to healthy tax collections as well as expenditures remaining below budget.

Sales Tax 2013 Fund Highlights

The Sales Tax 2013 Fund experienced a decrease in fund balance of \$3.08 million as a result of expenditures taken from fund balance in connection with the closing of the fund.

Sales Tax 2019 Fund Highlights

The Sales Tax 2019 Fund experienced an increase in fund balance of 6.54 million as a result of collections outpacing project expenditures.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of the year-end, the City had \$331.28 million invested in a variety of capital assets, as reflected in the following schedule (Table A-4), which represents a net decrease (additions less retirements and depreciation) of \$4.56 million or 1.36% from last year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-4
City of Valdosta's Capital Assets
(in millions of dollars)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u>		<u>Total</u> <u>Percentage</u> <u>Change</u>
	2023	2024	2023	2024	2023	2024	2023-2024
Non-depreciable assets							
Land	\$77.10	\$77.10	\$3.04	\$3.04	\$ 80.14	\$ 80.14	0.00%
Infrastructure in progress					-	-	N/A
Construction in progress	5.36	2.61	7.07	12.52	12.43	15.13	21.72%
Depreciable Assets							
Land improvements	13.76	13.80	164.49	164.62	178.25	178.42	0.10%
Buildings	29.13	31.08	105.08	105.08	134.21	136.16	1.45%
Equipment	8.44	8.59	15.34	13.34	23.78	21.93	-7.78%
Motor vehicles	27.57	29.65			27.57	29.65	7.54%
Infrastructure	108.88	108.88			108.88	108.88	0.00%
Intangibles			1.16	1.16	1.16	1.16	0.00%
Accumulated depreciation	(144.75)	(148.37)	(85.83)	(91.82)	(230.58)	(240.19)	4.17%
	\$ 125.49	\$ 123.34	\$ 210.35	\$ 207.94	\$ 335.84	\$ 331.28	-1.36%

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

The increase in construction in progress is the result of the City's ongoing improvements.

The increase in motor vehicles is the result of the routine replacement of passenger and police vehicles, as well as the acquisition of larger vehicles to replace older, fully depreciated units.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Long-term Debt

At year-end, the City had \$48.54 million in total debt outstanding. Government wide debt decreased by 12.07% as compared to last year.

More detailed information about the City's long-term liabilities is presented in Notes 6, 8, and 9 to the financial statements.

Table A-5
City of Valdosta's Outstanding Debt
(in millions of dollars)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u>		<u>Total</u> <u>Percentage</u> <u>Change</u>
	2023	2024	2023	2024	2023	2024	
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
Revenue Bonds	-	-	25.33	22.26	25.33	22.26	-12.12%
Notes Payable	-	-	27.42	24.38	27.42	24.38	-11.09%
Financed Purchases	2.45	1.90			2.45	1.90	-22.45%
Total	\$ 2.45	\$ 1.90	\$52.75	\$46.64	\$ 55.20	\$48.54	-12.07%

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, certain grants will automatically become available to the City, and Valdosta will not be required to compete with other communities for certain 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 collected major revenues that support governmental operations well in excess of what was budgeted. Additionally, General Fund expenditures were significantly below budget. The City's commitment to controlling costs allowed Valdosta to weather the ongoing inflationary environment and maintain a high level of service to its citizens. During the past year, the City saw increases in governmental fund balances. This growth will allow the City to continue to provide the array of services expected by its citizens in the event of future economic downturns.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 significant increase in the gross tax base of 24.9% this year. This change is primarily the result of a reassessment growth in real property, but the City did experience a 1.9% real growth in real property. This increase indicates a strong real estate market in the city.
- Business Gross Receipts Taxes (based on a business' gross receipts). This revenue decreased approximately 2.5 this year indicating a contracting local economy. The decrease is likely the result of reduced business volumes resulting from hurricane Idalia impacting the region. This impact is anticipated to be temporary.
- 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. The General Fund experienced a significant increase in total fund balance at June 30, 2024. The current fund balance represents an adequate reserve to protect the City's service levels from routine economic fluctuations.

FINANCIAL CONTACT

This financial report is designed to provide our citizens, taxpayers, customers, 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.

BASIC FINANCIAL STATEMENTS

CITY OF VALDOSTA, GEORGIA

STATEMENT OF NET POSITION JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 44,010,341	\$ 4,285,688	\$ 48,296,029
Taxes receivable	3,351,955	-	3,351,955
Accounts receivable, net of allowances	1,177,077	4,138,460	5,315,537
Second mortgages receivable	4,425,356	-	4,425,356
Special assessments receivable	45,387	-	45,387
Due from other governments	3,158,584	4,186,141	7,344,725
Internal balances	26,582,409	(26,582,409)	-
Inventories	757,636	672,438	1,430,074
Restricted assets:			
Cash and cash equivalents	-	1,588,189	1,588,189
Capital assets:			
Nondepreciable	79,716,969	15,555,587	95,272,556
Depreciable, net	43,629,573	191,765,266	235,394,839
Intangible, net	-	606,739	606,739
Total assets	<u>206,855,287</u>	<u>196,216,099</u>	<u>403,071,386</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	13,982,982	-	13,982,982
Other post-employment benefits	5,684,079	-	5,684,079
Total deferred outflows of resources	<u>19,667,061</u>	<u>-</u>	<u>19,667,061</u>
LIABILITIES			
Accounts payable	9,232,640	1,947,128	11,179,768
Retainage payable	158,873	-	158,873
Accrued interest payable	28,728	36,801	65,529
Accrued interest payable - revenue bonds	-	42,487	42,487
Unearned revenues	2,318,837	-	2,318,837
Customer deposits payable	-	1,492,785	1,492,785
Financed purchases due within one year	555,007	-	555,007
Financed purchases due in more than one year	1,348,097	-	1,348,097
Notes payable due within one year	-	3,086,491	3,086,491
Notes payable due in more than one year	-	21,291,917	21,291,917
Revenue bonds payable due within one year	-	2,653,818	2,653,818
Revenue bonds payable due in more than one year	-	19,610,247	19,610,247
Compensated absences due within one year	1,378,000	288,000	1,666,000
Compensated absences due in more than one year	685,128	222,736	907,864
Net pension liability due in more than one year	61,438,474	-	61,438,474
Total other post-employment benefits liability due within one year	724,596	-	724,596
Total other post-employment benefits liability due in more than one year	32,473,452	-	32,473,452
Total liabilities	<u>110,341,832</u>	<u>50,672,410</u>	<u>161,014,242</u>
DEFERRED INFLOWS OF RESOURCES			
Pension	936,264	-	936,264
Other post-employment benefits	9,420,723	-	9,420,723
Total deferred inflows of resources	<u>10,356,987</u>	<u>-</u>	<u>10,356,987</u>
NET POSITION			
Net investment in capital assets	121,284,565	161,285,119	282,569,684
Restricted for:			
Permanent fund - nonexpendable	1,907,301	-	1,907,301
Public safety	436,741	-	436,741
Community development	1,822,424	-	1,822,424
NPDES permitting	86,150	-	86,150
Capital projects	28,138,375	-	28,138,375
Unrestricted	(47,852,027)	(15,741,430)	(63,593,457)
Total net position	<u>\$ 105,823,529</u>	<u>\$ 145,543,689</u>	<u>\$ 251,367,218</u>

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

CITY OF VALDOSTA, GEORGIA

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government							
Governmental activities:							
General government	\$ 29,456,670	\$ 815,789	\$ -	\$ -	\$ (28,640,881)	\$ -	\$ (28,640,881)
Public safety	31,382,681	730,533	-	-	(30,652,148)	-	(30,652,148)
Public works	12,085,133	-	-	26,539,742	14,454,609	-	14,454,609
Community development	2,409,300	171,004	996,197	625,824	(616,275)	-	(616,275)
Total governmental activities	<u>75,333,784</u>	<u>1,717,326</u>	<u>996,197</u>	<u>27,165,566</u>	<u>(45,454,695)</u>	<u>-</u>	<u>(45,454,695)</u>
Business-type activities:							
Sanitation	15,154,158	6,179,937	8,184,569	-	-	(789,652)	(789,652)
Water and sewer	19,851,119	24,577,012	114,790	-	-	4,840,683	4,840,683
Inspection	1,069,530	1,668,137	-	-	-	598,607	598,607
DOL Building	283,050	273,675	-	-	-	(9,375)	(9,375)
Stormwater	1,780,908	1,880,265	203,260	-	-	302,617	302,617
Motor fuel	419,603	427,786	-	-	-	8,183	8,183
Auditorium	320,838	6,561	-	-	-	(314,277)	(314,277)
Total business-type activities	<u>38,879,206</u>	<u>35,013,373</u>	<u>8,502,619</u>	<u>-</u>	<u>-</u>	<u>4,636,786</u>	<u>4,636,786</u>
Total primary government	<u>\$ 114,212,990</u>	<u>\$ 36,730,699</u>	<u>\$ 9,498,816</u>	<u>\$ 27,165,566</u>	<u>(45,454,695)</u>	<u>4,636,786</u>	<u>(40,817,909)</u>
General revenues:							
Property taxes					18,427,425	-	18,427,425
Sales taxes					12,122,732	-	12,122,732
Accommodations tax					3,928,415	-	3,928,415
Franchise taxes					3,985,203	-	3,985,203
Insurance premium tax					4,912,940	-	4,912,940
Unrestricted investment earnings					420,426	-	420,426
Gain (loss) on sale of capital assets					2,201,334	(2,334,643)	(133,309)
Transfers					<u>4,596,385</u>	<u>(4,596,385)</u>	<u>-</u>
Total general revenues and transfers					<u>50,594,860</u>	<u>(6,931,028)</u>	<u>43,663,832</u>
Change in net position					5,140,165	(2,294,242)	2,845,923
Net position, beginning of year					100,683,364	147,837,931	248,521,295
Net position, end of year					<u>\$ 105,823,529</u>	<u>\$ 145,543,689</u>	<u>\$ 251,367,218</u>

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

CITY OF VALDOSTA, GEORGIA

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2024

ASSETS	General	Federal COVID Relief	Sales Tax 2013	Sales Tax 2019	Airport Development
Cash and cash equivalents	\$ 2,723,440	\$ 2,222,743	\$ -	\$ 26,392,126	\$ 420,819
Taxes receivable, net	1,502,923	-	-	1,328,221	-
Accounts receivable, net	816,543	-	-	-	6,043
Notes receivables	2,400,000	-	-	-	-
Special assessments	45,387	-	-	-	-
Due from other governments	1,078,345	596,672	-	-	493,735
Due from other funds	20,908,595	-	-	-	-
Inventories	-	-	-	206,675	-
Advances to other funds	5,960,221	-	-	-	-
Total assets	<u>\$ 35,435,454</u>	<u>\$ 2,819,415</u>	<u>\$ -</u>	<u>\$ 27,927,022</u>	<u>\$ 920,597</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 5,642,479	\$ -	\$ -	\$ 298,992	\$ 344,307
Retainage payable	-	-	-	112,855	-
Unearned revenues	-	2,318,837	-	-	-
Due to other funds	5,756,865	500,000	-	339,342	-
Advance from other funds	-	-	-	-	-
Total liabilities	<u>11,399,344</u>	<u>2,818,837</u>	<u>-</u>	<u>751,189</u>	<u>344,307</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues - intergovernmental	1,022,717	596,672	-	-	444,292
Unavailable revenue - property taxes	232,407	-	-	-	-
Total deferred inflows of resources	<u>1,255,124</u>	<u>596,672</u>	<u>-</u>	<u>-</u>	<u>444,292</u>
FUND BALANCES					
Nonspendable:					
Inventories	-	-	-	206,675	-
Permanent fund principal	-	-	-	-	-
Long-term interfund advances	5,960,221	-	-	-	-
Restricted for:					
Public safety	238,647	-	-	-	-
Community development	-	-	-	-	-
NPDES permitting	86,150	-	-	-	-
Capital projects	-	-	-	26,969,158	131,998
Committed to:					
Tree Fines	10,767	-	-	-	-
Assigned for:					
Tourism development	-	-	-	-	-
Capital improvement	-	-	-	-	-
Encumbrances	1,594,720	-	-	-	-
Unassigned (deficit)	14,890,481	(596,094)	-	-	-
Total fund balances	<u>22,780,986</u>	<u>(596,094)</u>	<u>-</u>	<u>27,175,833</u>	<u>131,998</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 35,435,454</u>	<u>\$ 2,819,415</u>	<u>\$ -</u>	<u>\$ 27,927,022</u>	<u>\$ 920,597</u>

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

CVDA	Nonmajor Governmental Funds	Total Governmental Funds
\$ 215,674	\$ 11,105,323	\$ 43,080,125
-	520,811	3,351,955
-	325,471	1,148,057
-	2,025,356	4,425,356
-	-	45,387
-	989,832	3,158,584
-	865,164	21,773,759
-	-	206,675
-	-	5,960,221
<u>\$ 215,674</u>	<u>\$ 15,831,957</u>	<u>\$ 83,150,119</u>

\$ -	\$ 836,642	\$ 7,122,420
-	46,018	158,873
-	-	2,318,837
5,117	1,375,796	7,977,120
-	30,000	30,000
<u>5,117</u>	<u>2,288,456</u>	<u>17,607,250</u>

-	1,125,642	3,189,323
-	-	232,407
<u>-</u>	<u>1,125,642</u>	<u>3,421,730</u>

-	-	206,675
-	1,907,301	1,907,301
-	-	5,960,221
-	198,094	436,741
-	1,822,424	1,822,424
-	-	86,150
210,557	826,662	28,138,375
-	-	10,767
-	4,718,287	4,718,287
-	3,425,935	3,425,935
-	-	1,594,720
-	(480,844)	13,813,543
<u>210,557</u>	<u>12,417,859</u>	<u>62,121,139</u>

<u>\$ 215,674</u>	<u>\$ 15,831,957</u>	<u>\$ 83,150,119</u>
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CITY OF VALDOSTA, GEORGIA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2024

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total fund balances - governmental funds		\$ 62,121,139
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Cost of capital assets	\$ 238,993,062	
Accumulated depreciation	<u>(125,922,741)</u>	
		113,070,321
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the Statement of Net Position.		
Deferred outflows - pension	\$ 13,982,982	
Deferred inflows - pension	(936,264)	
Deferred outflows - OPEB	5,684,079	
Deferred inflows - OPEB	<u>(9,420,723)</u>	
		9,310,074
Other long-term assets that are not available to pay for current period expenditures and, therefore, are either deferred or not reported in the funds.		
		3,421,730
Internal Service Funds are used by management to charge the cost of motor pool, group insurance, workmen's compensation, and IT services to individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the Internal Service Funds are included in governmental activities in the Statement of Net Position.		
		14,639,783
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Net pension liability	\$ (61,438,474)	
Total OPEB liability	(33,198,048)	
Financed purchases payable	(77,518)	
Compensated absences	<u>(2,025,478)</u>	
		<u>(96,739,518)</u>
Net position of governmental activities		<u><u>\$ 105,823,529</u></u>

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

CITY OF VALDOSTA, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General	Federal COVID Relief	Sales Tax 2013	Sales Tax 2019	Airport Development
REVENUES					
Taxes	\$ 39,451,706	\$ -	\$ -	\$ -	\$ -
Licenses and permits	468,029	-	-	-	-
Charges for services	195,614	-	-	-	-
Intergovernmental	1,692,861	3,621,447	-	17,046,976	625,824
Fines and forfeitures	578,451	-	-	-	-
Interest revenue	415,436	-	-	-	-
Other revenues	369,095	-	-	-	-
Total revenues	<u>43,171,192</u>	<u>3,621,447</u>	<u>-</u>	<u>17,046,976</u>	<u>625,824</u>
EXPENDITURES					
Current:					
General government	10,593,022	996,197	-	-	-
Public safety	28,069,568	-	-	-	-
Public works	2,833,940	-	-	-	-
Economic development and assistance	1,446,972	-	-	-	37,849
Capital outlay	-	821,922	3,079,674	10,505,967	1,014,336
Debt service:					
Principal	88,738	-	-	-	-
Interest	3,666	-	-	-	-
Total expenditures	<u>43,035,906</u>	<u>1,818,119</u>	<u>3,079,674</u>	<u>10,505,967</u>	<u>1,052,185</u>
Excess (deficiency) of revenues over expenditures	<u>135,286</u>	<u>1,803,328</u>	<u>(3,079,674)</u>	<u>6,541,009</u>	<u>(426,361)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	6,416,409	-	-	-	-
Transfers out	(3,734,024)	(2,400,000)	-	-	-
Sale of general capital assets	2,300,025	-	-	-	-
Total other financing sources (uses)	<u>4,982,410</u>	<u>(2,400,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	5,117,696	(596,672)	(3,079,674)	6,541,009	(426,361)
Fund balances, beginning of year	<u>17,663,290</u>	<u>578</u>	<u>3,079,674</u>	<u>20,634,824</u>	<u>558,359</u>
Fund balances (deficit), end of year	<u>\$ 22,780,986</u>	<u>\$ (596,094)</u>	<u>\$ -</u>	<u>\$ 27,175,833</u>	<u>\$ 131,998</u>

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

CVDA	Nonmajor Governmental Funds	Total Governmental Funds
\$ 80,051	\$ 3,928,831	\$ 43,460,588
-	-	468,029
-	-	195,614
-	4,581,017	27,568,125
-	32,315	610,766
4,990	-	420,426
-	73,822	442,917
<u>85,041</u>	<u>8,615,985</u>	<u>73,166,465</u>
39,339	4,601,184	16,229,742
-	15,247	28,084,815
-	-	2,833,940
-	922,165	2,406,986
-	1,947,535	17,369,434
-	-	88,738
-	-	3,666
<u>39,339</u>	<u>7,486,131</u>	<u>67,017,321</u>
<u>45,702</u>	<u>1,129,854</u>	<u>6,149,144</u>
-	569,287	6,985,696
-	(569,287)	(6,703,311)
-	-	2,300,025
-	-	2,582,410
45,702	1,129,854	8,731,554
<u>164,855</u>	<u>11,288,005</u>	<u>53,389,585</u>
<u>\$ 210,557</u>	<u>\$ 12,417,859</u>	<u>\$ 62,121,139</u>

CITY OF VALDOSTA, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds.		\$	8,731,554
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current			
Capital outlay	\$	1,298,570	
Depreciation expense		(2,736,102)	
			(1,437,532)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.			509,765
Internal Service Funds are used by management to charge the costs of certain functions to individual funds. The net revenue of certain activities in the Internal Service Funds is reported with governmental activities.			1,448,106
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.			88,738
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.			
Compensated absences	\$	(262,180)	
OPEB expense		12,279	
Pension expense		(3,209,210)	
			(3,459,111)
Total		\$	<u>5,140,165</u>

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

CITY OF VALDOSTA, GEORGIA

STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2024

	Sanitation Fund	Water/Sewer Revenue Fund	Department of Labor Building Fund	Stormwater Fund	Nonmajor Enterprise Funds
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 83,971	\$ 1,103,610	\$ 41,063	\$ 427,690	\$ 2,629,354
Accounts receivable, net of allowances	747,454	3,187,186	-	182,672	21,148
Due from other governments	3,838,042	114,790	-	203,260	30,049
Due from other funds	-	-	-	334,721	200,000
Inventories	-	672,438	-	-	-
Restricted assets, cash	6,100	1,582,089	-	-	-
Total current assets	<u>4,675,567</u>	<u>6,660,113</u>	<u>41,063</u>	<u>1,148,343</u>	<u>2,880,551</u>
NON-CURRENT ASSETS					
Capital assets:					
Nondepreciable	-	15,308,676	-	246,911	-
Depreciable, net of accumulated depreciation	528,315	187,248,353	2,637,076	1,351,522	-
Intangible, net of accumulated amortization	-	-	-	606,739	-
Total non-current assets	<u>528,315</u>	<u>202,557,029</u>	<u>2,637,076</u>	<u>2,205,172</u>	<u>-</u>
Total assets	<u>5,203,882</u>	<u>209,217,142</u>	<u>2,678,139</u>	<u>3,353,515</u>	<u>2,880,551</u>
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	512,170	1,314,329	49,632	53,218	17,779
Accrued interest payable	-	36,801	-	-	-
Current portion - compensated absences	56,000	180,000	-	30,000	22,000
Current portion - notes payable	-	3,086,491	-	-	-
Current portion - financed purchases	-	-	-	-	-
Due to other funds	4,300,000	6,800,000	1,687,003	-	-
Payable from restricted assets:					
Accrued interest payable - bonds payable	-	42,487	-	-	-
Customer deposits payable	6,100	1,486,685	-	-	-
Revenue bonds payable, current portion	-	2,653,818	-	-	-
Total current liabilities	<u>4,874,270</u>	<u>15,600,611</u>	<u>1,736,635</u>	<u>83,218</u>	<u>39,779</u>
NON-CURRENT LIABILITIES					
Compensated absences, net of current portion	66,562	121,062	-	14,336	20,776
Revenue bonds payable, net of current portion	-	19,610,247	-	-	-
Financed purchases, net of current portion	-	-	-	-	-
Notes payable, net of current portion	-	21,291,917	-	-	-
Advance from other funds	-	-	963,872	-	-
Total non-current liabilities	<u>66,562</u>	<u>41,023,226</u>	<u>963,872</u>	<u>14,336</u>	<u>20,776</u>
Total liabilities	<u>4,940,832</u>	<u>56,623,837</u>	<u>2,700,507</u>	<u>97,554</u>	<u>60,555</u>
NET POSITION					
Net investment in capital assets	528,315	155,914,556	2,637,076	2,205,172	-
Unrestricted	(265,265)	(3,321,251)	(2,659,444)	1,050,789	2,819,996
Total net position (deficit)	<u>\$ 263,050</u>	<u>\$ 152,593,305</u>	<u>\$ (22,368)</u>	<u>\$ 3,255,961</u>	<u>\$ 2,819,996</u>

Adjustment to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds.
Net position of business-type activities.

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

Totals	Internal Service Funds Total
\$ 4,285,688	\$ 930,216
4,138,460	29,020
4,186,141	-
534,721	4,472,144
672,438	550,961
1,588,189	-
<u>15,405,637</u>	<u>5,982,341</u>
15,555,587	97,670
191,765,266	10,178,551
606,739	-
<u>207,927,592</u>	<u>10,276,221</u>
<u>223,333,229</u>	<u>16,258,562</u>
1,947,128	2,110,220
36,801	28,728
288,000	17,000
3,086,491	-
-	470,297
12,787,003	6,016,501
42,487	-
1,492,785	-
2,653,818	-
<u>22,334,513</u>	<u>8,642,746</u>
222,736	20,650
19,610,247	-
-	1,355,289
21,291,917	-
963,872	4,966,349
<u>42,088,772</u>	<u>6,342,288</u>
<u>64,423,285</u>	<u>14,985,034</u>
161,285,119	8,450,635
(2,375,175)	(7,177,107)
158,909,944	<u>\$ 1,273,528</u>
(13,366,255)	
<u>\$ 145,543,689</u>	

CITY OF VALDOSTA, GEORGIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Sanitation Fund	Water/Sewer Revenue Fund	Department of Labor Building Fund	Stormwater Fund	Nonmajor Enterprise Funds
OPERATING REVENUES					
Charges for services	\$ 6,161,298	\$ 24,318,326	\$ 273,675	\$ 1,880,265	\$ 522,443
Permits	-	-	-	-	1,580,041
Intergovernmental	8,184,569	114,790	-	203,260	-
Other services	18,639	258,686	-	-	-
Total operating revenues	14,364,506	24,691,802	273,675	2,083,525	2,102,484
OPERATING EXPENSES					
Personnel services	2,553,643	5,858,928	-	894,068	829,389
Purchased or contracted services	10,302,218	2,792,037	173,462	252,434	148,028
Claims paid	-	-	-	-	-
Supplies	163,982	1,916,837	397	69,561	435,543
Travel and training	2,008	32,148	-	720	5,521
Miscellaneous	1,706,730	1,699,440	19,569	413,930	252,391
Depreciation	35,484	5,856,655	89,110	73,955	-
Total operating expenses	14,764,065	18,156,045	282,538	1,704,668	1,670,872
Operating income (loss)	(399,559)	6,535,757	(8,863)	378,857	431,612
NON-OPERATING INCOME (EXPENSES)					
Interest expense and fiscal charges	-	(1,004,955)	(512)	-	-
Gain (loss) on sale of capital assets	-	(2,334,643)	-	-	-
Total non-operating income (expenses)	-	(3,339,598)	(512)	-	-
Income (loss) before capital contributions and transfers	(399,559)	3,196,159	(9,375)	378,857	431,612
CAPITAL CONTRIBUTIONS	-	505,462	-	-	-
TRANSFERS					
Transfers out	(530,072)	(3,578,936)	(350,000)	(304,661)	(590,830)
Transfers in	-	-	-	-	252,652
Total transfers	(530,072)	(3,578,936)	(350,000)	(304,661)	(338,178)
Change in net position	(929,631)	122,685	(359,375)	74,196	93,434
Net position, beginning of year	1,192,681	152,470,620	337,007	3,181,765	2,726,562
Net position (deficit), end of year	\$ 263,050	\$ 152,593,305	\$ (22,368)	\$ 3,255,961	\$ 2,819,996

Adjustment to reflect the consolidation of Internal Service Fund activities related to Enterprise Funds.
Change in net position of business-type activities

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

Totals	Internal Service Funds Total
\$ 33,156,007	\$ 14,039,739
1,580,041	-
8,502,619	-
277,325	131,630
43,515,992	14,171,369
10,136,028	826,560
13,668,179	4,000,055
-	7,993
2,586,320	2,543,956
40,397	-
4,092,060	681,146
6,055,204	2,221,927
36,578,188	18,901,261
6,937,804	(4,729,892)
(1,005,467)	(74,217)
(2,334,643)	137,202
(3,340,110)	62,985
3,597,694	(4,666,907)
505,462	-
(5,354,499)	-
252,652	4,819,462
(5,101,847)	4,819,462
(998,691)	152,555
	1,120,973
	\$ 1,273,528
(1,295,551)	
\$ (2,294,242)	

CITY OF VALDOSTA, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Sanitation Fund	Water/Sewer Revenue Fund	Department of Labor Building Fund	Stormwater Fund	Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 6,700,543	\$ 28,662,375	\$ 753,675	\$ 1,679,806	\$ 1,931,304
Intergovernmental	8,184,569	114,790	-	203,260	-
Receipts from interfund services provided	-	-	-	-	-
Payments to suppliers	(11,941,992)	(7,299,857)	(188,019)	(739,938)	(840,113)
Payments to employees	(2,537,781)	(5,872,926)	-	(902,092)	(877,777)
Net cash provided by (used in) by operating activities	405,339	15,604,382	565,656	241,036	213,414
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers out	(530,072)	(3,578,936)	(350,000)	(304,661)	(590,830)
Transfers in	-	-	-	-	252,652
Net cash provided by (used in) noncapital financing activities	(530,072)	(3,578,936)	(350,000)	(304,661)	(338,178)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	-	(5,529,747)	-	-	-
Gain on sale of capital assets	-	71,956	-	-	-
Principal paid on revenue bonds	-	(2,857,366)	-	-	-
Principal paid on financed purchases	-	(3,038,267)	-	-	-
Principal paid on bonds	-	-	(216,000)	-	-
Interest paid	-	(1,004,955)	(4,526)	-	-
Net cash used in capital and related financing activities	-	(12,358,379)	(220,526)	-	-
Increase (decrease) in cash and cash equivalents	(124,733)	(332,933)	(4,870)	(63,625)	(124,764)
Cash and cash equivalents:					
Beginning of year	214,804	3,018,632	45,933	491,315	2,754,118
End of year	\$ 90,071	\$ 2,685,699	\$ 41,063	\$ 427,690	\$ 2,629,354
Classified as:					
Cash and cash equivalents	\$ 83,971	\$ 1,103,610	\$ 41,063	\$ 427,690	\$ 2,629,354
Restricted assets, cash	6,100	1,582,089	-	-	-
	\$ 90,071	\$ 2,685,699	\$ 41,063	\$ 427,690	\$ 2,629,354

(Continued)

Totals	Internal Service Funds Total
\$ 39,727,703	\$ -
8,502,619	-
-	14,482,458
(21,009,919)	(15,622,554)
(10,190,576)	(830,918)
<u>17,029,827</u>	<u>(1,971,014)</u>
(5,354,499)	-
<u>252,652</u>	<u>4,819,462</u>
<u>(5,101,847)</u>	<u>4,819,462</u>
(5,529,747)	(2,252,897)
71,956	137,202
(2,857,366)	-
(3,038,267)	(455,340)
(216,000)	-
<u>(1,009,481)</u>	<u>(74,217)</u>
<u>(12,578,905)</u>	<u>(2,645,252)</u>
(650,925)	203,196
<u>6,524,802</u>	<u>727,020</u>
<u>\$ 5,873,877</u>	<u>\$ 930,216</u>
\$ 4,285,688	\$ 930,216
1,588,189	-
<u>\$ 5,873,877</u>	<u>\$ 930,216</u>

CITY OF VALDOSTA, GEORGIA

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Sanitation Fund	Water/Sewer Revenue Fund	Department of Labor Building Fund	Stormwater Fund	Nonmajor Enterprise Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ (399,559)	\$ 6,535,757	\$ (8,863)	\$ 378,857	\$ 431,612
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	35,484	5,856,655	89,110	73,955	-
(Increase) decrease in assets and deferred outflows of resources:					
Accounts receivable	(23,319)	(666,696)	-	2,801	58,869
Due from other governments	(3,756,075)	(114,790)	-	(203,260)	(30,049)
Inventories	-	23,126	-	-	-
Due from other funds	-	-	-	-	(200,000)
Increase (decrease) in liabilities and deferred inflows of resources:					
Accounts payable	232,946	(876,067)	5,409	(3,293)	(22,824)
Accrued liabilities	16,591	(20,452)	-	(8,024)	(24,194)
Customer deposits	-	66,849	-	-	-
Due to other funds	4,300,000	4,800,000	480,000	-	-
Deferred inflows of resources - pension and OPEB	(729)	-	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 405,339</u>	<u>\$ 15,604,382</u>	<u>\$ 565,656</u>	<u>\$ 241,036</u>	<u>\$ 213,414</u>
Noncash investing, capital and financing activities:					
Capital contributions	\$ -	\$ 505,462	\$ -	\$ -	\$ -
Net noncash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ 505,462</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Concluded)

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

<u>Totals</u>	<u>Internal Service Funds Total</u>
\$ 6,937,804	\$ (4,729,892)
6,055,204	2,221,927
(628,345)	(5,195)
(4,104,174)	-
23,126	(151,775)
(200,000)	(2,837,303)
(663,829)	381,995
(36,079)	(4,358)
66,849	-
9,580,000	3,153,587
(729)	-
<u>\$ 17,029,827</u>	<u>\$ (1,971,014)</u>
\$ 505,462	\$
<u>\$ 505,462</u>	<u>\$ -</u>

CITY OF VALDOSTA, GEORGIA

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2024**

		<u>Custodial Funds</u>
		<u>Total</u>
ASSETS		
Cash		\$ 144,752
Investments		7,408
Total assets		<u>152,160</u>
NET POSITION		
Restricted for individuals, organizations, and other governments		<u>\$ 152,160</u>

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

CITY OF VALDOSTA, GEORGIA

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

		<u>Custodial Funds</u>
		<u>Total</u>
ADDITIONS		
Fines and fees collected		\$ 62,525
Total additions		<u>62,525</u>
DEDUCTIONS		
Fines and fees disbursed		<u>67,203</u>
Total deductions		<u>67,203</u>
Change in net position		(4,678)
Net position, beginning of the year		<u>156,838</u>
Net position, end of the year		<u><u>\$ 152,160</u></u>

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

NOTES TO FINANCIAL STATEMENTS

CITY OF VALDOSTA, GEORGIA

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Valdosta, Georgia (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) as applied to government units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. The Financial Reporting Entity

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), and Public Works (Streets, Sanitation, Water, Sewer, and Stormwater).

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City (the “Primary Government”) and one component unit. The component unit discussed below is included in the City's reporting entity because of the significance of its operational and financial relationship with the City.

In conformity with generally accepted accounting principles, as set forth in the Statement of GASB No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, as amended, the component unit's financial statements have been included as a blended component unit.

Blended Component Unit

The Central Valdosta Development Authority (“the 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, and only maintains a general fund. 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 Authority provision of services is not limited entirely, or almost entirely, to the primary government nor does it only benefit the primary government. The debt of the Authority is paid substantially from City resources. Therefore, the City concluded in accordance with GASB 61 that the Authority should be included in the financial reporting entity by blended presentation. Separate financial statements are not available from the Authority.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Financial Reporting Entity (Continued)

Related Organizations

The City 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, Valdosta Housing Board of Adjustments and Appeals, Lowndes County Board of Health, Community Development Block Grant Advisory Committee, the Valdosta-Lowndes County Parks & Recreation Authority, the Metropolitan Planning Organization Citizen's Advisory Committee, the Animal Control Board, Downtown Development Authority, Central Valdosta Development Authority, the Public Art Advisory Committee, and the Fair Housing Committee. The City's accountability for these organizations does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the City. *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.

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

Separate financial statements are provided for Governmental Funds, Proprietary Funds, And Fiduciary Funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual Enterprise Funds are reported as separate columns in the fund financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Intergovernmental revenues received but not earned are recorded as unearned revenues.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis* of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 31 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, are recorded only when payment is due and compensated absences are recorded only when payment is made.

Property taxes levied and due for the current year are considered available and are therefore recognized as revenues. 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 unearned revenues.

The City reports the following major governmental funds:

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

The **Federal Covid Relief Fund** is a special revenue that accounts for the federal covid relief funds.

The **Sales Tax 2013 Fund** accounts for capital projects of the City from resources provided by the 2013 special Lowndes County 1% sales and use tax.

The **Sales Tax 2019 Fund** accounts for capital projects of the City from resources provided by the 2019 special Lowndes County 1% sales and use tax.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The ***Airport Development Fund*** is a Special Revenue Fund that accounts 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.

The ***Central Valdosta Development Authority*** accounts for the operations of the City's blended component unit.

The City reports the following major proprietary funds:

The ***Sanitation Fund*** accounts for the activities of the City's solid waste management operations. All activities necessary to provide such services are accounted for in this fund.

The ***Water and Sewer Revenue Fund*** accounts for the provision of water and sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

The ***DOL Building Fund*** accounts 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.

The ***Stormwater Fund*** accounts for revenues and expenses relating to the stormwater services provided to the residents of the City. All activities necessary to provide such services are accounted for in this fund.

Additionally, the City reports the following fund types:

The ***Special Revenue Funds*** account for revenue sources that are legally restricted to expenditures for specific purposes.

The ***Capital Projects Fund*** accounts for the acquisition of capital assets and construction or improvement of major capital projects such as construction of new roads.

The ***Permanent Funds*** are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting of the City's programs.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The ***Internal Service Funds*** are used to account for the City's payroll as well as the rental of motor vehicles and equipment to other departments and related costs of the City, on a cost reimbursement basis.

The ***Custodial Funds*** are used to account for the collection and disbursement of monies on behalf of other governments and individuals.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's sanitation, water and sewer, building maintenance and stormwater function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services provided. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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 and Cash Equivalents

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. Deposits and 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, 2024.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 a deferred inflow of resources – unavailable revenue.
2. 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 after allowing for troubled customers at a graduated scale based on age. Services performed by various departments are recognized as revenue when they are measured and assured of collection within the current paying cycle of the City. That which is earned, but not collected within 31 days of year end, 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, 2024. 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Receivables (Continued)

3. Second mortgages receivable – The amount owed to the City from loans made to homeowners on Urban Development Action Grant (“UDAG”) and Community Development Block Grant (“CDBG”) Community Home Investment Program (“CHIP”) grants.
4. Special assessments receivable – both principal 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, 2024.

H. Due from Other Governments and 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 to Other Funds and Advance to and from 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, 2024, balances of interfund amounts receivable or payable have been recorded. To the extent that these balances are between Governmental Funds, they have been eliminated on the Statement of Net Position.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. 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 2019 Fund, which is valued at cost FIFO, consists of wetland credits held for construction.

K. Prepaid Expenditures

Payments made to various vendors for items or services for a future period(s) beyond June 30, 2024, are recorded as prepaid expenditure/expenses. The fund balances in the governmental fund types attributable to prepaid expenditures are classified as nonspendable. This reflects the amount of fund balance not currently available for expenditure.

L. 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 position are available. The restricted assets listed in the Proprietary Funds are for the utility billing customer deposits held on account.

M. 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 recorded at acquisition value if donated. Intangible assets are amortized over their estimated useful lives.

N. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Capital Assets (Continued)

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the City chose to include all such items regardless of their acquisition date or amount. The City was able to estimate the historical cost for the initial reporting of these assets through back trending. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. Major outlays for capital assets and major improvements are capitalized as projects are constructed.

Depreciation is provided on the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Life</u>
Water System	30 – 50 years
Sewer System	30 – 50 years
Buildings	15 – 50 years
Equipment	5 – 10 years
Motor Vehicles	1 – 5 years
Infrastructure	10 – 20 years
Land Improvements	30 – 50 years

O. Long-Term Liabilities

Long-term liabilities for Georgia Environmental Finance Authority (“GEFA”) borrowings and revenue bonds are recorded in the Enterprise Funds. Principal and accrued interest are recorded as liabilities. Principal and interest payments are deducted from the liability as made. A long-term liability has been recorded in the government wide statements for a financed purchase. See Note 6 for additional information.

P. 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, 2024 has been recorded in the government wide statements representing the City’s commitment to fund such costs from future operations.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Fund Equity

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

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

Fund balances are classified as follows:

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either: a) not in spendable form (i.e., items that are not expected to be converted to cash), or b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the City Commission through the adoption of a resolution. Only the City Commission may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the City’s intent to be used for specific purposes but are neither restricted nor committed. Through resolution, the City Commission has authorized the City’s Chief Financial Officer, Finance Director, or Director of Administrative Services to assign fund balances.
- **Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Fund Equity (Continued)

Fund Balance (Continued) –

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

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

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

R. Use of Estimates

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has four items that qualify for reporting in this category, which are items related to the City's Retirement and OPEB Plans and are reported in the government-wide and proprietary fund Statements of Net Position. The net difference between projected and actual earnings on pension plan investments is deferred and amortized against pension expense over a five-year period, resulting in recognition as deferred inflows of resources. Experience differences result from periodic studies by the City's actuary, which adjust the net pension liability and the total OPEB liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience differences are recorded as deferred outflows of resources and are amortized into pension and OPEB expense over the expected remaining service lives of the plan members. Changes in actuarial assumptions, which adjust the net pension liability and total OPEB liability, are also recorded as deferred outflows of resources, and are amortized into pension and OPEB expense over the expected remaining service lives of plan members. Additionally, any contributions made by the City to the pension and OPEB plan, before year-end but subsequent to the measurement date of the City's net pension liability and total OPEB liability, are reported as deferred outflows of resources. These contributions will reduce the pension and OPEB liabilities in future years.

In addition to liabilities, the Statement of Net Position and the Governmental Funds Balance Sheet reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category, one of which arises only under the modified accrual basis of accounting. Accordingly, the item, *unavailable revenue*, is reported only in the Governmental Funds Balance Sheet. The governmental funds report unavailable revenues from property taxes and intergovernmental revenues and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. The other two items relate to the City's Retirement and OPEB Plan and are reported in the government-wide and Proprietary Fund Statements of Net Position. Changes in actuarial assumptions, which adjust the total OPEB liability, are also recorded as deferred inflows of resources and are amortized into OPEB expense over the expected remaining service lives of plan members. In addition, the differences between expected and actual experience for the City's Retirement and OPEB plan are deferred and amortized against pension and OPEB expense over a four-year period, resulting in recognition as a deferred inflow of resources.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

T. Pensions and OPEB

For purposes of measuring the net pension liability, total OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, pension expense and OPEB expense, information about the fiduciary net position of the City of Valdosta Retirement Plan (the "Retirement Plan") and City of Valdosta Other Post-Employment Benefits Plan (the "OPEB Plan") and additions to/deductions from the Retirement and OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the respective plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

U. Tax Abatement Agreements

During the year ended June 30, 2017, the City implemented GASB Statement No. 77, Tax Abatement Disclosures. This statement requires the City to disclose information for any tax abatement agreements, either entered into by the City, or agreements entered into by other governments that reduce the City's tax revenues. As of June 30, 2024, the City did not have any such agreements, either entered into by the City or by other governments that exceeded the quantitative threshold for disclosure.

NOTE 2. DEPOSITS AND INVESTMENTS

Total deposits and investments as of June 30, 2024 are summarized as follows:

Amounts as presented on the entity-wide Statement of Net Position:

Cash and cash equivalents	\$ 48,296,029
Restricted cash and cash equivalents	1,588,189

Amounts as presented on the fiduciary Statement of Net Position:

Cash and cash equivalents - Custodial Fund	144,752
Investments - Custodial Fund	7,408

Total	<u>\$ 50,036,378</u>
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Cash deposited with financial institutions	<u>\$ 50,036,378</u>
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A. DEPOSITS

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2024, the City did not have any deposits which were uninsured and under collateralized as defined by GASB pronouncements.

NOTES TO FINANCIAL STATEMENTS

NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

A. DEPOSITS (CONTINUED)

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 1.

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, 2024 meet the City’s investment policy restrictions.

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.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 2. DEPOSITS AND INVESTMENTS (CONTINUED)

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.

<u>Form of Deposit</u>	<u>Amount</u>
Certificate of Deposit	<u>\$ 7,408</u>
Total	<u><u>\$ 7,408</u></u>

NOTES TO FINANCIAL STATEMENTS

NOTE 3. RECEIVABLES

A. Accounts Receivable

Receivables as of June 30, 2024, including the applicable allowances for uncollectible accounts, are as follows:

	General	Sales Tax 2019	Airport Development	Nonmajor Governmental	Federal COVID Relief
Receivables:					
Taxes	\$ 1,700,912	\$ 1,328,221	\$ -	\$ 520,811	\$ -
Accounts	1,513,424	-	6,043	325,471	-
Notes	2,400,000	-	-	-	-
Second mortgages	-	-	-	2,025,356	-
Special assessments	45,387	-	-	-	-
Intergovernmental	1,078,345	-	493,735	989,832	596,672
Gross receivables	6,738,068	1,328,221	499,778	3,861,470	596,672
Less: allowance for uncollectibles	(894,870)	-	-	-	-
Net total receivables	<u>\$ 5,843,198</u>	<u>\$ 1,328,221</u>	<u>\$ 499,778</u>	<u>\$ 3,861,470</u>	<u>\$ 596,672</u>

	Sanitation	Water/Sewer Revenue	Stormwater	Nonmajor Enterprise	Internal Service Fund
Receivables:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts	1,000,020	3,837,665	236,120	21,148	29,020
Notes	-	-	-	-	-
Second mortgages	-	-	-	-	-
Special assessments	-	-	-	-	-
Intergovernmental	3,838,042	114,790	203,260	30,049	-
Gross receivables	4,838,062	3,952,455	439,380	51,197	29,020
Less: allowance for uncollectibles	(252,566)	(650,479)	(53,448)	-	-
Net total receivables	<u>\$ 4,585,496</u>	<u>\$ 3,301,976</u>	<u>\$ 385,932</u>	<u>\$ 51,197</u>	<u>\$ 29,020</u>

B. Property Taxes

The City's property taxes were levied on September 15, 2023, (levy date) based upon property values assessed as of January 1, 2023. The billings were payable on or before November 15, 2023, for the calendar year 2023. Property tax revenues are recognized when levied to the extent they result in current receivables. The City does maintain an allowance for uncollectible property taxes. At June 30, 2024, the allowance for uncollectible property taxes was \$197,789.

The tax rate levied during calendar year 2023 for the City's operations was 6.947 mills (mill equals \$1 per thousand dollars of assessed value). The tax rate levied during calendar year 2023 for the Central Valdosta Development Authority's operations was 5.00 mills (mill equals \$1 per thousand dollars of assessed value).

NOTES TO FINANCIAL STATEMENTS

NOTE 4. INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2024 are as follows:

Due From	Due To					Total
	General	Nonmajor Governmental	Stormwater	Nonmajor Enterprise	Internal Service	
General	\$ -	\$ 750,000	\$ 334,721	\$ 200,000	\$ 4,472,144	\$ 5,756,865
Federal COVID Relief	500,000	-	-	-	-	500,000
Sales Tax 2019	235,553	103,789	-	-	-	339,342
CVDA	5,117	-	-	-	-	5,117
Nonmajor governmental	1,364,421	11,375	-	-	-	1,375,796
Water/sewer revenue	6,800,000	-	-	-	-	6,800,000
Sanitation	4,300,000	-	-	-	-	4,300,000
DOL Building	1,687,003	-	-	-	-	1,687,003
Internal service	6,016,501	-	-	-	-	6,016,501
Total	<u>\$ 20,908,595</u>	<u>\$ 865,164</u>	<u>\$ 334,721</u>	<u>\$ 200,000</u>	<u>\$ 4,472,144</u>	<u>\$ 26,780,624</u>

Advance From

Advance To	General
Nonmajor governmental	\$ 30,000
DOL Building	963,872
Internal service	4,966,349
Total	<u>\$ 5,960,221</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4. INTERFUND BALANCES AND TRANSFERS (CONTINUED)

Interfund receivables and payables result from timing differences related to payroll and other year-end transactions which normally clear within one to two months.

The above analyses include advances from General Fund to the HUD Fund in the amount of \$30,000 and from the General Fund to the Department of Labor Fund in the amount of \$963,872, and the Motor Pool Fund in the amount of \$4,966,349. Advances are long term in nature and are not expected to be repaid with one year. All advances are to provide operating capital.

Interfund transfers for the year ended June 30, 2024 consisted of the following:

Transfer From	Transfer To				Total
	General	Nonmajor Governmental	Nonmajor Enterprise	Internal Service	
General Fund	\$ -	\$ -	\$ 252,652	\$ 3,481,372	\$ 3,734,024
Federal COVID Relief	2,400,000	-	-	-	2,400,000
Nonmajor governmental	-	569,287	-	-	569,287
Sanitation	146,500	-	-	383,572	530,072
Water/sewer revenue	2,831,644	-	-	747,292	3,578,936
DOL Building	350,000	-	-	-	350,000
Stormwater	200,000	-	-	104,661	304,661
Nonmajor enterprise	488,265	-	-	102,565	590,830
Total	<u>\$ 6,416,409</u>	<u>\$ 569,287</u>	<u>\$ 252,652</u>	<u>\$ 4,819,462</u>	<u>\$ 12,057,810</u>

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

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 77,109,294	\$ -	\$ -	\$ -	\$ 77,109,294
Construction in progress	5,358,961	775,508	-	(3,526,794)	2,607,675
Total capital assets, not being depreciated	82,468,255	775,508	-	(3,526,794)	79,716,969
Capital assets, being depreciated:					
Land improvements	13,758,475	216,662	-	(176,725)	13,798,412
Buildings	29,127,947	-	(1,575,626)	3,526,794	31,079,115
Equipment	8,437,848	480,635	-	(328,737)	8,589,746
Motor vehicles	27,566,423	2,078,662	-	-	29,645,085
Infrastructure	108,887,088	-	-	-	108,887,088
Total capital assets, being depreciated	187,777,781	2,775,959	(1,575,626)	3,021,332	191,999,446
Less accumulated depreciation for:					
Land improvements	(8,901,350)	(409,902)	-	-	(9,311,252)
Buildings	(13,573,055)	(615,053)	1,339,733	-	(12,848,375)
Equipment	(7,200,761)	(313,848)	-	-	(7,514,609)
Motor vehicles	(18,370,758)	(2,133,430)	-	-	(20,504,188)
Infrastructure	(96,705,653)	(1,485,796)	-	-	(98,191,449)
Total accumulated depreciation	(144,751,577)	(4,958,029)	1,339,733	-	(148,369,873)
Total capital assets, being depreciated, net	43,026,204	(2,182,070)	(235,893)	3,021,332	43,629,573
Governmental activities capital assets, net	\$ 125,494,459	\$ (1,406,562)	\$ (235,893)	\$ (505,462)	\$ 123,346,542

Internal Service Funds predominantly serve the governmental funds. Accordingly, capital assets are included as part of the above totals for governmental activities. At year-end, \$10,276,221 of Internal Service Fund's capital assets are included in the above amounts.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 3,038,403	\$ -	\$ -	\$ -	\$ 3,038,403
Construction in progress	7,070,267	5,446,917	-	-	12,517,184
Total capital assets, not being depreciated	10,108,670	5,446,917	-	-	15,555,587
Capital assets, being depreciated:					
Land improvements	164,494,687	22,865	(71,956)	176,725	164,622,321
Buildings	105,075,769	-	-	-	105,075,769
Equipment	15,338,315	59,965	(2,392,533)	328,737	13,334,484
Intangibles	1,161,791	-	-	-	1,161,791
Total capital assets, being depreciated	286,070,562	82,830	(2,464,489)	505,462	284,194,365
Less accumulated depreciation for:					
Land improvements	(51,116,102)	(3,259,539)	-	-	(54,375,641)
Buildings	(28,080,903)	(2,095,634)	-	-	(30,176,537)
Equipment	(6,111,619)	(661,398)	57,890	-	(6,715,127)
Intangibles	(516,422)	(38,633)	-	-	(555,055)
Total accumulated depreciation	(85,825,046)	(6,055,204)	57,890	-	(91,822,360)
Total capital assets, being depreciated, net	200,245,516	(5,972,374)	(2,406,599)	505,462	192,372,005
Business-type activities capital assets, net	\$ 210,354,186	\$ (525,457)	\$ (2,406,599)	\$ 505,462	\$ 207,927,592

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions/programs of the Primary Government as follows:

Governmental activities:				
General government		\$	2,374,695	
Public safety			342,551	
Public works			18,856	
Capital assets held by the City's Internal Service Funds are charged to the various functions based on their usage of the assets				2,221,927
Total depreciation expense - governmental activities		\$	4,958,029	
Business-type activities:				
Sanitation		\$	35,484	
Water and Sewer Revenue			5,856,655	
DOL Building			89,110	
Stormwater			73,955	
Total depreciation expense - business-type activities		\$	6,055,204	

NOTE 6. LONG-TERM DEBT

A. Bonds

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, 2024, the limit for the City was \$211,950,909.

B. Revenue Bonds

The City entered into an obligation with Synovus to issue the Water & Sewerage Revenue Refunding Bonds, Series 2020 in order to pay in full six GEFA loans. The debt is secured by a pledge of and charge or lien on the Net Revenues of the water and sewer system of the City.

Description	Original Amount	Interest Rate	Due Date	Amount
Water & Sewerage Revenue Refunding Bonds, Series 2020	\$ 32,134,000	0.94%	2033	\$ 22,264,065
		Less current portion		(2,653,818)
				<u>\$ 19,610,247</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

B. Revenue Bonds (Continued)

The revenue bonds payable debt service requirements to maturity, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2025	\$ 3,135,811	\$ 2,653,818	\$ 481,993
2026	3,135,811	2,715,235	420,576
2027	3,135,811	2,778,073	357,738
2028	3,135,811	2,842,366	293,445
2029	3,135,811	2,908,147	227,664
2030 – 2033	8,656,493	8,366,426	290,067
	<u>\$ 24,335,548</u>	<u>\$ 22,264,065</u>	<u>\$ 2,071,483</u>

C. Other Long-Term Debt

The Water/Sewer Revenue Fund has incurred debt to GEFA to finance water and sewer projects. These notes are as follows at June 30, 2024:

Description	Original Amount	Interest Rate	Due Date	Amount
Water/Sewer GEFA Loan	\$ 37,767,770	1.40%	2028	\$ 7,977,181
Water/Sewer GEFA Loan	10,551,369	2.39%	2038	6,109,701
Water/Sewer GEFA Loan	5,509,187	2.39%	2040	4,607,181
Water/Sewer GEFA Loan	5,956,777	0.94%	2043	5,684,345
				<u>24,378,408</u>
		Less current portion		<u>(3,086,491)</u>
				<u>\$ 21,291,917</u>

The other long-term debt service requirements to maturity, including interest, are as follows:

Fiscal Year Payable	Total	Principal	Interest
2025	\$ 3,504,592	\$ 3,086,491	\$ 418,101
2026	3,504,589	3,135,980	368,609
2027	3,243,314	2,924,966	318,348
2028	1,338,410	1,053,752	284,658
2029	1,338,410	1,075,110	263,300
2030 – 2034	6,692,049	5,713,027	979,022
2035 – 2039	6,138,055	5,764,625	373,430
2040 – 2043	1,653,670	1,624,457	29,213
	<u>\$ 27,413,089</u>	<u>\$ 24,378,408</u>	<u>\$ 3,034,681</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

D. Financed Purchases

The City has entered into several purchase agreements for the acquisition of various equipment. The agreements qualify as financed purchases for accounting purposes (titles transfer at the end of the agreement term) . These agreements are being serviced by the General Fund and Motor Pool Fund payments with annual interest rates varying from 2.73% to 3.74%.

The debt service requirements for all financed purchases are as follows:

<u>Fiscal Year Payable</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 620,678	\$ 555,007	\$ 65,671
2026	534,258	485,757	48,501
2027	311,790	279,269	32,521
2028	311,790	289,714	22,076
2029	304,598	293,357	11,241
	<u>\$ 2,083,114</u>	<u>\$ 1,903,104</u>	<u>\$ 180,010</u>

E. Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2024 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Financed purchases	\$ 2,447,182	\$ -	\$ (544,078)	\$ 1,903,104	\$ 555,007
Net pension liability	65,284,342	9,923,411	(13,769,279)	61,438,474	-
Total OPEB liability	33,167,937	1,303,890	(1,273,779)	33,198,048	724,596
Compensated absences	1,800,607	2,063,127	(1,800,606)	2,063,128	1,378,000
Governmental activity					
Long-term liabilities	<u>\$ 102,700,068</u>	<u>\$ 13,290,428</u>	<u>\$ (17,387,742)</u>	<u>\$ 98,602,754</u>	<u>\$ 2,657,603</u>
Business-type activities:					
Revenue bonds	\$ 25,121,431	\$ -	\$ (2,857,366)	\$ 22,264,065	\$ 2,653,818
Bonds payable	216,000	-	(216,000)	-	-
Notes payable	27,416,675	-	(3,038,267)	24,378,408	3,086,491
Compensated absences	540,361	510,728	(540,353)	510,736	288,000
Business-type activities					
Long-term liabilities	<u>\$ 53,294,467</u>	<u>\$ 510,728</u>	<u>\$ (6,651,986)</u>	<u>\$ 47,153,209</u>	<u>\$ 6,028,309</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 6. LONG-TERM DEBT (CONTINUED)

E. Changes in Long-Term Liabilities (Continued)

Internal Service Funds predominantly serve the governmental funds. Accordingly, long-term liabilities are included as part of the above totals for governmental activities. At year-end, \$1,863,236 of Internal Service Fund's compensated absences and financed purchases are included in the above amounts. Also, the compensated absences, pension liabilities and OPEB liabilities are substantially liquidated by the General Fund.

NOTE 7. PENSION PLAN

A. Plan Description

The City, as authorized by the City Commission, has established a non-contributory defined benefit pension plan, the City of Valdosta Retirement Plan ("Retirement Plan"), covering substantially all of the City's employees. The City's pension plan is administered through the Georgia Municipal Employee Benefit System ("GMEBS"), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Retirement Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are provided by the Retirement Plan whereby retirees receive between 1% and 2% multiplied by the average of the five highest years of regular earnings multiplied by the total credited years of service. The City Commission, in its role as the Retirement Plan sponsor, has the governing authority to establish and amend from time to time, the benefits provided and the contribution rates of the City and its employees. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained at www.gmanet.com or by writing to:

Georgia Municipal Association
Risk Management and Employee Benefit Services
201 Pryor Street, NW
Atlanta, Georgia 30303 or by calling (404) 688-0472

Plan Membership. As of January 1, 2024, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	375
Inactive plan members entitled to, but not receiving benefits	120
Active plan members	524
	<u>1,019</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

A. Plan Description (Continued)

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Retirement Plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the Retirement Plan. The funding policy for the Retirement Plan, as adopted by the City Commission, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members, as determined by the City Commission. City contributions to the Retirement Plan were \$7,063,043 for the year ended June 30, 2024.

B. Net Pension Liability of the City

The City's net pension liability was measured as of September 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2024, with updated procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2023.

Actuarial Assumptions. The total pension liability in the January 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.25%, plus service based merit increases
Investment rate of return	7.375%

Mortality rates were based on the gender-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with rates multiplied by 1.25.

The actuarial assumptions used in the January 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2015 – June 30, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Actuarial Assumptions (Continued). The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2023 are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	45%	6.91%
International equity	20%	7.21
Domestic fixed income	20%	1.61
Real estate	10%	3.61
Global fixed income	5%	1.67
Cash	-%	
Total	<u>100%</u>	

* Rates shown are net of the 2.25% assumed rate of inflation.

Discount Rate. The discount rate used to measure the total pension liability was 7.375%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Changes in the Net Pension Liability of The City Pension Plan. The changes in the components of the net pension liability of the City for the year ended June 30, 2024 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Beginning Balance	114,477,301	\$ 49,192,959	\$ 65,284,342
Changes for the year:			
Service cost	1,541,201	-	1,541,201
Interest	8,262,769	-	8,262,769
Differences between expected and actual experience	(1,248,351)	-	(1,248,351)
Contributions – employer	-	5,315,891	(5,315,891)
Contributions – employee	-	644,482	(644,482)
Net investment income	-	6,560,555	(6,560,555)
Benefit payments, including refunds of employee contributions	(7,961,909)	(7,961,909)	-
Administrative expense	-	(119,441)	119,441
Net changes	593,710	4,439,578	(3,845,868)
Ending Balance	\$ 115,071,011	\$ 53,632,537	\$ 61,438,474

The required Schedule of Changes in the City's Net Pension Liability and Related Ratios immediately following the notes to the financial statements presents multi-year trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

B. Net Pension Liability of the City (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the City, calculated using the discount rate of 7.375%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.375%) or 1-percentage-point higher (8.375%) than the current rate:

	1% Decrease (6.375%)	Current Discount Rate (7.375%)	1% Increase (8.375%)
Total net pension liability	\$ 74,063,136	\$ 61,438,474	\$ 50,854,933

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 a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2023, and the current sharing pattern of costs between employer and employee.

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

For the year ended June 30, 2024, the City recognized pension expense of \$10,269,449. At June 30, 2024, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	\$ 5,348,686	\$ (936,264)
Net difference between projected and actual earnings on pension plan investments	2,343,180	-
Contributions subsequent to the measurement date	6,291,116	-
Total	<u>\$ 13,982,982</u>	<u>\$ (936,264)</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 7. PENSION PLAN (CONTINUED)

C. Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions (Continued)

Contributions subsequent to the measurement date are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	
2025	\$ 2,136,314
2026	2,261,393
2027	2,960,052
2028	(602,157)
Total	<u>\$ 6,755,602</u>

NOTE 8. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY

A. Excess of Expenditures Over Appropriations

The following General Fund departments and Special Revenue Funds had actual expenditures in excess of appropriations for the year ended June 30, 2024:

General Fund:	
Administration department:	\$ (135,842)
Human resources department:	(1,936)
Engineering department	(145,705)
Federal COVID Relief Fund:	
General government	(899,632)
Airport Development Fund:	
Housing and economic development	(37,849)
Capital outlay	(121,278)
Confiscated Assets Fund:	
Public safety	(506)
GA DCA 2016-116 Fund:	
Economic development and assistance	(32,040)
Accommodations Fund:	
General government	(89,055)
Sales Tax 2013 Fund:	
Capital outlay	(1,041,556)

These over expenditures were funded by greater than anticipated revenues.

NOTES TO FINANCIAL STATEMENTS

NOTE 8. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY (CONTINUED)

B. Deficit Fund Balance and Net Position

The following funds had deficit fund balances/net position at June 30, 2024:

Federal COVID Relief Fund	\$ (596,094)
Transit Grant Fund	(480,844)
Department of Labor Building Fund	(22,368)
Group Insurance Fund	(647)

The net position deficit in the Group Insurance Fund and Department of Labor Building Fund will be reduced through transfers in the next fiscal year. The fund deficit in the Federal COVID Relief Fund will be reduced through intergovernmental revenues. The fund deficit in the Transit Grant Fund will be reduced through intergovernmental revenues and Transportation Special Purpose Local Option Sales Tax ("TSPLOST") Fund transfers.

NOTE 9. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation 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 Great-West Retirement Services. The City 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 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.

For the year ended June 30, 2024 the City's contribution to this plan was \$0.

NOTES TO FINANCIAL STATEMENTS

NOTE 10. JOINT VENTURES

Under Georgia law, the City, in conjunction with other cities and counties in the 10-county west central Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During its year ended June 30, 2024, the City paid \$90,899 in such dues. Membership in a Regional Commission ("RC") is required by the O.C.G.A. §50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. §50-8-39.1, provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

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

NOTE 11. COMMITMENTS AND CONTINGENCIES

A. Litigation

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.

B. Grants from Governments

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

NOTE 12. 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, 2024, there is no known liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 12. RISK MANAGEMENT (CONTINUED)

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 \$150,000 per aggregate individual claim are insured by a private insurance company. The plan is administered by the Plan Administrator, with BAS, 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. Due to the lag time between expenses being incurred and claims submitted for payment there is a liability at June 30, 2024, against the self-insurance fund. This incurred but not reported ("IBNR") liability is estimated to be \$1,500,000. This number was calculated by analyzing the plan's payment lag and projecting the resulting trend into the next fiscal year.

	Unpaid claims, beginning balance	Incurred claims (including IBNR's)	Claim payments	Unpaid claims, ending balance
June 30, 2023	\$ 1,268,381	\$ 5,015,554	\$ (5,468,804)	\$ 815,131
June 30, 2024	815,131	8,130,777	(7,407,628)	1,538,280

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 fair 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POST EMPLOYMENT BENEFITS

A. Plan Administration and Benefits

The City Other Post-Employment Benefits Plan (the "OPEB Plan") is an agent multiple-employer OPEB Plan administered by the Georgia Municipal Association ("GMA"), which includes retirees from the City. 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, as of July 1, 2009, for retiree is \$165 and the cost for retiree plus spouse is \$280. Employees who retire receive the same group health insurance benefits as active employees. Effective September 1, 2009, Medicare eligible employees are converted to a third party plan at which time Medicare assigns the subsidy and rights to pay claims to the third party plan provider. At June 30, 2023, 164 retirees participated in the plan, paying a monthly premium of \$77 - \$280. However, their dental is the same group coverage as active employees. The OPEB Plan is a defined benefit postretirement health care, prescription drug, dental and life insurance plan. The OPEB Plan is administered through the GMEBS, an agent-multiple employer OPEB Plan administered by GMA. There are no assets accumulated in a trust that meet the criteria of GASB codification P22.133-.136 or P52.131-.138.

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. Retirees who retired before July 1, 2009 with twenty-five years of continuous service are eligible for health insurance paid by the City. All other retirees must pay a monthly premium of \$77 - \$280 to participate in the plan. The plan is administered by the Plan Administrator, with United American, 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 contributed \$537,788 to the OPEB Plan.

Plan Membership. The following schedule (derived from the most recent actuarial valuation report) reflects membership for the post-retirement benefit plan as of the latest actuarial valuation at January 1, 2022:

Inactive plan members or beneficiaries currently receiving benefits	191
Active plan members	527
Total	<u>718</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

B. Contributions

The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the OPEB Plan's actuary. For fiscal year 2024, the City contributed \$537,787 to the OPEB Plan. OPEB Plan members receiving benefits are not required to contribute to the OPEB Plan.

C. Total OPEB Liability of the City

The City's total OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation as of January 1, 2022 with the actuary using standard techniques to roll forward the liability (asset) to the measurement date.

Actuarial assumptions. The total OPEB liability in the January 1, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate:	3.65%
Healthcare Cost Trend Rate:	
Non-medicare health	7.66% graded each year to an ultimate rate of 4.50%
Medicare advantage	4.50%
Dental	3.00%
Inflation Rate:	2.25%
Participation rate:	50.00% for employees and 25.00% for spouses

Mortality rates were based on the Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with adjustments and mortality improvements from 2012.

The actuarial assumptions used in the January 1, 2022 valuation were based on the results of an actuarial experience study for the period from January 1, 2015 – June 30, 2019.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

C. Total OPEB Liability of the City (Continued)

Discount Rate. The discount rate used to measure the total OPEB liability was 3.65%. This rate was determined using an index rate of 20-year, tax-exempt general obligation ("GO") municipal bonds with an average rating of AA or higher – which was 3.65% as determined by the Bond Buyer 20-Bond GO Index Rate as of June 30, 2023.

Changes in the Total OPEB Liability of the City. The changes in the components of the total OPEB liability of the City for the year ended June 30, 2024 were as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a) - (b)
Beginning Balance	\$ 33,167,937	\$ -	\$ 33,167,937
Changes for the year:			
Service cost	627,771	-	627,771
Interest	1,183,654	-	1,183,654
Differences between expected and actual experience	(507,535)	-	(507,535)
Assumption changes	(549,183)	-	(549,183)
Contributions - employer	-	724,596	(724,596)
Benefit payments, net of retiree contributions	(724,596)	(724,596)	-
Net changes	30,111	-	30,111
Ending Balance	\$ 33,198,048	\$ -	\$ 33,198,048

The required Schedule of Changes in the City's Total OPEB Liability and Related Ratios immediately following the notes to the financial statements presents multi-year trend information about the total OPEB liability.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

D. Sensitivity Analysis

Sensitivity of the Total OPEB liability to Changes in the Discount Rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current discount rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
City's total OPEB liability	\$ 38,746,056	\$ 33,198,048	\$ 28,780,836

Sensitivity of the Total OPEB liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Health Care Cost Trend Rates	1% Increase
City's total OPEB liability	\$ 28,185,772	\$ 33,198,048	\$ 39,624,447

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 revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2024, and the current sharing pattern of costs between employer and inactive employees.

NOTES TO FINANCIAL STATEMENTS

NOTE 13. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

E. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the City recognized OPEB expense of \$525,509. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,365,365	\$ 2,278,041
Changes of assumptions	3,780,926	7,142,682
City contributions subsequent to the measurement date	537,788	-
Total	<u>\$ 5,684,079</u>	<u>\$ 9,420,723</u>

City contributions subsequent to the measurement date of \$537,788 are reported as deferred outflows of resources and will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	
2025	\$ (387,721)
2026	(387,721)
2027	(2,130,930)
2028	(614,677)
2029	(602,423)
Thereafter	(150,960)
Total	<u>\$ (4,274,432)</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 14. ACCOMMODATIONS TAX

The City collects and disburses an accommodations tax in accordance with the provisions with OCGA 48-13-51. The total rate of 7% generated \$3,812,347, net of vendor's compensation of \$116,484, in tax receipts and was allocated as follows: \$1,636,838, or 40% of the first 5% and 50% of the remaining 2%, to the Valdosta/Lowndes County Tourism Authority, \$200,000 to the Valdosta/Lowndes Conference Center, \$475,617 to the Airport Authority, \$25,000 to the Public Art Society, \$25,000 to the Historical Society, and \$190,000 to the Turner Arts Center. The remainder of \$1,259,892 was retained by the City and will be spent in accordance with legal provisions.

NOTE 15. CONSTRUCTION COMMITMENTS

The City has active construction projects as of June 30, 2024. At year end, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
McArthur Water Main Upgrade	\$97,292	\$10,695
Project Water, WTRPL	888,670	789,076
Manhole Rehab Phase 7	132,124	19,572
McArthur Drive Water Main Upgrade	112,949	71,164

NOTE 16. SUBSEQUENT EVENTS

Subsequent to June 30, 2024, the following material transactions occurred:

- In December 2024, the City issued Water and Sewer Revenue Bonds in the amount of \$69,330,000 bearing interest at 4.00 and 5.00 percent and maturing in 2055. The bonds were issued for the purpose of financing the costs, in whole or in part, of acquiring, constructing, and equipping additions, extensions, and improvements to the City's water and sewer system.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (BUDGETARY BASIS) AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Taxes	\$ 38,813,367	\$ 38,813,367	\$ 39,451,706	\$ 638,339
Licenses and permits	567,000	567,000	468,029	(98,971)
Charges for services	125,290	125,290	195,614	70,324
Intergovernmental	1,513,823	1,706,033	1,692,861	(13,172)
Fines and forfeitures	668,950	668,950	578,451	(90,499)
Interest revenue	100,000	100,000	415,436	315,436
Other revenues	304,731	304,731	369,095	64,364
Total revenues	<u>42,093,161</u>	<u>42,285,371</u>	<u>43,171,192</u>	<u>885,821</u>
EXPENDITURES				
Current:				
General government	10,782,422	10,782,422	10,664,545	117,877
Public safety	31,763,896	31,803,079	28,032,491	3,770,588
Public works	3,115,080	3,108,080	2,922,749	185,331
Economic development and assistance	1,808,821	1,808,821	1,449,615	359,206
Debt service	92,405	92,405	92,404	1
Total expenditures	<u>47,562,624</u>	<u>47,594,807</u>	<u>43,161,804</u>	<u>4,433,003</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,469,463)</u>	<u>(5,309,436)</u>	<u>9,388</u>	<u>5,318,824</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,866,672	5,866,672	6,416,409	549,737
Transfers out	(2,629,679)	(2,629,679)	(3,734,024)	(1,104,345)
Sale of general capital assets	-	-	2,300,025	2,300,025
Total other financing sources (uses), net	<u>3,236,993</u>	<u>3,236,993</u>	<u>4,982,410</u>	<u>1,745,417</u>
Net change in fund balances	(2,232,470)	(2,072,443)	4,991,798	7,064,241
Fund balances, budgetary basis, beginning of year	<u>17,663,290</u>	<u>17,663,290</u>	<u>17,663,290</u>	<u>-</u>
Fund balances, budgetary basis, end of year	<u>\$ 15,430,820</u>	<u>\$ 15,590,847</u>	<u>22,655,088</u>	<u>\$ 7,064,241</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			<u>125,898</u>	
Fund balances, GAAP basis, end of year			<u>\$ 22,780,986</u>	

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (BUDGETARY BASIS) AND ACTUAL FEDERAL COVID RELIEF FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ -	\$ 966,197	\$ 3,621,447	\$ 2,655,250
Total revenues	-	966,197	3,621,447	2,655,250
EXPENDITURES				
Current:				
General government	-	222,925	1,122,557	(899,632)
Capital outlay	-	743,272	743,272	-
Total expenditures	-	966,197	1,865,829	(899,632)
Excess of revenues over expenditures	-	-	1,755,618	1,755,618
OTHER FINANCING USES				
Transfers out	-	-	(2,400,000)	(2,400,000)
Total other financing uses	-	-	(2,400,000)	(2,400,000)
Net change in fund balances	-	-	(644,382)	(644,382)
Fund balances, budgetary basis, beginning of year	<u>578</u>	<u>578</u>	<u>578</u>	<u>-</u>
Fund (deficit), budgetary basis, end of year	<u>\$ 578</u>	<u>\$ 578</u>	<u>(643,804)</u>	<u>\$ (644,382)</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			<u>47,710</u>	
Fund (deficit), GAAP basis, end of year			<u>\$ (596,094)</u>	

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (BUDGETARY BASIS) AND ACTUAL CENTRAL VALDOSTA DEVELOPMENT AUTHORITY FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Taxes	\$ 103,500	\$ 103,500	\$ 80,051	\$ (23,449)
Interest revenue	4,800	4,800	4,990	190
Total revenues	108,300	108,300	85,041	(23,259)
EXPENDITURES				
Current:				
General government	73,310	73,310	39,339	33,971
Total expenditures	73,310	73,310	39,339	33,971
Excess of revenues over expenditures	34,990	34,990	45,702	10,712
OTHER FINANCING USES				
Transfers out	-	(103,500)	-	103,500
Total other financing uses	-	(103,500)	-	103,500
Net change in fund balances	34,990	34,990	45,702	114,212
Fund balances, budgetary basis, beginning of year	164,855	164,855	164,855	-
Fund balances, budgetary basis, end of year	<u>\$ 199,845</u>	<u>\$ 199,845</u>	210,557	<u>\$ 114,212</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
Fund balances, GAAP basis, end of year			<u>\$ 210,557</u>	

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (BUDGETARY BASIS) AND ACTUAL AIRPORT DEVELOPMENT FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ -	\$ 1,175,358	\$ 625,824	\$ (549,534)
Total revenues	-	1,175,358	625,824	(549,534)
EXPENDITURES				
Current:				
Housing and economic development	-	-	37,849	(37,849)
Capital outlay	-	1,175,358	1,296,636	(121,278)
Total expenditures	-	1,175,358	1,334,485	(159,127)
Net change in fund balances	-	-	(708,661)	(708,661)
Fund balances, budgetary basis, beginning of year	558,359	558,359	558,359	-
Fund (deficit), budgetary basis, end of year	<u>\$ 558,359</u>	<u>\$ 558,359</u>	(150,302)	<u>\$ (708,661)</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			282,300	
Fund (deficit), GAAP basis, end of year			<u>\$ 131,998</u>	

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS FOR THE FISCAL YEAR ENDED JUNE 30,

	2024	2023	2022	2021
Total pension liability				
Service cost	\$ 1,541,201	\$ 1,426,839	\$ 1,442,506	\$ 1,387,096
Interest on total pension liability	8,262,769	7,765,306	7,344,546	7,219,966
Differences between expected and actual experience	(1,248,351)	5,547,516	4,896,973	306,937
Changes of assumptions	-	-	-	-
Benefit payments, including refunds of employee contributions	(7,961,909)	(8,255,619)	(7,670,662)	(6,889,700)
Net change in total pension liability	593,710	6,484,042	6,013,363	2,024,299
Total pension liability - beginning	114,477,301	107,993,259	101,979,896	99,955,597
Total pension liability - ending (a)	115,071,011	114,477,301	107,993,259	101,979,896
Plan fiduciary net position				
Contributions - employer	5,315,891	7,124,382	4,529,241	5,097,234
Contributions - employee	644,482	606,748	682,828	580,592
Net investment income	6,560,555	(9,473,204)	11,977,359	4,343,717
Benefit payments, including refunds of member contributions	(7,961,909)	(8,255,619)	(7,670,662)	(6,889,700)
Administrative expenses	(119,441)	(130,004)	(131,865)	(120,220)
Net change in plan fiduciary net position	4,439,578	(10,127,697)	9,386,901	3,011,623
Plan fiduciary net position - beginning	49,192,959	59,320,656	49,933,755	46,922,132
Plan fiduciary net position - ending (b)	53,632,537	49,192,959	59,320,656	49,933,755
City's net pension liability - ending (a) - (b)	\$ 61,438,474	\$ 65,284,342	\$ 48,672,603	\$ 52,046,141
Plan fiduciary net position as a percentage of the total pension liability	46.6%	43.0%	54.9%	49.0%
Covered payroll	24,492,963	26,108,024	23,373,931	23,604,882
Net pension liability as a percentage of covered payroll	250.8%	250.1%	208.2%	220.5%

2020	2019	2018	2017	2016	2015
\$ 1,413,080	\$ 1,311,813	\$ 1,086,275	\$ 1,128,876	\$ 1,186,364	\$ 1,168,292
6,515,504	6,460,190	6,282,650	6,096,193	5,796,872	5,621,355
2,547,179	(566,737)	641,340	614,516	1,329,502	414,792
7,456,479	-	1,572,966	-	(4,587,307)	5,432,537
(6,873,906)	(6,264,126)	(5,387,133)	(5,480,240)	(5,005,586)	(4,979,503)
11,058,336	941,140	4,196,098	2,359,345	(1,280,155)	7,657,473
88,897,261	87,956,121	83,760,023	81,400,678	82,680,833	75,023,360
99,955,597	88,897,261	87,956,121	83,760,023	81,400,678	82,680,833
5,512,755	4,278,310	3,981,181	4,474,678	3,146,917	3,402,750
558,848	556,129	490,871	366,280	355,472	333,321
1,430,524	4,242,588	5,779,324	3,952,625	471,566	3,877,248
(6,873,906)	(6,264,126)	(5,387,133)	(5,480,240)	(5,005,586)	(4,979,503)
(127,501)	(122,993)	(131,920)	(75,213)	(83,287)	(67,292)
500,720	2,689,908	4,732,323	3,238,130	(1,114,918)	2,566,524
46,421,412	43,731,504	38,999,181	35,761,051	36,875,969	34,309,445
46,922,132	46,421,412	43,731,504	38,999,181	35,761,051	36,875,969
<u>\$ 53,033,465</u>	<u>\$ 42,475,849</u>	<u>\$ 44,224,617</u>	<u>\$ 44,760,842</u>	<u>\$ 45,639,627</u>	<u>\$ 45,804,864</u>
46.9%	52.2%	49.7%	46.6%	43.9%	44.6%
23,735,198	24,387,924	23,419,149	20,841,771	21,525,912	19,640,929
223.4%	174.2%	188.8%	214.8%	212.0%	233.2%

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CITY CONTRIBUTIONS RETIREMENT PLAN FOR THE FISCAL YEAR ENDED JUNE 30,

	2024	2023	2022	2021
Actuarially determined contribution	\$ 6,060,897	\$ 6,511,225	\$ 4,973,495	\$ 4,977,629
Contributions in relation to the actuarially determined contribution	6,060,897	6,511,225	4,973,495	4,977,629
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 25,777,877	\$ 24,030,407	\$ 24,740,978	\$ 23,489,407
Contributions as a percentage of covered payroll	23.5%	27.1%	20.1%	21.2%

Notes to the Schedule:

Valuation Date	January 1, 2024
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amounts that the value exceeds or is less than the fair value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of the fair value.
Assumed Rate of Return on Investments	7.375%
Projected Salary Increases	2.25%, plus service based merit increases
Cost-of-living Adjustment	N/A
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 10 years.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 5,444,446	\$ 5,078,703	\$ 4,183,365	\$ 3,904,094	\$ 3,600,000	\$ 3,516,500
<u>5,444,446</u>	<u>5,078,703</u>	<u>4,183,365</u>	<u>3,904,094</u>	<u>3,600,000</u>	<u>3,516,500</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 23,670,040	\$ 24,061,561	\$ 24,914,226	\$ 24,771,740	\$ 23,069,599	\$ 22,022,811
23.0%	21.1%	16.8%	15.8%	15.6%	16.0%

CITY OF VALDOSTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS FOR THE FISCAL YEAR ENDED JUNE 30,

	2024	2023	2022	2021
Total OPEB liability				
Service cost	\$ 627,771	\$ 864,696	\$ 850,236	\$ 1,099,789
Interest on total pension liability	1,183,654	776,311	776,812	1,540,137
Differences between expected and actual experience	(507,535)	1,911,510	(375,570)	(3,498,801)
Changes of assumptions	(549,183)	(5,071,750)	289,794	(7,114,970)
Changes of benefit terms	-	-	180,093	-
Benefit payments, including refunds of employee contributions	(724,596)	(772,775)	(757,767)	(860,439)
Net change in total pension liability	30,111	(2,292,008)	963,598	(8,834,284)
Total OPEB liability - beginning	33,167,937	35,459,945	34,496,347	43,330,631
Total OPEB liability - ending (a)	\$ 33,198,048	\$ 33,167,937	\$ 35,459,945	\$ 34,496,347
Plan fiduciary net position as a percentage of the total OPEB liability	0.0%	0.0%	0.0%	0.0%
Covered-employee payroll	23,791,234	23,267,711	24,158,984	23,627,368
Net pension liability as a percentage of covered-employee payroll	139.5%	142.5%	146.8%	146.0%

Notes to the Schedule:

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

The assumptions used in the preparation of the above schedule are disclosed in Note 11 in the Notes to Financial Statements. There are no assets accumulated in a trust that meet the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension/OPEB plan.

2020	2019	2018
\$ 598,329	\$ 1,288,098	\$ 1,524,705
1,176,172	1,295,555	1,111,230
(451,195)	(2,537,347)	(439,063)
12,653,653	(2,851,834)	(3,816,076)
-	(1,303,614)	-
(880,075)	(1,115,378)	(776,672)
13,096,884	(5,224,520)	(2,395,876)
30,233,747	35,458,267	37,854,143
<u>\$ 43,330,631</u>	<u>\$ 30,233,747</u>	<u>\$ 35,458,267</u>
0.0%	0.0%	0.0%
23,419,149	21,525,912	20,841,771
185.0%	140.5%	170.1%

SUPPLEMENTARY INFORMATION

COMBINING STATEMENTS AND SCHEDULES

CITY OF VALDOSTA, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

The **Confiscated Assets Fund** accounts for confiscated and condemned funds received and disbursed for law enforcement expenditures.

The **Property Evidence Fund** accounts for confiscated property received and disbursed for law enforcement expenditures.

The **U.S. Department of Justice Local Law Block Grants Fund** accounts for Law Enforcement Block Grant revenues and expenditures used to purchase equipment in the City's Police Department.

The **Urban Development Action Grant ("UDAG") Fund** accounts 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.

The **Federal HUD Entitlement Grant ("HUD Federal Grant") Fund** accounts for grant revenues 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.

The **GA DCA CHIP 2016-116 Fund** accounts 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.

The **Transit Grant Fund** accounts for grant revenues and expenditures relating to the City's transit system.

The **Remote Citations Fund** accounts for revenues and expenditures relating to the City's remote citations.

The **Accommodation Tax Fund** accounts for hotel/motel monies received by the City.

CITY OF VALDOSTA, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The **Road Improvement Fund** accounts for grant funds received from the Georgia Department of Transportation under the Local Maintenance & Improvement Grant ("LMIG"). The LMIG program provides funding for a portion of GDOT approved road projects.

The **Transportation Special Purpose Local Option Sales Tax ("TSPLOST 2018") Fund** to account for financing and construction of various road improvement projects. These improvements will be financed in whole or in part by the city's discretionary share of a 1% regional sales tax levied for the purpose of improving the road system in the Southern Georgia Region in accordance with the Georgia Transportation Investment Act ("TIA").

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting City's programs.

The **Sunset Hill Trust Fund** provides 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.

CITY OF VALDOSTA, GEORGIA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

ASSETS	Special Revenue Funds						
	Confiscated Assets Fund	Property Evidence Fund	US Dept of Justice Local Law Block Grants	UDAG	HUD Federal Grant	GA DCA CHIP 2016-116	Transit Grant Fund
Cash and cash equivalents	\$ 110,800	\$ 67,882	\$ 10	\$ 17,709	\$ 570,201	\$ -	\$ 28,094
Taxes receivable	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	-	-
Second mortgages receivable	-	-	-	26,162	1,992,659	6,535	-
Due from other governments	-	-	-	-	70,034	-	919,798
Due from other funds	-	-	-	-	-	-	-
Total assets	<u>\$ 110,800</u>	<u>\$ 67,882</u>	<u>\$ 10</u>	<u>\$ 43,871</u>	<u>\$ 2,632,894</u>	<u>\$ 6,535</u>	<u>\$ 947,892</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 56,270	\$ -	\$ 162,415
Retainage payable	-	-	-	-	-	-	-
Due to other funds	-	65,650	10	-	660,701	-	649,425
Advance from other funds	-	-	-	-	30,000	-	-
Total liabilities	<u>-</u>	<u>65,650</u>	<u>10</u>	<u>-</u>	<u>746,971</u>	<u>-</u>	<u>811,840</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - intergovernmental	-	-	-	-	70,034	-	616,896
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,034</u>	<u>-</u>	<u>616,896</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Permanent fund principal	-	-	-	-	-	-	-
Restricted for:							
Public safety	110,800	2,232	-	43,871	-	-	-
Community development	-	-	-	-	1,815,889	6,535	-
Capital projects	-	-	-	-	-	-	-
Assigned for:							
Tourism development	-	-	-	-	-	-	-
Capital improvement	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(480,844)
Total fund balances (deficits)	<u>110,800</u>	<u>2,232</u>	<u>-</u>	<u>43,871</u>	<u>1,815,889</u>	<u>6,535</u>	<u>(480,844)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 110,800</u>	<u>\$ 67,882</u>	<u>\$ 10</u>	<u>\$ 43,871</u>	<u>\$ 2,632,894</u>	<u>\$ 6,535</u>	<u>\$ 947,892</u>

(Continued)

Special Revenue Funds		Capital Projects Funds		Permanent Fund	
Remote Citations Fund	Accommodations Fund	Road Improvement Fund	TSPLOST 2018 Fund	Sunset Hill Trust Fund	Totals
\$ 41,201	\$ 3,786,728	\$ 872,250	\$ 3,703,392	\$ 1,907,056	\$ 11,105,323
-	-	-	520,811	-	520,811
-	325,226	-	-	245	325,471
-	-	-	-	-	2,025,356
-	-	-	-	-	989,832
-	750,000	-	115,164	-	865,164
<u>\$ 41,201</u>	<u>\$ 4,861,954</u>	<u>\$ 872,250</u>	<u>\$ 4,339,367</u>	<u>\$ 1,907,301</u>	<u>\$ 15,831,957</u>
\$ -	\$ 143,667	\$ 45,588	\$ 428,702	\$ -	\$ 836,642
-	-	-	46,018	-	46,018
10	-	-	-	-	1,375,796
-	-	-	-	-	30,000
<u>10</u>	<u>143,667</u>	<u>45,588</u>	<u>474,720</u>	<u>-</u>	<u>2,288,456</u>
-	-	-	438,712	-	1,125,642
-	-	-	438,712	-	1,125,642
-	-	-	-	1,907,301	1,907,301
41,191	-	-	-	-	198,094
-	-	-	-	-	1,822,424
-	-	826,662	-	-	826,662
-	4,718,287	-	-	-	4,718,287
-	-	-	3,425,935	-	3,425,935
-	-	-	-	-	(480,844)
<u>41,191</u>	<u>4,718,287</u>	<u>826,662</u>	<u>3,425,935</u>	<u>1,907,301</u>	<u>12,417,859</u>
<u>\$ 41,201</u>	<u>\$ 4,861,954</u>	<u>\$ 872,250</u>	<u>\$ 4,339,367</u>	<u>\$ 1,907,301</u>	<u>\$ 15,831,957</u>

CITY OF VALDOSTA, GEORGIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds						
	Confiscated Assets Fund	Property Evidence Fund	US Dept of Justice Local Law Block Grants	UDAG	HUD Federal Grant	GA DCA CHIP 2016-116	Transit Grant Fund
Revenues							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	1,044,938	-	1,625,263
Fines and forfeitures	32,315	-	-	-	-	-	-
Other revenues	-	1,490	-	-	-	-	-
Total revenues	32,315	1,490	-	-	1,044,938	-	1,625,263
Expenditures							
Current:							
General government	-	-	-	-	-	-	1,932,245
Public safety	15,247	-	-	-	-	-	-
Economic development and assistance	-	-	-	-	890,125	32,040	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	15,247	-	-	-	890,125	32,040	1,932,245
Excess (deficiency) of revenues over (under) expenditures	17,068	1,490	-	-	154,813	(32,040)	(306,982)
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	569,287
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	569,287
Net change in fund balances	17,068	1,490	-	-	154,813	(32,040)	262,305
Fund balances (deficits), beginning of year	93,732	742	-	43,871	1,661,076	38,575	(743,149)
Fund balances (deficits), end of year	\$ 110,800	\$ 2,232	\$ -	\$ 43,871	\$ 1,815,889	\$ 6,535	\$ (480,844)

(Continued)

Special Revenue Funds		Capital Projects Funds		Permanent Fund	
Remote Citations Fund	Accomodations Fund	Road Improvement Fund	TSPLOST 2018 Fund	Sunset Hill Trust Fund	Totals
\$ -	\$ 3,928,831	\$ -	\$ -	\$ -	\$ 3,928,831
-	-	-	1,903,716	7,100	4,581,017
-	-	-	-	-	32,315
41,191	-	-	-	31,141	73,822
41,191	3,928,831	-	1,903,716	38,241	8,615,985
-	2,668,939	-	-	-	4,601,184
-	-	-	-	-	15,247
-	-	-	-	-	922,165
-	-	654,614	1,292,921	-	1,947,535
-	2,668,939	654,614	1,292,921	-	7,486,131
41,191	1,259,892	(654,614)	610,795	38,241	1,129,854
-	-	-	-	-	569,287
-	-	-	(569,287)	-	(569,287)
-	-	-	(569,287)	-	-
41,191	1,259,892	(654,614)	41,508	38,241	1,129,854
-	3,458,395	1,481,276	3,384,427	1,869,060	11,288,005
\$ 41,191	\$ 4,718,287	\$ 826,662	\$ 3,425,935	\$ 1,907,301	\$ 12,417,859

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Current Operations:				
General government:				
Administration department:				
Mayor and council:				
Personal services	\$ 206,630	\$ 206,630	\$ 229,578	(22,948)
Contractual services	143,473	143,473	120,490	22,983
Supplies	29,120	29,120	29,206	(86)
Travel and training	207,290	207,290	154,143	53,147
Other services and charges	234,854	234,854	356,168	(121,314)
	<u>821,367</u>	<u>821,367</u>	<u>889,585</u>	<u>(68,218)</u>
City manager:				
Personal services	607,031	607,031	842,471	(235,440)
Contractual services	69,201	69,201	73,094	(3,893)
Supplies	11,500	11,500	15,098	(3,598)
Travel and training	19,790	19,790	31,032	(11,242)
Other services and charges	36,567	36,567	45,066	(8,499)
	<u>744,089</u>	<u>744,089</u>	<u>1,006,761</u>	<u>(262,672)</u>
Elections:				
Contractual services	30,000	30,000	15,500	14,500
	<u>30,000</u>	<u>30,000</u>	<u>15,500</u>	<u>14,500</u>
City attorney:				
Other services and charges	275,000	275,000	195,763	79,237
	<u>275,000</u>	<u>275,000</u>	<u>195,763</u>	<u>79,237</u>
Solicitor:				
Other services and charges	90,000	90,000	-	90,000
	<u>90,000</u>	<u>90,000</u>	<u>-</u>	<u>90,000</u>
Indigent Defense:				
Other services and charges	20,000	20,000	8,689	11,311
	<u>20,000</u>	<u>20,000</u>	<u>8,689</u>	<u>11,311</u>
Total Administration Department	<u>1,980,456</u>	<u>1,980,456</u>	<u>2,116,298</u>	<u>(135,842)</u>
Human resources department:				
Administration:				
Personal services	281,662	281,662	311,837	(30,175)
Contractual services	16,905	7,305	6,728	577
Supplies	4,900	17,800	18,056	(256)
Travel and training	11,300	6,500	33,611	(27,111)
Other services and charges	41,287	42,787	32,268	10,519
	<u>356,054</u>	<u>356,054</u>	<u>402,500</u>	<u>(46,446)</u>
Employee incentives/assistance:				
Personal services	9,000	9,000	4,121	4,879
Other services and charges	26,500	26,500	30,050	(3,550)
	<u>35,500</u>	<u>35,500</u>	<u>34,171</u>	<u>1,329</u>
Risk division:				
Contractual services	29,500	29,500	6,044	23,456
Other services and charges	20,000	20,000	275	19,725
	<u>49,500</u>	<u>49,500</u>	<u>6,319</u>	<u>43,181</u>
Total Human Resources Department	<u>441,054</u>	<u>441,054</u>	<u>442,990</u>	<u>(1,936)</u>
Finance department:				
Finance director:				
Personal services	295,185	295,185	313,284	(18,099)
Contractual services	1,774	4,074	11,161	(7,087)
Supplies	1,600	1,600	13,820	(12,220)
Travel and training	7,860	5,460	4,464	996
Other services and charges	97,016	97,016	105,922	(8,906)
	<u>403,435</u>	<u>403,335</u>	<u>448,651</u>	<u>(45,316)</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Finance department (Continued):				
Accounting division:				
Personal services	\$ 545,452	\$ 545,452	\$ 460,036	\$ 85,416
Contractual services	8,518	12,718	13,442	(724)
Supplies	6,100	6,306	8,543	(2,237)
Travel and training	8,050	3,644	6,162	(2,518)
Other services and charges	140,305	140,305	81,061	59,244
	<u>708,425</u>	<u>708,425</u>	<u>569,244</u>	<u>139,181</u>
Budget division:				
Personal services	197,199	197,199	240,745	(43,546)
Contractual services	2,082	2,082	1,387	695
Supplies	3,100	3,100	2,196	904
Travel and training	2,125	2,125	3,399	(1,274)
Other services and charges	14,473	14,473	12,577	1,896
	<u>218,979</u>	<u>218,979</u>	<u>260,304</u>	<u>(41,325)</u>
Customer service division:				
Personal services	691,291	691,291	687,186	4,105
Contractual services	148,037	166,837	185,449	(18,612)
Supplies	23,900	21,400	20,837	563
Travel and training	2,325	2,425	1,378	1,047
Other services and charges	158,742	158,742	142,092	16,650
	<u>1,024,295</u>	<u>1,040,695</u>	<u>1,036,942</u>	<u>3,753</u>
Business license:				
Personal services	56,121	56,121	41,683	14,438
Contractual services	43,285	39,785	41,620	(1,835)
Supplies	3,750	1,550	1,145	405
Travel and training	2,705	1,705	166	1,539
Other services and charges	6,750	(2,850)	7,311	(10,161)
	<u>112,611</u>	<u>96,311</u>	<u>91,925</u>	<u>4,386</u>
Purchasing division:				
Personal services	96,806	96,806	106,067	(9,261)
Contractual services	4,373	4,373	3,349	1,024
Supplies	2,750	2,750	6,791	(4,041)
Travel and training	5,530	5,530	3,787	1,743
Other services and charges	15,723	15,723	15,280	443
Capital outlay	10,000	10,000	-	10,000
	<u>135,182</u>	<u>135,182</u>	<u>135,274</u>	<u>(92)</u>
Total Finance Department	<u>2,602,927</u>	<u>2,602,927</u>	<u>2,542,340</u>	<u>60,587</u>
Engineering department:				
Engineering division:				
Personal services	767,817	767,817	656,424	111,393
Contractual services	13,759	13,759	13,989	(230)
Supplies	27,020	27,020	21,491	5,529
Travel and training	8,159	7,159	2,954	4,205
Other services and charges	115,922	116,922	115,437	1,485
	<u>932,677</u>	<u>932,677</u>	<u>810,295</u>	<u>122,382</u>
Signal maintenance:				
Personal services	201,184	201,184	236,618	(35,434)
Contractual services	5,047	11,936	24,176	(12,240)
Supplies	88,630	88,618	103,767	(15,149)
Travel and training	1,720	1,732	240	1,492
Other services and charges	39,999	33,110	7,786	25,324
	<u>336,580</u>	<u>336,580</u>	<u>372,587</u>	<u>(36,007)</u>
Signs and markings:				
Personal services	168,149	168,149	173,515	(5,366)
Contractual services	3,494	3,494	4,179	(685)
Supplies	65,660	81,831	78,926	2,905
Travel and training	1,765	1,656	-	1,656
Other services and charges	8,462	8,462	1,296	7,166
Capital outlay	26,060	9,998	9,998	-
	<u>273,590</u>	<u>273,590</u>	<u>267,914</u>	<u>5,676</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF EXPENDITURES BY DEPARTMENT BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Engineering department (Continued):				
Traffic management center:				
Personal services	\$ 327,400	\$ 327,400	\$ 326,850	\$ 550
Contractual services	1,552,248	1,552,248	1,916,743	(364,495)
Supplies	12,960	12,960	16,125	(3,165)
Travel and training	9,330	9,330	7,244	2,086
Other services and charges	36,499	36,499	34,375	2,124
Capital outlay	6,900	6,900	34,375	(27,475)
	<u>1,945,337</u>	<u>1,945,337</u>	<u>2,335,712</u>	<u>(390,375)</u>
Street repair:				
Personal services	408,163	408,163	316,312	91,851
Contractual services	16,588	16,588	15,237	1,351
Supplies	40,060	40,060	24,578	15,482
Travel and training	2,120	2,120	131	1,989
Other services and charges	119,543	119,543	90,597	28,946
Capital outlay	13,000	13,000	-	13,000
	<u>599,474</u>	<u>599,474</u>	<u>446,855</u>	<u>152,619</u>
Total Engineering Department	<u>4,087,658</u>	<u>4,087,658</u>	<u>4,233,363</u>	<u>(145,705)</u>
General Administration:				
City hall:				
Personal services	133,643	133,643	100,510	33,133
Contractual services	82,700	106,700	115,184	(8,484)
Supplies	17,144	13,929	16,815	(2,886)
Travel and training	1,970	1,970	-	1,970
Other services and charges	62,495	44,495	70,143	(25,648)
Capital outlay	42,000	42,000	-	42,000
	<u>339,952</u>	<u>342,737</u>	<u>302,652</u>	<u>40,085</u>
City hall annex:				
Personal services	53,964	53,964	42,304	11,660
Contractual services	82,842	92,642	97,766	(5,124)
Supplies	23,046	16,461	3,629	12,832
Other services and charges	14,800	14,800	26,372	(11,572)
Capital outlay	100,000	100,000	-	100,000
	<u>274,652</u>	<u>277,867</u>	<u>170,071</u>	<u>107,796</u>
Customer service:				
Contractual services	23,880	23,880	26,037	(2,157)
Supplies	6,394	6,394	1,553	4,841
Other services and charges	9,300	9,300	660	8,640
	<u>39,574</u>	<u>39,574</u>	<u>28,250</u>	<u>11,324</u>
Rental:				
Contractual services	59,279	60,479	21,425	39,054
Supplies	26,704	19,504	3,993	15,511
Other services and charges	27,160	27,160	1,120	26,040
Capital outlay	8,000	8,000	1,187	6,813
	<u>121,143</u>	<u>115,143</u>	<u>27,725</u>	<u>87,418</u>
Total General Administrative Department	<u>775,321</u>	<u>775,321</u>	<u>528,698</u>	<u>246,623</u>
Municipal court:				
Administration:				
Personal services	396,816	396,816	407,058	(10,242)
Contractual services	69,440	90,267	83,548	6,719
Supplies	25,500	25,500	9,928	15,572
Travel and training	18,382	18,382	9,866	8,516
Other services and charges	345,683	324,856	287,359	37,497
Capital outlay	39,184	39,184	3,097	36,087
	<u>895,005</u>	<u>895,005</u>	<u>800,856</u>	<u>94,149</u>
Total Municipal Court Department	<u>895,005</u>	<u>895,005</u>	<u>800,856</u>	<u>94,149</u>
Total General Government	<u>10,782,421</u>	<u>10,782,421</u>	<u>10,664,545</u>	<u>117,876</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF EXPENDITURES BY DEPARTMENT BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety:				
Police department:				
Police administration division:				
Personal services	\$ 1,070,720	\$ 1,070,720	\$ 1,136,407	\$ (65,687)
Contractual services	309,143	309,143	229,263	79,880
Supplies	119,960	121,098	104,285	16,813
Travel and training	55,261	55,306	15,457	39,849
Other services and charges	416,674	415,674	348,924	66,750
Capital outlay	104,000	107,114	107,114	-
	<u>2,075,758</u>	<u>2,079,055</u>	<u>1,941,450</u>	<u>137,605</u>
Patrol bureau division:				
Personal services	8,379,680	8,386,085	7,279,577	1,106,508
Contractual services	204,442	204,442	179,510	24,932
Supplies	44,600	127,205	97,782	29,423
Travel and training	46,740	62,992	48,299	14,693
Other services and charges	1,136,263	1,072,019	976,060	95,959
	<u>9,811,725</u>	<u>9,852,743</u>	<u>8,581,228</u>	<u>1,271,515</u>
Investigative bureau division:				
Personal services	2,166,361	2,166,361	1,744,393	421,968
Contractual services	48,598	49,018	39,971	9,047
Supplies	54,360	70,904	36,466	34,438
Travel and training	48,430	48,430	20,354	28,076
Other services and charges	407,461	399,387	348,235	51,152
	<u>2,725,210</u>	<u>2,734,100</u>	<u>2,189,419</u>	<u>544,681</u>
Training:				
Personal services	394,881	394,881	374,927	19,954
Contractual services	8,365	8,365	7,940	425
Supplies	496,697	479,710	351,081	128,629
Travel and training	48,526	48,526	17,494	31,032
Other services and charges	41,676	41,676	51,630	(9,954)
Capital outlay	15,000	15,000	-	15,000
	<u>1,005,145</u>	<u>988,158</u>	<u>803,072</u>	<u>185,086</u>
Support services bureau division:				
Personal services	1,187,996	1,187,996	1,085,591	102,405
Contractual services	499,036	499,036	460,405	38,631
Supplies	64,020	68,985	35,555	33,430
Travel and training	12,255	12,255	4,355	7,900
Other services and charges	170,707	168,707	123,633	45,074
Capital outlay	50,000	50,000	137,589	(87,589)
Debt service	92,405	92,405	92,404	1
	<u>2,076,419</u>	<u>2,079,384</u>	<u>1,939,532</u>	<u>139,852</u>
Crime lab:				
Personal services	995,025	995,025	905,975	89,050
Contractual services	210,931	210,849	220,851	(10,002)
Supplies	79,600	72,712	70,819	1,893
Travel and training	30,030	16,730	12,015	4,715
Other services and charges	162,946	175,946	132,097	43,849
Capital outlay	108,900	116,170	143,782	(27,612)
	<u>1,587,432</u>	<u>1,587,432</u>	<u>1,485,539</u>	<u>101,893</u>
Total Police Department	<u>19,281,689</u>	<u>19,320,872</u>	<u>16,940,240</u>	<u>2,380,632</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF EXPENDITURES BY DEPARTMENT BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety (Continued):				
Fire department:				
Fire administrative division:				
Personal services	\$ 693,703	\$ 693,703	\$ 699,268	\$ (5,565)
Contractual services	32,964	33,993	34,485	(492)
Supplies	9,350	10,670	8,157	2,513
Travel and training	45,055	45,055	18,658	26,397
Other services and charges	90,244	90,244	89,393	851
	<u>871,316</u>	<u>873,665</u>	<u>849,961</u>	<u>23,704</u>
Fire fighting division:				
Personal services	7,815,373	7,815,373	6,613,294	1,202,079
Contractual services	249,575	249,575	225,470	24,105
Supplies	394,667	376,818	310,471	66,347
Travel and training	44,885	44,885	22,398	22,487
Other services and charges	1,265,035	1,265,335	1,096,082	169,253
Capital outlay	30,700	30,700	50,642	(19,942)
	<u>9,800,235</u>	<u>9,782,686</u>	<u>8,318,357</u>	<u>1,464,329</u>
Fire inspection division:				
Personal services	329,146	329,146	351,922	(22,776)
Contractual services	8,352	8,352	8,443	(91)
Supplies	28,700	28,700	16,148	12,552
Travel and training	14,180	14,180	6,456	7,724
Other services and charges	46,924	46,924	48,065	(1,141)
	<u>427,302</u>	<u>427,302</u>	<u>431,034</u>	<u>(3,732)</u>
Fire maintenance division:				
Personal services	143,790	143,790	149,849	(6,059)
Contractual services	72,729	72,729	59,470	13,259
Supplies	111,050	148,600	201,727	(53,127)
Travel and training	4,500	1,400	916	484
Other services and charges	60,229	60,979	160,270	(99,291)
	<u>392,298</u>	<u>427,498</u>	<u>572,232</u>	<u>(144,734)</u>
Fire training division:				
Personal services	235,052	235,052	211,881	23,171
Contractual services	26,271	30,271	37,136	(6,865)
Supplies	51,322	51,322	37,100	14,222
Travel and training	19,640	13,640	13,377	263
Other services and charges	16,781	16,781	6,662	10,119
	<u>349,066</u>	<u>347,066</u>	<u>306,156</u>	<u>40,910</u>
Special operations:				
Personal services	87,257	87,257	90,691	(3,434)
Contractual services	2,066	2,066	2,062	4
Supplies	18,609	24,172	17,675	6,497
Travel and training	5,625	5,625	3,209	2,416
Other services and charges	29,647	6,084	6,949	(865)
	<u>143,204</u>	<u>125,204</u>	<u>120,586</u>	<u>4,618</u>
Total Fire Department	<u>11,983,421</u>	<u>11,983,421</u>	<u>10,598,326</u>	<u>1,385,095</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Public safety (Continued):				
Other protection services department:				
Community protection:				
Personal services	\$ 365,889	\$ 365,889	\$ 360,872	\$ 5,017
Contractual services	148,220	149,571	154,783	(5,212)
Supplies	4,450	4,474	4,708	(234)
Travel and training	8,175	8,736	8,320	416
Other services and charges	64,457	62,521	57,647	4,874
	<u>591,191</u>	<u>591,191</u>	<u>586,330</u>	<u>4,861</u>
Total Other Protection Services Department	<u>591,191</u>	<u>591,191</u>	<u>586,330</u>	<u>4,861</u>
Total Public Safety	<u>31,856,301</u>	<u>31,895,484</u>	<u>28,124,896</u>	<u>3,770,588</u>
Public works:				
Public works department:				
Right of way maintenance:				
Personal services	1,574,907	1,574,907	1,513,700	61,207
Contractual services	140,946	141,108	222,402	(81,294)
Supplies	38,839	38,839	46,858	(8,019)
Travel and training	300	138	-	138
Other services and charges	283,012	283,012	241,175	41,837
	<u>2,038,004</u>	<u>2,038,004</u>	<u>2,024,135</u>	<u>13,869</u>
Cemetery division:				
Personal services	495,042	495,042	516,638	(21,596)
Contractual services	77,077	77,077	75,045	2,032
Supplies	50,845	43,845	35,642	8,203
Travel and training	2,500	2,500	40	2,460
Other services and charges	90,549	90,549	65,741	24,808
Capital outlay	110,000	110,000	-	110,000
	<u>826,013</u>	<u>819,013</u>	<u>693,106</u>	<u>125,907</u>
Arborist:				
Personal services	185,401	185,401	159,137	26,264
Contractual services	19,168	19,168	10,686	8,482
Supplies	12,587	12,587	8,541	4,046
Travel and training	2,935	2,935	175	2,760
Other services and charges	30,972	30,972	26,968	4,004
	<u>251,063</u>	<u>251,063</u>	<u>205,507</u>	<u>45,556</u>
Total Public Works Department	<u>3,115,080</u>	<u>3,108,080</u>	<u>2,922,748</u>	<u>185,332</u>

(Continued)

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Economic development and assistance:				
Administration:				
Personal services	\$ 101,594	\$ 101,594	\$ 101,785	\$ (191)
Contractual services	2,054	2,054	3,489	(1,435)
Supplies	2,100	2,100	2,987	(887)
Travel and training	3,000	3,000	2,004	996
Other services and charges	35,484	35,484	17,638	17,846
	<u>144,232</u>	<u>144,232</u>	<u>127,903</u>	<u>16,329</u>
Public relations:				
Personal services	219,753	219,753	229,040	(9,287)
Contractual services	21,078	21,578	22,794	(1,216)
Supplies	14,700	16,300	15,717	583
Travel and training	48,375	46,775	46,239	536
Other services and charges	56,448	55,948	46,141	9,807
	<u>360,354</u>	<u>360,354</u>	<u>359,931</u>	<u>423</u>
Main street division:				
Personal services	158,753	158,753	126,755	31,998
Contractual services	24,141	26,441	21,694	4,747
Supplies	236,000	221,950	179,647	42,303
Travel and training	7,000	11,250	5,389	5,861
Other services and charges	129,969	137,469	56,772	80,697
	<u>555,863</u>	<u>555,863</u>	<u>390,257</u>	<u>165,606</u>
Planning and zoning:				
Personal services	493,063	493,063	386,085	106,978
Contractual services	11,456	11,456	7,222	4,234
Supplies	6,850	6,850	2,461	4,389
Travel and training	12,245	12,245	4,159	8,086
Other services and charges	60,273	60,273	51,631	8,642
Capital outlay	25,000	25,000	28,394	(3,394)
	<u>608,887</u>	<u>608,887</u>	<u>479,952</u>	<u>128,935</u>
Neighborhood development:				
Personal services	76,824	76,824	42,682	34,142
Contractual services	610	610	3,632	(3,022)
Travel and training	300	300	148	152
Other services and charges	19,087	19,087	31,222	(12,135)
	<u>96,821</u>	<u>96,821</u>	<u>77,684</u>	<u>19,137</u>
Great promise internship:				
Other services and charges	42,664	42,664	13,888	28,776
	<u>42,664</u>	<u>42,664</u>	<u>13,888</u>	<u>28,776</u>
Total Economic Development and Assistance Department	<u>1,808,821</u>	<u>1,808,821</u>	<u>1,449,615</u>	<u>359,206</u>
Total Expenditures	<u>\$ 47,562,623</u>	<u>\$ 47,594,806</u>	<u>\$ 43,161,804</u>	<u>\$ 4,433,002</u>

CITY OF VALDOSTA, GEORGIA

CONFISCATED ASSETS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Fines and forfeitures	\$ -	\$ 14,741	\$ 32,315	\$ 17,574
Total revenues	-	14,741	32,315	17,574
EXPENDITURES				
Public safety	-	14,741	15,247	(506)
Total expenditures	-	14,741	15,247	(506)
Net change in fund balance	-	-	17,068	17,068
FUND BALANCES, beginning of year	93,732	93,732	93,732	-
FUND BALANCES, end of year	\$ 93,732	\$ 93,732	110,800	\$ 17,068
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			\$ 110,800	

CITY OF VALDOSTA, GEORGIA

PROPERTY EVIDENCE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Other revenues	\$ -	\$ -	\$ 1,490	\$ 1,490
Total revenues	-	-	1,490	1,490
EXPENDITURES				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	-	-	1,490	1,490
FUND BALANCES, beginning of year	742	742	742	-
FUND BALANCES, end of year	<u>\$ 742</u>	<u>\$ 742</u>	2,232	<u>\$ 1,490</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			<u>\$ 2,232</u>	

CITY OF VALDOSTA, GEORGIA

U.S. DEPARTMENT OF JUSTICE LOCAL LAW BLOCK GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	-	-	-	-
FUND BALANCES, beginning of year	-	-	-	-
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			<u>\$ -</u>	

CITY OF VALDOSTA, GEORGIA

URBAN DEVELOPMENT ACTION GRANT (UDAG) FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
Net change in fund balance	-	-	-	-
FUND BALANCES, beginning of year	43,871	43,871	43,871	-
FUND BALANCES, end of year	<u>\$ 43,871</u>	<u>\$ 43,871</u>	43,871	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			<u>\$ 43,871</u>	

CITY OF VALDOSTA, GEORGIA

HUD FEDERAL GRANT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 647,095	\$ 689,508	\$ 1,044,938	\$ 355,430
Total revenues	<u>647,095</u>	<u>689,508</u>	<u>1,044,938</u>	<u>355,430</u>
EXPENDITURES				
Current:				
Economic development and assistance	647,095	689,508	635,837	53,671
Total expenditures	<u>647,095</u>	<u>689,508</u>	<u>635,837</u>	<u>53,671</u>
Net change in fund balance	-	-	409,101	409,101
FUND BALANCES, beginning of year	<u>1,661,076</u>	<u>1,661,076</u>	<u>1,661,076</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 1,661,076</u>	<u>\$ 1,661,076</u>	2,070,177	<u>\$ 409,101</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			(254,288)	
FUND BALANCE, GAAP basis, end of year			<u>\$ 1,815,889</u>	

CITY OF VALDOSTA, GEORGIA

GA DCA CHIP 2016-116 FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Economic development and assistance	-	-	32,040	(32,040)
Total expenditures	-	-	32,040	(32,040)
Net change in fund balance	-	-	(32,040)	(32,040)
FUND BALANCES, beginning of year	38,575	38,575	38,575	-
FUND BALANCES, end of year	\$ 38,575	\$ 38,575	6,535	\$ (32,040)
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			\$ 6,535	

CITY OF VALDOSTA, GEORGIA

TRANSIT GRANT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 1,523,772	\$ 1,523,772	\$ 1,625,263	\$ 101,491
Total revenues	<u>1,523,772</u>	<u>1,523,772</u>	<u>1,625,263</u>	<u>101,491</u>
EXPENDITURES				
General government	2,157,840	2,157,840	1,932,245	225,595
Total expenditures	<u>2,157,840</u>	<u>2,157,840</u>	<u>1,932,245</u>	<u>225,595</u>
Deficiency of revenues under expenditures	<u>(634,068)</u>	<u>(634,068)</u>	<u>(306,982)</u>	<u>327,086</u>
OTHER FINANCING SOURCES				
Transfers in	634,068	634,068	569,287	(64,781)
Total other financing sources	<u>634,068</u>	<u>634,068</u>	<u>569,287</u>	<u>(64,781)</u>
Net change in fund balance	-	-	262,305	262,305
FUND DEFICITS, beginning of year	<u>(743,149)</u>	<u>(743,149)</u>	<u>(743,149)</u>	<u>-</u>
FUND DEFICITS, end of year	<u>\$ (743,149)</u>	<u>\$ (743,149)</u>	<u>(480,844)</u>	<u>\$ 262,305</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND DEFICIT, GAAP basis, end of year			<u>\$ (480,844)</u>	

CITY OF VALDOSTA, GEORGIA

REMOTE CITATIONS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Other revenues	\$ -	\$ -	\$ 41,191	\$ 41,191
Total revenues	-	-	41,191	41,191
EXPENDITURES				
General government	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	-	-	41,191	41,191
FUND BALANCES, beginning of year	-	-	-	-
FUND BALANCES, end of year	\$ -	\$ -	41,191	\$ 41,191
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			\$ 41,191	

CITY OF VALDOSTA, GEORGIA

ACCOMODATIONS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Other taxes	\$ 3,900,100	\$ 3,900,100	\$ 3,928,831	\$ 28,731
Total revenues	<u>3,900,100</u>	<u>3,900,100</u>	<u>3,928,831</u>	<u>28,731</u>
EXPENDITURES				
General government	2,702,046	2,702,046	2,791,101	(89,055)
Total expenditures	<u>2,702,046</u>	<u>2,702,046</u>	<u>2,791,101</u>	<u>(89,055)</u>
Excess of revenues over expenditures	<u>1,198,054</u>	<u>1,198,054</u>	<u>1,137,730</u>	<u>(60,324)</u>
OTHER FINANCING USES				
Transfers out	(1,354,000)	(1,354,000)	-	1,354,000
Total other financing uses	<u>(1,354,000)</u>	<u>(1,354,000)</u>	<u>-</u>	<u>1,354,000</u>
Net change in fund balance	(155,946)	(155,946)	1,137,730	1,293,676
FUND BALANCES, beginning of year	<u>3,458,395</u>	<u>3,458,395</u>	<u>3,458,395</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 3,302,449</u>	<u>\$ 3,302,449</u>	<u>4,596,125</u>	<u>\$ 1,293,676</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			<u>122,162</u>	
FUND BALANCE, GAAP basis, end of year			<u>\$ 4,718,287</u>	

CITY OF VALDOSTA, GEORGIA

SALES TAX 2013 FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Capital outlay	1,500,000	1,500,000	2,541,556	(1,041,556)
Total expenditures	1,500,000	1,500,000	2,541,556	(1,041,556)
Net change in fund balance	(1,500,000)	(1,500,000)	(2,541,556)	(1,041,556)
FUND BALANCES, beginning of year	3,079,674	3,079,674	3,079,674	-
FUND BALANCES, end of year	\$ 1,579,674	\$ 1,579,674	538,118	\$ (1,041,556)
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			(538,118)	
FUND BALANCE, GAAP basis, end of year			\$ -	

CITY OF VALDOSTA, GEORGIA

**SALES TAX 2019 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Intergovernmental	\$ 14,400,000	\$ 14,400,000	\$ 17,046,976	\$ 2,646,976
Other revenues	-	-	-	-
Total revenues	<u>14,400,000</u>	<u>14,400,000</u>	<u>17,046,976</u>	<u>2,646,976</u>
EXPENDITURES				
Capital outlay	<u>13,310,788</u>	<u>13,310,788</u>	<u>8,360,102</u>	<u>4,950,686</u>
Total expenditures	<u>13,310,788</u>	<u>13,310,788</u>	<u>8,360,102</u>	<u>4,950,686</u>
Excess of revenues over expenditures	<u>1,089,212</u>	<u>1,089,212</u>	<u>8,686,874</u>	<u>7,597,662</u>
OTHER FINANCING USES				
Transfers out	<u>(850,263)</u>	<u>(850,263)</u>	<u>-</u>	<u>850,263</u>
Total other financing uses	<u>(850,263)</u>	<u>(850,263)</u>	<u>-</u>	<u>850,263</u>
Net change in fund balance	238,949	238,949	8,686,874	7,597,662
FUND BALANCES, beginning of year	<u>20,634,824</u>	<u>20,634,824</u>	<u>20,634,824</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 20,873,773</u>	<u>\$ 20,873,773</u>	<u>29,321,698</u>	<u>\$ 7,597,662</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			<u>(2,145,865)</u>	
FUND BALANCE, GAAP basis, end of year			<u>\$ 27,175,833</u>	

CITY OF VALDOSTA, GEORGIA

ROAD IMPROVEMENT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 736,422	\$ 736,422	\$ -	\$ (736,422)
Total revenues	<u>736,422</u>	<u>736,422</u>	<u>-</u>	<u>(736,422)</u>
EXPENDITURES				
Capital outlay	736,422	736,422	52,725	683,697
Total expenditures	<u>736,422</u>	<u>736,422</u>	<u>52,725</u>	<u>683,697</u>
Net change in fund balance	-	-	(52,725)	(52,725)
FUND BALANCES, beginning of year	<u>1,481,276</u>	<u>1,481,276</u>	<u>1,481,276</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 1,481,276</u>	<u>\$ 1,481,276</u>	1,428,551	<u>\$ (52,725)</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			(601,889)	
FUND BALANCE, GAAP basis, end of year			<u>\$ 826,662</u>	

CITY OF VALDOSTA, GEORGIA

TSPLOST 2018 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 11,462,116	\$ 11,462,116	\$ 1,903,716	\$ (9,558,400)
Total revenues	<u>11,462,116</u>	<u>11,462,116</u>	<u>1,903,716</u>	<u>(9,558,400)</u>
EXPENDITURES				
Capital outlay	8,390,882	8,390,882	7,487,627	903,255
Total expenditures	<u>8,390,882</u>	<u>8,390,882</u>	<u>7,487,627</u>	<u>903,255</u>
Excess (deficiency) of revenues over expenditures	3,071,234	3,071,234	(5,583,911)	(8,655,145)
OTHER FINANCING USES				
Transfers out	(634,068)	(634,068)	(569,287)	64,781
Total other financing uses	<u>(634,068)</u>	<u>(634,068)</u>	<u>(569,287)</u>	<u>64,781</u>
Net change in fund balance	2,437,166	2,437,166	(6,153,198)	(8,590,364)
FUND BALANCES, beginning of year	<u>3,384,427</u>	<u>3,384,427</u>	<u>3,384,427</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 5,821,593</u>	<u>\$ 5,821,593</u>	<u>(2,768,771)</u>	<u>\$ (8,590,364)</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			6,194,706	
FUND BALANCE, GAAP basis, end of year			<u>\$ 3,425,935</u>	

CITY OF VALDOSTA, GEORGIA

SUNSET HILL PERMANENT FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ -	\$ 7,000	\$ 7,100	\$ 100
Other revenues	-	28,566	31,141	2,575
Total revenues	-	35,566	38,241	2,675
EXPENDITURES				
General government	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	-	35,566	38,241	2,675
FUND BALANCES, beginning of year	1,869,060	1,869,060	1,869,060	-
FUND BALANCES, end of year	<u>\$ 1,869,060</u>	<u>\$ 1,904,626</u>	1,907,301	<u>\$ 2,675</u>
RECONCILIATION TO GAAP BASIS:				
Elimination of effect of encumbrances			-	
FUND BALANCE, GAAP basis, end of year			<u>\$ 1,907,301</u>	

CITY OF VALDOSTA, GEORGIA

FIDUCIARY FUNDS

Tree Commission Custodial Fund – to account for monies collected for the Tree Commission.

Evidence Custodial Fund – to account for monies taken in by the Valdosta Police Department but not condemned.

CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2024

	<u>Tree Commission</u>	<u>Evidence Fund</u>	<u>Total</u>
ASSETS			
Cash	\$ 68,906	\$ 75,846	\$ 144,752
Investments	7,408	-	7,408
Total assets	<u>76,314</u>	<u>75,846</u>	<u>152,160</u>
NET POSITION			
Restricted for individuals, organizations, and other governments	<u>\$ 76,314</u>	<u>\$ 75,846</u>	<u>\$ 152,160</u>

CITY OF VALDOSTA, GEORGIA

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Tree Commission</u>	<u>Evidence Fund</u>	<u>Total</u>
ADDITIONS			
Fines and fees collected	\$ 15,190	\$ 47,335	\$ 62,525
Total additions	<u>15,190</u>	<u>47,335</u>	<u>62,525</u>
DEDUCTIONS			
Fines and fees disbursed	<u>10,285</u>	<u>56,918</u>	<u>67,203</u>
Total deductions	<u>10,285</u>	<u>56,918</u>	<u>67,203</u>
Change in net position	4,905	(9,583)	(4,678)
Net position, beginning of the year	<u>71,409</u>	<u>85,429</u>	<u>156,838</u>
Net position, end of the year	<u>\$ 76,314</u>	<u>\$ 75,846</u>	<u>\$ 152,160</u>

CITY OF VALDOSTA, GEORGIA

NONMAJOR ENTERPRISE FUNDS

Operations of enterprise funds are designed to be self-supporting.

The **Inspection Fund** accounts for revenues and expenses relating to inspections of residential and commercial buildings within Lowndes County and to regulate zoning issues within Lowndes County.

The **Auditorium Fund** accounts for revenues and expenses relating to the operation of the Mathis City Auditorium.

The **Motor Fuel Fund** accounts for revenues and expenses relating to the sale of motor fuel to other governmental entities.

CITY OF VALDOSTA, GEORGIA

**COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2024**

	Inspection Fund	Auditorium Fund	Motor Fuel Fund	Totals
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 2,538,889	\$ 409	\$ 90,056	\$ 2,629,354
Accounts receivable, net of allowances	-	-	21,148	21,148
Due from other governments	-	-	30,049	30,049
Due from other funds	200,000	-	-	200,000
Total current assets	<u>2,738,889</u>	<u>409</u>	<u>141,253</u>	<u>2,880,551</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	17,569	210	-	17,779
Current portion - compensated absences	22,000	-	-	22,000
Total current liabilities	<u>39,569</u>	<u>210</u>	<u>-</u>	<u>39,779</u>
NON-CURRENT LIABILITIES				
Compensated absences, net of current portion	20,776	-	-	20,776
Total non-current liabilities	<u>20,776</u>	<u>-</u>	<u>-</u>	<u>20,776</u>
Total liabilities	<u>60,345</u>	<u>210</u>	<u>-</u>	<u>60,555</u>
NET POSITION				
Unrestricted	2,678,544	199	141,253	2,819,996
Total net position	<u>\$ 2,678,544</u>	<u>\$ 199</u>	<u>\$ 141,253</u>	<u>\$ 2,819,996</u>

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION NONMAJOR ENTERPRISE FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Inspection Fund	Auditorium Fund	Motor Fuel Fund	Totals
OPERATING REVENUES				
Charges for services	\$ 88,096	\$ 6,561	\$ 427,786	\$ 522,443
Permits	1,580,041	-	-	1,580,041
Total operating revenues	1,668,137	6,561	427,786	2,102,484
OPERATING EXPENSES				
Personnel services	670,521	158,868	-	829,389
Purchased or contracted service	71,683	76,345	-	148,028
Supplies	1,808	14,132	419,603	435,543
Travel and training	2,595	2,926	-	5,521
Miscellaneous	232,019	20,372	-	252,391
Total operating expenses	978,626	272,643	419,603	1,670,872
Operating income (loss)	689,511	(266,082)	8,183	431,612
TRANSFERS				
Transfers out	(570,457)	(20,373)	-	(590,830)
Transfers in	-	252,652	-	252,652
Total transfers	(570,457)	232,279	-	(338,178)
Change in net position	119,054	(33,803)	8,183	93,434
NET POSITION, beginning of year	2,559,490	34,002	133,070	2,726,562
NET POSITION, end of year	\$ 2,678,544	\$ 199	\$ 141,253	\$ 2,819,996

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Inspection Fund	Auditorium Fund	Motor Fuel Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 1,468,137	\$ 6,561	\$ 456,606	\$ 1,931,304
Payments to suppliers	(308,121)	(112,389)	(419,603)	(840,113)
Payments to employees	(685,321)	(192,456)	-	(877,777)
	<u>474,695</u>	<u>(298,284)</u>	<u>37,003</u>	<u>213,414</u>
Net cash provided by (used in) operating activities				
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers out	(570,457)	(20,373)	-	(590,830)
Transfers in	-	252,652	-	252,652
	<u>(570,457)</u>	<u>232,279</u>	<u>-</u>	<u>(338,178)</u>
Net cash provided by (used in) noncapital financing activities				
Change in cash and cash equivalents	(95,762)	(66,005)	37,003	(124,764)
Cash and cash equivalents:				
Beginning of year	2,634,651	66,414	53,053	2,754,118
End of year	<u>\$ 2,538,889</u>	<u>\$ 409</u>	<u>\$ 90,056</u>	<u>\$ 2,629,354</u>
(Continued)				

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Inspection Fund	Auditorium Fund	Motor Fuel Fund	Totals
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 689,511	\$ (266,082)	\$ 8,183	\$ 431,612
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
(Increase) decrease:				
Accounts receivable	-	-	58,869	58,869
Due from other governments	-	-	(30,049)	(30,049)
Due from other funds	(200,000)	-	-	(200,000)
Increase (decrease):				
Accounts payable	(7,416)	(15,408)	-	(22,824)
Accrued liabilities	(7,400)	(16,794)	-	(24,194)
Net cash provided by (used in) operating activities	<u>\$ 474,695</u>	<u>\$ (298,284)</u>	<u>\$ 37,003</u>	<u>\$ 213,414</u>

CITY OF VALDOSTA, GEORGIA

INTERNAL SERVICE FUNDS

The **Motor Pool Fund** accounts for the operations and maintenance of the City's fleet.

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

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

The **IT Services Fund** accounts for the cost of providing information technology to user departments.

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS JUNE 30, 2024

	Moter Pool Fund	Group Insurance Fund	Workmen's Compensation Fund	IT Services Fund	Total
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 360,952	\$ 6,140	\$ 550,757	\$ 12,367	\$ 930,216
Accounts receivable, net of allowances	-	29,020	-	-	29,020
Due from other funds	-	3,299,102	1,173,042	-	4,472,144
Inventories	550,961	-	-	-	550,961
Total current assets	911,913	3,334,262	1,723,799	12,367	5,982,341
NON-CURRENT ASSETS					
Nondepreciable	97,670	-	-	-	97,670
Depreciable, net of accumulated depreciation	10,178,551	-	-	-	10,178,551
Total non-current assets	10,276,221	-	-	-	10,276,221
Total assets	11,188,134	3,334,262	1,723,799	12,367	16,258,562
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	194,985	1,801,322	101,547	12,366	2,110,220
Accrued liabilities	28,728	-	-	-	28,728
Current portion - compensated absences	17,000	-	-	-	17,000
Current portion - financed purchases payable	470,297	-	-	-	470,297
Due to other funds	3,612,914	1,533,587	870,000	-	6,016,501
Total current liabilities	4,323,924	3,334,909	971,547	12,366	8,642,746
NON-CURRENT LIABILITIES					
Compensated absences, net of current portion	20,650	-	-	-	20,650
Financed purchases payable, net of current portion	1,355,289	-	-	-	1,355,289
Advance from other funds	4,966,349	-	-	-	4,966,349
Total non-current liabilities	6,342,288	-	-	-	6,342,288
Total liabilities	10,666,212	3,334,909	971,547	12,366	14,985,034
NET POSITION					
Net investment in capital assets	8,450,635	-	-	-	8,450,635
Unrestricted	(7,928,713)	(647)	752,252	1	(7,177,107)
Total net position	\$ 521,922	\$ (647)	\$ 752,252	\$ 1	\$ 1,273,528

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION INTERNAL SERVICE FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Moter Pool Fund	Group Insurance Fund	Workmen's Compensation Fund	IT Services Fund	Total
OPERATING REVENUES					
Charges for services	\$ 6,615,500	\$ 4,930,058	\$ 731,388	\$ 1,762,793	\$ 14,039,739
Other services	-	131,630	-	-	131,630
Total operating revenues	6,615,500	5,061,688	731,388	1,762,793	14,171,369
OPERATING EXPENSES					
Personnel services	826,560	-	-	-	826,560
Purchased or contracted services	100,574	2,138,282	-	1,761,199	4,000,055
Travel and training	7,993	-	-	-	7,993
Claims paid	-	7,727,782	891,842	-	8,619,624
Supplies	2,540,448	1,995	-	1,513	2,543,956
Miscellaneous	459,061	13,091	208,913	81	681,146
Depreciation	2,221,927	-	-	-	2,221,927
Total operating expenses	6,156,563	9,881,150	1,100,755	1,762,793	18,901,261
Operating income (loss)	458,937	(4,819,462)	(369,367)	-	(4,729,892)
NON-OPERATING INCOME (EXPENSES)					
Interest expense	(74,217)	-	-	-	(74,217)
Gain on sale of capital assets	137,202	-	-	-	137,202
Total non-operating income (expenses), net	62,985	-	-	-	62,985
Income (loss) before transfers	521,922	(4,819,462)	(369,367)	-	(4,666,907)
TRANSFERS					
Transfers in	-	4,819,462	-	-	4,819,462
Total transfers	-	4,819,462	-	-	4,819,462
Change in net position	521,922	-	(369,367)	-	152,555
Net position (deficit), beginning of year	-	(647)	1,121,619	1	1,120,973
Net position (deficit), end of year	\$ 521,922	\$ (647)	\$ 752,252	\$ 1	\$ 1,273,528

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Moter Pool Fund	Group Insurance Fund	Workmen's Compensation Fund	IT Services Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from interfund services provided	\$ 7,365,500	\$ 3,990,080	\$ 1,364,085	\$ 1,762,793	\$ 14,482,458
Payments to suppliers	(3,528,378)	(9,158,049)	(1,105,453)	(1,830,674)	(15,622,554)
Payments to employees	(830,918)	-	-	-	(830,918)
Net cash provided by (used in) operating activities	3,006,204	(5,167,969)	258,632	(67,881)	(1,971,014)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	4,819,462	-	-	4,819,462
Net cash provided by noncapital financing activities	-	4,819,462	-	-	4,819,462
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	(2,252,897)	-	-	-	(2,252,897)
Proceeds from the sale of capital assets	137,202	-	-	-	137,202
Principal paid on financed purchases	(455,340)	-	-	-	(455,340)
Interest paid	(74,217)	-	-	-	(74,217)
Net cash used in capital and related financing activities	(2,645,252)	-	-	-	(2,645,252)
Change in cash and cash equivalents	360,952	(348,507)	258,632	(67,881)	203,196
Cash and cash equivalents:					
Beginning of year	-	354,647	292,125	80,248	727,020
End of year	\$ 360,952	\$ 6,140	\$ 550,757	\$ 12,367	\$ 930,216

(Continued)

CITY OF VALDOSTA, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Moter Pool Fund	Group Insurance Fund	Workmen's Compensation Fund	IT Services Fund	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 458,937	\$ (4,819,462)	\$ (369,367)	\$ -	\$ (4,729,892)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	2,221,927	-	-	-	2,221,927
(Increase) decrease:					
Accounts receivable	-	(5,195)	-	-	(5,195)
Inventories	(151,775)	-	-	-	(151,775)
Due from other funds	-	(2,600,000)	(237,303)	-	(2,837,303)
Increase (decrease):					
Accounts payable	(268,527)	723,101	(4,698)	(67,881)	381,995
Accrued liabilities	(4,358)	-	-	-	(4,358)
Due to other funds	750,000	1,533,587	870,000	-	3,153,587
Net cash provided by (used in) operating activities	<u>\$ 3,006,204</u>	<u>\$ (5,167,969)</u>	<u>\$ 258,632</u>	<u>\$ (67,881)</u>	<u>\$ (1,971,014)</u>

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2013 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Project Description	Original	Revised	Expenditures		
	Estimated Cost	Estimated Cost	Prior Years	Current Year	Total
Resurfacing	\$ 2,000,000	\$ 2,226,754	\$ 1,794,145	\$ -	\$ 1,794,145
Road improvements	3,075,000	5,198,527	5,533,068	9,311	5,542,379
Sidewalk improvements	2,000,000	1,756,278	1,965,876	538,117	2,503,993
Intersection improvements	200,000	-	89,740	-	89,740
Drainage improvements	3,000,000	486,329	596,923	-	596,923
Traffic improvements	750,000	1,149,583	1,228,511	-	1,228,511
Street maintenance repairs	350,000	321,184	564,900	-	564,900
Piping of ditches	300,000	536,345	426,400	-	426,400
Police buildings	130,000	192,308	192,602	-	192,602
Police contingency	105,000	-	-	-	-
Public safety radio	2,505,000	2,241,574	2,596,378	-	2,596,378
Technology police	633,000	626,067	626,067	-	626,067
Police weapons	127,000	-	-	-	-
Miscellaneous parks and recreation projects	1,000,000	1,000,000	1,312,555	11,562	1,324,117
100' Aerial Fire Truck	1,100,000	-	-	-	-
County wide radio	2,000,000	1,641,750	1,286,945	-	1,286,945
Pumper trucks	1,600,000	-	-	-	-
Public works claw truck	435,000	-	-	-	-
Miscellaneous equipment	80,000	-	-	-	-
Front end loader	530,000	-	-	-	-
Pelican sweeper	165,000	-	-	-	-
Refuse trucks	960,000	160,000	107,180	-	107,180
Rear end loader	330,000	-	-	-	-
Water and sewer contingency	5,257,186	-	-	-	-
Sewer collections system	20,000,000	5,028,259	3,572,267	2,458,170	6,030,437
Equipment	375,000	-	-	-	-
GEFA debt repayment for Force Main Project	6,034,554	13,120,357	13,758,889	-	13,758,889
Manhole/liner rehabilitation	3,100,000	3,400,000	3,362,146	-	3,362,146
Sewer collections smoke testing	633,260	385,594	385,594	-	385,594
Willacoochee sewer plant	20,000,000	23,510,590	23,455,742	62,514	23,518,256
Downtown	500,000	500,000	-	-	-
Mathis Auditorium	250,000	-	-	-	-
Software & hardware	500,000	201,801	56,755	-	56,755
Vallotton lighting Force main easements	-	34,850	34,850	-	34,850
Force main easements	-	40,614	40,614	-	40,614
Supplement environmental project	-	331,801	340,802	-	340,802
Sugar Creek stream/wetlands credit	-	24,000	24,000	-	24,000
Withlacoochee stream/wetlands credit	-	62,605	62,605	-	62,605
Mathis Auditorium fly line replacement	-	174,300	174,300	-	174,300
Mathis Auditorium roof repairs	-	20,350	20,350	-	20,350
Vac con truck	-	323,541	323,541	-	323,541
Council chamber remodel	-	16,034	16,034	-	16,034
Customer service building	-	31,723	31,723	-	31,723
Downtown land improvements	-	243,094	243,094	-	243,094
Five points paving	-	36,307	36,307	-	36,307
AMI radio read system	-	1,148,481	1,906,927	-	1,906,927
	80,025,000	66,171,000	66,167,830	3,079,674	69,247,504
Transfer in	-	-	(827,565)	-	(827,565)
Transfer out	-	-	213,395	-	213,395
	<u>\$ 80,025,000</u>	<u>\$ 66,171,000</u>	<u>\$ 65,553,660</u>	<u>\$ 3,079,674</u>	<u>\$ 68,633,334</u>

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF EXPENDITURES OF
SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
2019 ISSUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Project Description	Original	Revised	Expenditures		
	Estimated Cost	Estimated Cost	Prior Years	Current Year	Total
Resurfacing	\$ 4,160,000	\$ 4,160,000	\$ 1,334,079	\$ 1,168,373	\$ 2,502,452
Sidewalk improvements	4,943,660	4,943,660	1,463,197	660,849	2,124,046
Intersection improvements	271,440	271,440	31,521	490,791	522,312
Drainage improvements	821,718	821,718	-	673,746	673,746
Traffic improvements	240,000	240,000	278,394	137,363	415,757
Street maintenance repairs	1,005,000	1,005,000	181,077	81,320	262,397
Piping of ditches	1,800,000	1,800,000	5,720	-	5,720
Police buildings	250,000	250,000	250,000	-	250,000
Police in car camera system	600,000	600,000	349,080	300,000	649,080
Grapple loader (2)	350,000	350,000	-	-	-
Rear end loader (2)	540,000	540,000	1,224,568	-	1,224,568
Front end loader	265,000	265,000	-	-	-
Sweeper	220,000	220,000	-	-	-
Baler	450,000	450,000	-	-	-
Recycle shed	500,000	500,000	-	-	-
SCBA airpicks	380,000	380,000	403,332	-	403,332
Cascade air filling system	75,000	75,000	55,990	-	55,990
EPD sewer collection	6,500,000	6,500,000	3,121,109	4,927,317	8,048,426
Lift station replacement	4,000,000	4,000,000	7,500	-	7,500
Smoke testing	150,000	150,000	-	-	-
Water transmission system	2,000,000	2,000,000	-	-	-
Water mains	2,500,000	2,500,000	-	-	-
Manhole rehab	2,050,000	2,050,000	309,300	-	309,300
Water plant generator	1,500,000	1,500,000	461,500	-	461,500
Well rehab	3,000,000	3,000,000	-	-	-
Treatment plant basin resurfacing	450,000	450,000	-	-	-
Water treatment plant II or loop	2,000,000	2,000,000	-	-	-
Emergency repairs	2,000,000	2,000,000	2,056,407	279,597	2,336,004
GEFA debt reduction	10,917,140	10,917,140	6,818,182	-	6,818,182
AMI radio read system	2,500,000	2,500,000	1,440,034	-	1,440,034
Facilities	4,450,000	4,450,000	-	-	-
Hardware/software	300,000	300,000	-	-	-
Downtown	312,925	312,925	-	-	-
New District 5 Park	1,500,000	1,500,000	-	-	-
Existing parks	2,000,000	2,000,000	4,207,633	1,786,471	5,994,104
Undesignated contingency	-	-	362,521	-	362,521
Water/sewer utility adjustment	-	-	98,455	-	98,455
Bank fees	-	-	255	140	395
	65,001,883	65,001,883	24,459,854	10,505,967	34,965,821
Transfer in	-	-	(213,395)	-	(213,395)
	<u>\$ 65,001,883</u>	<u>\$ 65,001,883</u>	<u>\$ 24,246,459</u>	<u>\$ 10,505,967</u>	<u>\$ 34,752,426</u>

STATISTICAL SECTION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	122 – 130
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	131 – 137
<i>These schedules contain information to help the reader assess the City's most significant local revenue sources.</i>	
Debt Capacity	138 – 142
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	143 and 144
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	145 – 148
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the City's financial reports for the relevant year.

CITY OF VALDOSTA, GEORGIA

NET POSITION BY ACTIVITY LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities:										
Net investment in capital assets	\$ 82,400,730	\$ 123,787,408	\$ 126,737,107	\$ 125,177,312	\$ 124,632,388	\$ 123,992,944	\$ 123,365,691	\$ 123,508,656	\$ 122,920,700	\$ 121,284,565
Restricted	4,545,543	3,998,000	5,034,717	6,786,721	6,234,963	3,749,772	7,152,077	3,434,376	27,769,864	32,390,991
Unrestricted	(6,568,573)	(55,838,470)	(52,750,184)	(64,753,444)	(58,377,709)	(53,588,328)	(48,774,061)	(37,978,404)	(50,007,200)	(47,852,027)
Total governmental activities net position	<u>\$ 80,377,700</u>	<u>\$ 71,946,938</u>	<u>\$ 79,021,640</u>	<u>\$ 67,210,589</u>	<u>\$ 72,489,642</u>	<u>\$ 74,154,388</u>	<u>\$ 81,743,707</u>	<u>\$ 88,964,628</u>	<u>\$ 100,683,364</u>	<u>\$ 105,823,529</u>
Business-type activities:										
Net investment in capital assets	\$ 122,682,085	\$ 133,344,497	\$ 129,682,586	\$ 134,147,501	\$ 136,646,269	\$ 143,080,879	\$ 144,666,144	\$ 151,853,934	\$ 157,256,790	\$ 161,285,119
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(6,796,181)	(5,160,842)	(3,356,799)	(5,974,943)	(6,779,041)	(6,982,870)	(1,915,332)	(4,650,988)	(9,418,859)	(15,741,430)
Total business-type activities net position	<u>\$ 115,885,904</u>	<u>\$ 128,183,655</u>	<u>\$ 126,325,787</u>	<u>\$ 128,172,558</u>	<u>\$ 129,867,228</u>	<u>\$ 136,098,009</u>	<u>\$ 142,750,812</u>	<u>\$ 147,202,946</u>	<u>\$ 147,837,931</u>	<u>\$ 145,543,689</u>
Primary government:										
Net investment in capital assets	\$ 205,082,815	\$ 257,131,905	\$ 256,419,693	\$ 259,324,813	\$ 261,278,657	\$ 267,073,823	\$ 268,031,835	\$ 275,362,590	\$ 280,177,490	\$ 282,569,684
Restricted	4,545,543	3,998,000	5,034,717	6,786,721	6,234,963	3,749,772	7,152,077	3,434,376	27,769,864	32,390,991
Unrestricted	(13,364,754)	(60,999,312)	(56,106,983)	(70,728,387)	(65,156,750)	(60,571,198)	(50,689,393)	(42,629,392)	(59,426,059)	(63,593,457)
Total primary government net position	<u>\$ 196,263,604</u>	<u>\$ 200,130,593</u>	<u>\$ 205,347,427</u>	<u>\$ 195,383,147</u>	<u>\$ 202,356,870</u>	<u>\$ 210,252,397</u>	<u>\$ 224,494,519</u>	<u>\$ 236,167,574</u>	<u>\$ 248,521,295</u>	<u>\$ 251,367,218</u>

Note: GASB 68 was implemented during fiscal year 2015.

CITY OF VALDOSTA, GEORGIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	Fiscal Year ^(a)									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Primary government										
Governmental activities:										
General government	\$ 21,365,496	\$ 19,793,450	\$ 21,222,388	\$ 17,828,062	\$ 16,947,416	\$ 19,471,991	\$ 20,417,727	\$ 27,678,831	\$ 31,968,076	\$ 29,456,670
Public safety	21,876,662	24,181,599	22,026,971	25,732,425	25,588,378	25,900,150	28,712,613	26,848,385	28,083,951	31,382,681
Public works	1,720,736	2,042,771	1,664,440	1,763,484	1,772,936	1,886,658	2,170,497	1,985,794	2,961,258	12,085,133
Community development	1,036,031	1,104,091	2,037,292	2,188,188	2,166,248	2,273,856	3,730,409	3,659,396	3,197,075	2,409,300
Interest on long-term debt	5,003	3,044	9,645	16,659	5,941	10,658	2,278	5,138	-	-
Total governmental activities expenses	46,003,928	47,124,955	46,960,736	47,528,818	46,480,919	49,543,313	55,033,524	60,177,544	66,210,360	75,333,784
Business-type activities:										
Sanitation	4,793,589	4,992,623	5,262,973	5,709,783	5,660,431	5,632,534	6,207,759	5,955,614	6,226,700	15,154,158
Water and sewer	16,259,357	15,891,914	19,902,939	19,904,646	21,178,047	19,006,552	20,996,360	19,825,664	19,761,531	19,851,119
Inspection	949,697	862,507	811,270	840,559	900,375	883,166	1,006,627	1,000,373	1,033,669	1,069,530
DOL Building	373,249	423,139	343,828	343,698	309,336	301,288	282,704	278,620	287,958	283,050
Stormwater	1,090,243	1,091,578	1,354,319	1,489,702	1,397,631	1,474,837	1,727,600	1,782,234	2,086,520	1,780,908
Motor fuel	402,611	271,105	292,619	318,224	345,705	256,317	207,370	388,261	402,304	419,603
Auditorium	242,997	245,846	276,172	276,489	283,656	315,395	320,516	390,914	335,841	320,838
Total business-type activities expenses	24,111,743	23,778,712	28,244,120	28,883,101	30,075,181	27,870,089	30,748,936	29,621,680	30,134,523	38,879,206
Total primary government expenses	70,115,671	70,903,667	75,204,856	76,411,919	76,556,100	77,413,402	85,782,460	89,799,224	96,344,883	114,212,990
Program revenues										
Primary government										
Governmental activities:										
Charges for services										
General government	355,698	56,591	(14,556)	93,392	47,883	43,583	54,909	78,777	1,426,881	815,789
Public safety	2,320,195	2,203,592	2,307,698	2,365,134	2,426,640	2,128,015	2,343,097	1,481,144	658,653	730,533
Other activities	115,062	103,566	134,989	146,272	125,938	104,970	81,979	78,045	125,643	171,004
Operating grants and contributions	2,156,022	2,558,807	3,324,713	1,385,946	1,833,920	1,780,286	9,922,336	8,393,963	2,963,442	996,197
Capital grants and contributions	12,744,363	11,907,962	12,389,719	12,582,892	12,921,995	13,856,415	14,998,495	16,641,724	26,795,053	27,165,566
Total governmental activities program revenues	17,691,340	16,830,518	18,142,563	16,573,636	17,356,376	17,913,269	27,400,816	26,673,653	31,969,672	29,879,089

(Continued)

CITY OF VALDOSTA, GEORGIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	Fiscal Year ^(a)									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Program revenues (Continued)										
Business-type activities:										
Charges for services ^(a)										
Sanitation	\$ 4,762,126	\$ 5,025,549	\$ 5,166,514	\$ 5,870,885	\$ 5,728,960	\$ 5,962,743	\$ 6,369,081	\$ 6,496,336	\$ 6,212,625	\$ 6,179,937
Water and sewer	17,153,046	17,185,147	18,533,990	18,741,504	19,786,789	20,936,570	21,957,504	22,251,702	23,687,677	24,577,012
Inspection	920,440	860,838	1,163,724	1,315,570	1,229,120	1,468,150	1,666,774	1,779,057	1,889,432	1,668,137
DOL Building	469,157	469,157	469,157	469,157	469,157	469,157	469,157	435,514	502,800	273,675
Stormwater	1,286,864	1,283,342	1,690,913	1,795,212	1,808,869	1,813,191	1,841,585	1,819,547	1,842,000	1,880,265
Other activities	463,643	323,915	350,343	381,083	401,112	300,970	221,968	430,883	489,321	434,347
Operating grants and contributions	-	-	-	-	-	-	-	-	-	8,502,619
Capital grants and contributions	-	-	-	-	-	-	-	-	409,963	-
Total business-type activities										
program revenues	25,055,276	25,147,948	27,374,641	28,573,411	29,424,007	30,950,781	32,526,069	33,213,039	35,033,818	43,515,992
Total primary government										
program revenues	42,746,616	41,978,466	45,517,204	45,147,047	46,780,383	48,864,050	59,926,885	59,886,692	67,003,490	73,395,081
General revenues and other changes in net position										
Primary government										
Governmental activities:										
Property taxes	10,089,226	10,128,482	12,683,175	13,124,375	13,342,926	12,852,906	14,187,944	13,977,803	17,440,199	18,427,425
Sales taxes	9,083,678	8,853,226	8,723,677	9,060,686	9,443,496	9,905,639	11,661,631	12,109,364	11,441,263	12,122,732
Accommodations tax	2,725,208	2,893,595	3,059,867	3,194,645	3,338,537	2,699,082	2,889,155	3,841,113	3,690,451	3,928,415
Other taxes	9,381,528	9,532,899	9,704,815	9,689,613	10,287,970	10,524,167	10,641,956	10,978,131	8,760,762	8,898,143
Investment earnings	16,526	17,374	32,657	48,069	75,146	48,420	3,855	23,507	362,439	420,426
Miscellaneous	628,271	427,323	700,295	572,584	261,365	414,665	713,156	633,737	-	2,201,334
Transfers	(12,790,684)	(9,989,224)	988,389	(2,156,461)	(2,345,844)	(3,510,102)	(4,515,657)	(838,843)	4,264,310	4,596,385
Total governmental activities										
general revenues and changes in net position	19,133,753	21,863,675	35,892,875	33,533,511	34,403,596	32,934,777	35,582,040	40,724,812	45,959,424	50,594,860
Business-type activities:										
Investment earnings	-	-	-	-	-	-	-	21,932	-	-
Special items	-	939,291	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-	(2,334,643)
Transfers	12,790,684	9,989,224	(988,389)	2,156,461	2,345,844	3,510,102	4,515,657	838,843	(4,264,310)	(4,596,385)
Total business type activities										
general revenues and changes in net position	12,790,684	10,928,515	(988,389)	2,156,461	2,345,844	3,510,102	4,515,657	860,775	(4,264,310)	(6,931,028)

(Continued)

CITY OF VALDOSTA, GEORGIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS

	Fiscal Year ^(a)									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General revenues and other changes in net position (Continued)										
Total primary government general revenues and other changes in net position	\$ 31,924,437	\$ 32,792,190	\$ 34,904,486	\$ 35,689,972	\$ 36,749,440	\$ 36,444,879	\$ 40,097,697	\$ 41,585,587	\$ 41,695,114	\$ 43,663,832
Change in net position										
Governmental activities	(9,178,835)	(8,430,762)	7,074,702	2,578,329	5,279,053	1,304,733	7,949,332	7,220,921	11,718,736	5,140,165
Business-type activities	13,734,217	12,297,751	(1,857,868)	1,846,771	1,694,670	6,590,794	6,292,790	4,452,134	634,985	(2,294,242)
Total primary government change in net position	\$ 4,555,382	\$ 3,866,989	\$ 5,216,834	\$ 4,425,100	\$ 6,973,723	\$ 7,895,527	\$ 14,242,122	\$ 11,673,055	\$ 12,353,721	\$ 2,845,923

^(a) Revenue growth from year to year due mostly to increased rates for services due to rising energy costs.

CITY OF VALDOSTA, GEORGIA

FUND BALANCES – GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable	\$ 4,277,368	\$ 3,551,702	\$ 3,292,866	\$ 2,677,584	\$ 4,868,536	\$ 4,440,823	\$ 6,080,536	\$ 7,120,094	\$ 5,960,221	\$ 5,960,221
Restricted	207,912	206,002	214,291	226,914	235,318	241,627	263,460	282,130	376,120	324,797
Committed	10,767	10,767	10,767	10,767	10,767	10,767	10,767	10,767	10,767	10,767
Assigned	-	-	-	485,233	-	-	1,285,958	1,258,962	1,416,227	1,594,720
Unassigned	(1,873,454)	(1,235,605)	(498,949)	-	(1,334,464)	(359,886)	2,869,068	4,306,313	9,899,955	14,890,481
Total General Fund	<u>\$ 2,622,593</u>	<u>\$ 2,532,866</u>	<u>\$ 3,018,975</u>	<u>\$ 3,400,498</u>	<u>\$ 3,780,157</u>	<u>\$ 4,333,331</u>	<u>\$ 10,509,789</u>	<u>\$ 12,978,266</u>	<u>\$ 17,663,290</u>	<u>\$ 22,780,986</u>
All other governmental funds										
Nonspendable, reported in:										
Special Revenue Funds	\$ 2,615,521	\$ 2,526,771	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Projects Funds	213,395	213,395	-	-	-	-	-	213,395	213,395	206,675
Permanent funds	1,639,355	1,661,287	1,688,761	1,708,471	1,730,959	1,760,138	-	1,832,471	1,869,060	1,907,301
Restricted, reported in:										
Special Revenue Funds	259,555	179,820	2,692,805	2,726,461	2,275,612	5,159,397	5,159,397	1,331,698	2,561,788	2,363,073
Capital Projects Funds	11,623,286	2,141,728	2,893,717	3,566,599	2,608,899	1,745,711	1,745,711	7,319,024	24,982,379	27,795,820
Assigned, reported in:										
Special Revenue Funds	319,114	584,357	900,420	1,439,690	2,544,492	3,474,135	1,564,784	2,535,467	3,458,395	4,718,287
Capital Projects Funds	490,642	374,163	1,472,890	4,221,265	7,504,953	12,137,417	14,046,768	11,486,553	3,384,427	3,425,935
Unassigned, reported in:										
Special Revenue Funds	(115,034)	(43,746)	(193,979)	(437,349)	(198,863)	(1,333,397)	(1,333,397)	(1,115,872)	(743,149)	(1,076,938)
Capital Projects Funds	(11,229,531)	(4,387,331)	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 5,816,303</u>	<u>\$ 3,250,444</u>	<u>\$ 9,454,614</u>	<u>\$ 13,225,137</u>	<u>\$ 16,466,052</u>	<u>\$ 22,943,401</u>	<u>\$ 21,183,263</u>	<u>\$ 23,602,736</u>	<u>\$ 35,726,295</u>	<u>\$ 39,340,153</u>
Total all governmental funds	<u>\$ 8,438,896</u>	<u>\$ 5,783,310</u>	<u>\$ 12,473,589</u>	<u>\$ 16,625,635</u>	<u>\$ 20,246,209</u>	<u>\$ 27,276,732</u>	<u>\$ 31,693,052</u>	<u>\$ 36,581,002</u>	<u>\$ 53,389,585</u>	<u>\$ 62,121,139</u>

CITY OF VALDOSTA, GEORGIA

CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 30,611,633	\$ 30,908,671	\$ 33,558,371	\$ 34,650,674	\$ 35,826,202	\$ 35,537,026	\$ 38,826,267	\$ 40,491,993	\$ 41,827,566	\$ 43,460,588
Licenses and permits	529,749	536,322	557,575	523,976	522,495	509,315	553,358	578,565	482,605	468,029
Charges for services	458,832	142,285	109,622	216,154	170,735	126,887	361,863	188,590	625,266	195,614
Fines and forfeitures	1,150,198	1,038,107	1,186,152	1,125,592	984,425	823,201	859,645	598,608	570,713	610,766
Interest revenues	18,034	17,374	32,657	48,069	75,147	48,420	3,855	23,507	362,439	420,426
Contributions and donations	17,731	28,648	21,236	276,761	19,314	23,314	66,245	18,544	708	-
Miscellaneous	644,895	537,879	670,526	634,940	200,454	147,696	772,348	361,426	531,885	442,917
Intergovernmental	16,116,112	15,208,742	17,109,319	14,982,586	16,215,780	16,849,550	25,245,914	24,114,841	30,012,850	27,568,125
Total revenues	49,547,184	48,418,028	53,245,458	52,458,752	54,014,552	54,065,409	66,689,495	66,376,074	74,414,032	73,166,465
Expenditures										
Current:										
General government	10,815,741	10,738,650	11,040,044	11,524,672	11,306,100	11,246,174	12,177,450	13,210,875	20,831,024	16,229,742
Public safety	20,389,657	22,679,350	22,467,739	24,704,297	24,280,599	25,265,381	27,591,150	24,718,053	25,525,185	28,084,815
Public works	1,532,042	1,820,409	1,506,781	1,633,232	1,625,467	1,807,948	2,019,765	1,708,983	2,724,307	2,833,940
Economic development and assistance	984,591	1,054,921	1,992,277	2,136,657	2,115,199	2,240,363	3,672,912	3,574,471	3,197,712	2,406,986
Capital outlay	19,913,386	16,238,204	9,043,280	9,486,284	11,220,282	10,948,626	12,232,652	20,372,540	6,972,823	17,369,434
Debt service:										
Principal	-	3,044	9,645	16,659	5,941	10,658	2,278	72,106	124,712	88,738
Interest and fiscal charges	27,904	77,511	138,188	189,361	129,323	165,192	74,966	5,138	7,259	3,666
Total expenditures	53,663,321	52,612,089	46,197,954	49,691,162	50,682,911	51,684,342	57,771,173	63,662,166	59,383,022	67,017,321
Excess (deficiency) of revenues over (under) expenditures	(4,116,137)	(4,194,061)	7,047,504	2,767,590	3,331,641	2,381,067	8,918,322	2,713,908	15,031,010	6,149,144

(Continued)

CITY OF VALDOSTA, GEORGIA

CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other financing sources (uses)										
Transfers in	\$ 2,231,000	\$ 1,918,894	\$ 2,241,065	\$ 2,839,733	\$ 2,657,326	\$ 3,577,536	\$ 6,599,282	\$ 3,037,095	\$ 4,603,176	\$ 6,985,696
Transfers out	-	(2,514,434)	(2,718,798)	(1,903,400)	(2,368,393)	(2,155,554)	(6,322,691)	(2,657,429)	(2,825,603)	(6,703,311)
Financed purchase	(3,041,018)	2,134,015	120,508	448,123	-	117,235	126,022	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	2,300,025
Total other financing sources (uses)	(810,018)	1,538,475	(357,225)	1,384,456	288,933	1,539,217	402,613	379,666	1,777,573	2,582,410
Net change in fund balances	<u>\$ (4,926,155)</u>	<u>\$ (2,655,586)</u>	<u>\$ 6,690,279</u>	<u>\$ 4,152,046</u>	<u>\$ 3,620,574</u>	<u>\$ 3,920,284</u>	<u>\$ 9,320,935</u>	<u>\$ 3,093,574</u>	<u>\$ 16,808,583</u>	<u>\$ 8,731,554</u>
Debt service as a percentage of noncapital expenditures	<u>0.49%</u>	<u>0.08%</u>	<u>0.22%</u>	<u>0.51%</u>	<u>0.34%</u>	<u>0.43%</u>	<u>0.17%</u>	<u>0.19%</u>	<u>0.24%</u>	<u>0.18%</u>

CITY OF VALDOSTA, GEORGIA
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Governmental activities:										
General government	\$ 12,988,509	\$ 11,831,839	\$ 12,242,922	\$ 12,371,305	\$ 12,903,232	\$ 13,849,669	\$ 18,706,232	\$ 18,956,639	\$ 1,426,881	\$ 815,789
Public safety	3,789,268	4,364,660	4,742,804	3,124,634	3,718,756	3,424,877	8,164,616	7,056,719	4,709,915	730,533
Public works	115,062	103,566	125,293	136,402	125,103	104,970	81,979	78,045	19,714,986	26,539,742
Public involvement	798,501	530,453	1,075,780	941,295	609,285	533,753	447,989	582,250	6,117,890	1,793,025
Total governmental activities	17,691,340	16,830,518	18,186,799	16,573,636	17,356,376	17,913,269	27,400,816	26,673,653	31,969,672	29,879,089
Expenditures										
Business-type activities:										
Sanitation	4,762,126	5,025,549	5,166,514	5,870,885	5,728,960	5,962,743	6,369,081	6,496,336	6,388,914	14,364,506
Water and sewer	17,153,046	17,185,147	18,533,990	18,741,504	19,786,789	20,936,570	21,957,504	22,251,702	23,921,351	24,691,802
Inspection	920,440	860,838	1,163,724	1,315,570	1,229,120	1,468,150	1,666,774	1,779,057	1,889,432	1,668,137
DOL Building	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157	502,800	273,675
Stormwater	1,286,864	1,283,342	1,690,913	1,795,212	1,808,869	1,813,191	1,841,585	1,819,547	1,842,000	2,083,525
Auditorium	51,130	43,734	49,011	54,835	46,822	38,198	11,793	35,638	44,000	6,561
Motor fuel	412,513	280,181	301,332	326,248	354,290	262,772	210,175	395,245	445,321	427,786
Total business-type activities	25,055,276	25,147,948	27,374,641	28,573,411	29,424,007	30,950,781	32,526,069	33,246,682	35,033,818	43,515,992
Total primary government	\$ 42,746,616	\$ 41,978,466	\$ 45,561,440	\$ 45,147,047	\$ 46,780,383	\$ 48,864,050	\$ 59,926,885	\$ 59,920,335	\$ 67,003,490	\$ 73,395,081

CITY OF VALDOSTA, GEORGIA

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE LAST TEN FISCAL YEARS (In thousands)

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales and Use Tax</u>	<u>Gross Receipts & Business</u>	<u>Other</u>	<u>Total</u>
2015	\$ 10,027,554	\$ 21,228,559	\$ 8,457,767	\$ 2,959,335	\$ 42,673,215
2016	10,088,963	19,806,857	8,862,637	3,007,983	41,766,440
2017	12,605,365	19,512,076	9,053,726	3,059,866	44,231,033
2018	13,016,374	19,324,703	9,160,644	4,339,113	45,840,834
2019	13,334,408	20,219,071	9,603,869	4,375,402	47,532,750
2020	12,784,319	21,629,445	9,639,514	4,058,538	48,111,816
2021	14,086,089	25,983,317	9,344,441	3,642,787	53,056,634
2022	14,046,151	25,560,230	10,407,885	5,313,769	55,328,035
2023	14,739,725	27,148,877	11,296,420	4,350,158	57,535,180
2024	15,296,758	31,833,542	11,132,674	3,998,306	62,261,280

CITY OF VALDOSTA, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Digest Tax Year	Residential Property	Commercial Property	Industrial Property	Utility Property	Agricultural Property	Historic Property	Other Property	Less: Tax-Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate
2015	2014	\$ 629,977,119	\$ 586,799,538	\$ 286,741,138	\$ 35,739,813	\$ 1,717,959	\$ 1,626,297	\$ 93,245,936	\$ 150,697,124	\$ 1,485,150,676	6.102
2016	2015	621,844,752	675,809,277	309,723,341	37,643,223	2,791,956	2,107,567	60,784,731	198,655,408	1,512,049,439	6.102
2017	2016	618,968,964	647,258,960	315,738,862	35,279,028	2,762,184	2,068,745	46,531,393	183,194,374	1,485,413,762	7.950
2018	2017	616,813,247	643,516,697	315,719,145	34,938,130	2,805,968	2,337,397	34,303,453	179,265,606	1,471,168,431	8.001
2019	2018	620,291,063	651,896,039	341,643,108	33,253,858	2,763,145	91,094	26,293,497	173,888,986	1,502,342,818	8.001
2020	2019	627,083,691	674,967,806	330,428,668	40,176,255	3,093,673	2,308,258	1,234,027	189,295,933	1,489,996,445	7.809
2021	2020	634,096,077	681,242,868	324,541,201	42,684,068	3,160,446	2,147,147	689,170	187,527,338	1,501,033,639	7.974
2022	2021	655,845,415	693,394,352	294,453,508	45,255,145	3,129,650	1,884,668	889,208	189,439,285	1,505,412,661	7.796
2023	2022	933,598,524	706,863,256	440,115,683	44,812,461	3,732,240	138,120	822,007	180,690,665	1,949,391,626	6.947
2024	2023	978,383,099	1,132,546,330	519,593,246	48,934,795	4,013,040	1,007,282	2,262,261	257,238,110	2,429,501,943	6.506

Source: Lowndes County Tax Commissioner

CITY OF VALDOSTA, GEORGIA

WATER AND SEWER RATES LAST TEN FISCAL YEARS

Fiscal Year	Residential Class			
	Water Base Charge	Sewer Base Charge	Water Rate Per CCF	Sewer Rate Per CCF
2015	6.30	6.30	1.40	2.80
2016	7.00	7.00	1.40	2.80
2017	7.35	7.35	1.40	2.80
2018	7.72	7.72	1.47	2.94
2019	8.11	8.11	1.47	2.94
2020	8.52	8.52	1.47	2.94
2021	8.95	8.95	1.47	2.94
2022	9.40	9.40	1.47	2.94
2023	8.95	8.95	1.47	2.94
2024	10.71	10.71	1.67	3.36

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

CITY OF VALDOSTA, GEORGIA

DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN FISCAL YEARS (Rate per \$1,000 of assessed value)

Fiscal Year	Operating Millage Base Charge	Total Direct Rate	Overlapping Rates*		
			Valdosta School District	Community Improvement District	Lowndes County
2015	6.102	6.102	16.98	5.00	9.560
2016	6.102	6.102	16.98	5.00	9.054
2017	7.950	7.950	16.98	5.00	8.974
2018	8.001	8.001	16.98	5.00	8.974
2019	7.916	8.001	16.98	5.00	8.814
2020	7.809	7.809	16.75	5.00	8.688
2021	7.974	7.974	16.69	5.00	8.601
2022	7.796	7.796	16.32	5.00	8.406
2023	7.800	6.947	15.79	5.00	7.960
2024	6.506	6.506	14.07	5.00	7.804

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 CURRENT YEAR AND NINE YEARS AGO

Customer	2024			2023			2022			2021			2020		
	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total
A D M	\$1,129,522	1	3.90%	\$976,193	1	3.37%	\$905,414	1	4.14%	\$949,900	1	4.45%	\$939,345	1	4.54%
Valdosta State University	395,702	3	1.36%	612,166	2	2.11%	601,751	2	2.75%	591,570	2	2.77%	678,180	2	3.28%
Institute	-	-	-	522,302	3	1.80%	438,501	4	2.00%	416,614	5	1.95%	399,450	5	1.93%
South Georgia Medical Center	475,890	2	1.64%	470,688	4	1.62%	505,362	3	2.31%	515,034	3	2.41%	445,530	3	2.15%
Valdosta Board of Education	-	-	-	458,213	5	1.58%	430,276	5	1.97%	437,979	4	2.05%	434,383	4	2.10%
Disposal/Veolia Solid Waste SE	-	-	-	228,754	6	0.79%	229,805	6	1.05%	212,250	6	0.99%	232,648	6	1.13%
Lowndes County Jail	150,212	6	0.52%	215,445	7	0.74%	201,003	7	0.92%	201,833	7	0.95%	-	-	-
EBSCO Northwind	156,253	5	0.54%	209,437	8	0.72%	175,467	9	0.80%	149,974	9	0.70%	142,441	7	0.69%
Evergreen at 5 Points	110,269	10	0.38%	162,112	9	0.56%	199,015	8	0.91%	191,569	8	0.90%	134,294	8	0.65%
City of Remerton	307,280	4	1.06%	123,645	10	0.57%	123,645	10	0.57%	-	-	-	-	-	-
Park Chase Apartments	-	-	-	-	-	-	-	-	-	122,049	10	0.57%	-	-	-
South Georgia Pecan Co.	-	-	-	-	-	-	-	-	-	-	-	-	128,129	9	0.62%
DLP Realty	134,455	7	0.46%	-	-	-	-	-	-	-	-	-	124,717	10	0.60%
Blanton Commons	125,909	8	0.43%	-	-	-	-	-	-	-	-	-	-	-	-
Chemical Research Technology Inc.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ERCO Worldwide	124,420	9	0.43%	-	-	-	-	-	-	-	-	-	-	-	-
Total	<u>\$3,109,912.00</u>		<u>10.30%</u>	<u>\$3,978,955.00</u>		<u>13.86%</u>	<u>\$3,810,239.00</u>		<u>17.41%</u>	<u>\$3,788,772.00</u>		<u>17.75%</u>	<u>\$3,659,117.00</u>		<u>17.70%</u>

CITY OF VALDOSTA, GEORGIA

PRINCIPAL WATER SEWER CUSTOMERS CURRENT YEAR AND NINE YEARS AGO

Customer	2019			2018			2017			2016			2015		
	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total
A D M	\$898,154	1	4.57%	\$719,181	1	3.89%	\$725,622	1	4.24%	\$763,160	1	4.46%	\$778,395	1	4.55%
Valdosta State University	716,731	2	3.65%	447,815	2	2.42%	436,046	2	2.55%	453,423	2	2.65%	613,452	2	3.58%
Valdosta Correctional Institute	424,047	3	2.16%	415,796	3	2.25%	382,266	3	2.23%	351,497	3	2.05%	384,952	3	2.25%
City of Remerton	-	-	-	98,579	7	0.53%	207,932	4	1.21%	184,607	6	1.08%	169,669	6	0.99%
South Georgia Medical Center	362,941	4	1.85%	222,373	4	1.20%	192,159	5	1.12%	295,014	4	1.72%	266,597	4	1.56%
South Georgia Pecan Co.	117,682	10	0.60%	126,576	6	0.68%	105,109	6	0.61%	93,513	8	0.55%	100,987	9	0.59%
Woodstone Apartments	-	-	-	97,638	8	0.53%	87,233	7	0.51%	72,684	10	0.42%	107,680	8	0.63%
Chemical Research Technology Inc.	127,711	9	0.65%	166,530	5	0.90%	83,981	8	0.49%	-	-	-	-	-	-
Union Tank Car	-	-	-	92,636	9	0.50%	83,400	9	0.49%	-	-	-	-	-	-
Evergreen at 5 Points	-	-	-	87,303	10	0.47%	79,711	10	0.47%	-	-	-	-	-	-
Lowndes County Utilities	-	-	-	-	-	-	-	-	-	279,747	5	1.63%	261,083	5	1.53%
Lowndes County Jail	-	-	-	-	-	-	-	-	-	141,415	7	0.83%	100,976	10	0.59%
Quad Graphics	-	-	-	-	-	-	-	-	-	85,725	9	0.50%	-	-	-
ERCO Worldwide	-	-	-	-	-	-	-	-	-	-	-	-	114,299	7	0.67%
Education	161,960	5	0.82%	-	-	-	-	-	-	-	-	-	-	-	-
Disposal/Veolia Solid	154,427	6	0.79%	-	-	-	-	-	-	-	-	-	-	-	-
EBSCO Northwind	134,780	7	0.69%	-	-	-	-	-	-	-	-	-	-	-	-
Blanton Commons	129,313	8	0.66%	-	-	-	-	-	-	-	-	-	-	-	-
	<u>\$3,227,746.00</u>		<u>16.44%</u>	<u>\$2,474,427.00</u>		<u>13.37%</u>	<u>\$2,383,459.00</u>		<u>13.92%</u>	<u>\$2,720,785.00</u>		<u>15.89%</u>	<u>\$2,898,090.00</u>		<u>16.93%</u>

CITY OF VALDOSTA, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS CURRENT YEAR AND NINE YEARS AGO

2024				2015			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Corteva Agriscience	\$ 70,880,453	1	3.34%	Archer Daniels Midland Co.	\$ 58,735,227	1	3.95%
Archer Daniels Midland Co.	54,324,457	2	2.56%	Lowes Distribution, Inc.	47,146,701	2	3.17%
Lowes Distribution	37,866,973	3	1.79%	JM Smith Corp	33,072,109	3	2.23%
Georgia Power	36,238,608	4	1.71%	South Georgia Pecan	15,140,308	4	1.02%
South Georgia Pecan	25,782,983	5	1.22%	Dupont	13,331,433	5	0.90%
Warehouse Rentals LLC	23,454,263	6	1.11%	Marelana Valdosta Mall	12,442,976	6	0.84%
Home Depot	21,162,828	7	1.00%	Saft Newco, Inc.	10,899,554	7	0.73%
Lowes Home Centers INC	20,000,000	8	0.94%	Lowes Home Center	10,061,552	8	0.68%
Saft Newco, Inc.	16,404,650	9	0.77%	Home Depot	8,469,638	9	0.57%
GF Valdosta Mall	15,840,000	10	0.75%	Bassford Newton L Jr	7,607,188	10	0.51%
Total Principal Taxpayers	321,955,215		15.19%		216,906,686		14.61%
All Other Taxpayers	1,797,553,878		84.81%		1,268,243,990		85.39%
Total	<u>\$ 2,119,509,093</u>		<u>100.00%</u>		<u>\$ 1,485,150,676</u>		<u>100.00%</u>

Source: Lowndes County Tax Commissioner's Office

CITY OF VALDOSTA, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30, ^(a)	Digest Tax Year	Taxes Levied for the Fiscal Year ^(a)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	2014	\$ 8,200,148	\$ 7,924,813	96.64%	\$ 273,806	\$ 8,198,619	99.98%
2016	2015	8,860,209	8,287,698	93.54%	567,869	8,855,567	99.95%
2017	2016	11,339,178	10,923,838	96.34%	409,161	11,332,999	99.95%
2018	2017	11,308,767	10,923,838	96.60%	376,322	11,300,160	99.92%
2019	2018	11,564,827	10,889,853	94.16%	664,147	11,554,000	99.91%
2020	2019	11,425,916	10,976,173	96.06%	393,746	11,369,919	99.51%
2021	2020	11,703,901	11,319,600	96.72%	315,145	11,634,745	99.41%
2022	2021	11,777,909	11,481,312	97.48%	231,789	11,713,101	99.45%
2023	2022	12,589,246	12,193,079	96.85%	321,940	12,515,019	99.41%
2024	2023	12,296,865	11,796,405	95.93%	-	11,796,405	95.93%

Sources: Lowndes County Tax Commissioner's Office

^(a) Digest tax year levied actually fund the following fiscal year (i.e., taxes levied for 2023 are used for fiscal year ended in 2024).

CITY OF VALDOSTA, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities	Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	Financed Purchases	Revenue Bonds	Notes Payable			
2015	\$ 57,497	\$ 2,080,000	\$ 71,774,022	\$ 73,911,519	0.04	1,253
2016	2,114,046	2,630,310	84,929,014	89,673,370	0.05	1,592
2017	2,599,644	1,614,000	86,516,027	90,729,671	0.05	1,593
2018	2,487,268	1,381,000	81,130,276	84,998,544	0.05	1,507
2019	4,543,413	1,148,000	73,827,629	79,519,042	0.04	1,409
2020	3,887,603	915,000	66,815,617	71,618,220	0.04	1,269
2021	3,518,995	31,451,997	38,546,196	73,517,188	0.04	1,325
2022	3,020,021	28,427,022	30,168,355	61,615,398	N/A	N/A
2023	2,447,182	25,337,431	27,416,675	55,201,288	N/A	N/A
2024	1,903,104	22,264,065	24,378,408	48,545,577	N/A	N/A

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

CITY OF VALDOSTA, GEORGIA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-
2017	-	-	-	0.00%	-
2018	-	-	-	0.00%	-
2019	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2021	-	-	-	0.00%	-
2022	-	-	-	0.00%	-
2023	-	-	-	0.00%	-
2024	-	-	-	0.00%	-

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

CITY OF VALDOSTA, GEORGIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT JUNE 30, 2024 (In thousands)

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to City of Valdosta ⁽¹⁾</u>	<u>Amount Applicable to City of Valdosta</u>
Debt repaid with property taxes			
Valdosta City School System - 2015 Bond Series	\$ 76,695,826	100.00%	<u>\$ 76,695,826</u>
Other debt:			
Lowndes County - Financed purchases	45,651,997	47.00%	21,456,439
Lowndes County - Bonds	-	47.00%	<u>-</u>
Subtotal, overlapping debt			<u>\$ 98,152,265</u>
City direct debt			<u>\$ 1,903,104</u>
			<u>\$ 100,055,369</u>

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.

Estimated percentage applicable based on 2021 County taxable valuation of \$3,705,917,193 and City taxable valuation of \$1,708,690,690 percent 46.11%.

CITY OF VALDOSTA, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(In thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 145,662,006	\$ 151,204,944	\$ 147,202,543	\$ 144,681,681	\$ 148,618,300	\$ 148,406,528	\$ 148,552,709	\$ 152,502,377	\$ 156,968,335	\$ 211,950,909
Total net debt applicable to limit	57,497	2,114,046	2,599,644	2,487,268	4,543,412	3,887,603	3,518,995	3,020,022	2,447,182	1,903,104
Legal debt margin	<u>\$ 145,604,509</u>	<u>\$ 149,090,898</u>	<u>\$ 144,602,899</u>	<u>\$ 142,194,413</u>	<u>\$ 144,074,888</u>	<u>\$ 144,518,925</u>	<u>\$ 145,033,714</u>	<u>\$ 149,482,355</u>	<u>\$ 154,521,153</u>	<u>\$ 210,047,805</u>
Total net debt applicable to the limit as a percentage of debt limit	0.04%	1.42%	1.80%	1.75%	3.15%	2.69%	2.43%	2.02%	1.96%	1.45%
Legal Debt Margin Calculation for Fiscal Year 2023										
Assessed value									\$ 2,119,509,093	
Debt limit (10% of total taxable assessed value)									211,950,909	
Debt applicable to limit									<u>-</u>	
Legal debt margin									<u>\$ 211,950,909</u>	

CITY OF VALDOSTA, GEORGIA

REVENUE BOND COVERAGE – WATER SEWER REVENUE BONDS LAST TEN FISCAL YEARS (In thousands)

Fiscal Year	Operating Revenue		Direct Operating Expenses		Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
						Principal	Interest	Total	
2014	\$	15,383,914	\$	13,082,734	\$ 2,301,180	\$ -	\$ -	\$ -	-
2015		17,153,046		14,792,123	2,360,923	-	-	-	-
2016		17,185,147		14,303,538	2,881,609	-	-	-	-
2017		18,482,449		16,264,679	2,217,770	-	-	-	-
2018		18,707,077		17,557,671	1,149,406	-	-	-	-
2019		19,784,219		16,636,772	3,147,447	-	-	-	-
2020		20,934,210		17,042,703	3,891,507	-	-	-	-
2021		21,633,912		17,921,093	3,712,819	-	-	-	-
2022		22,233,064		17,959,313	4,273,751	-	-	-	-
2023		23,687,677		18,274,802	5,412,875	-	-	-	-
2024		24,691,802		18,156,045	6,535,757	-	-	-	-

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

DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate ⁽¹⁾
2015	58,994	\$ 4,644,735	32,138	26.60	8,074	6.60%
2016	56,324	4,591,688	32,986	27.00	7,834	5.70%
2017	56,945	4,772,327	34,739	28.50	8,134	5.00%
2018	56,405	5,052,400	N/A	29.10	8,390	4.40%
2019	56,426	N/A	N/A	29.70	8,967	4.00%
2020	56,457	N/A	N/A	29.80	8,427	6.60%
2021	56,700	N/A	N/A	29.90	8,562	4.20%
2022	55,567	N/A	N/A	28.40	8,270	3.60%
2023	54,903	N/A	N/A	29.20	8,291	3.90%
2024	55,025	N/A	N/A	28.90	8,406	4.50%

Sources:

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

CITY OF VALDOSTA, GEORGIA

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

Employer	2024			Employer	2015		
	Employees	Rank	Percentage of Total Employment		Employees	Rank	Percentage of Total Employment
Moody Air Force Base	5,500	1	10.77%	Moody Air Force Base	6,066	1	9.59%
South Georgia Medical Center	2,900	2	5.68%	Valdosta State University	2,915	2	4.61%
Valdosta State University	2,100	3	4.11%	South Georgia Medical Center	2,669	3	4.22%
Lowndes County Schools	1,465	4	2.87%	Lowndes County Schools	1,677	4	2.65%
Valdosta City School System	1,291	5	2.53%	Valdosta City School System	1,274	5	2.01%
Lowe's Distribution Center	942	6	1.84%	Fresh Beginnings Inc.	1,268	6	2.00%
Fresh Beginnings and Elead One	850	7	1.66%	Lowe's Distribution Center	800	7	1.26%
Wild Adventures	800	8	1.57%	Wild Adventures	760	8	1.20%
Lowndes County	755	9	1.48%	Walmart Supercenters	693	9	1.10%
Wal-Mart Supercenters	672	10	1.32%	City of Valdosta Government	540	10	0.85%
Total Principal Employees	17,275		33.82%	Total Principal Employees	18,662		29.50%
Other Employees	33806		66.18%	Other Employees	44595		70.50%
Total Employees	51,081		100.00%	Total Employees	63,257		100.00%

* Sources - Valdosta-Lowndes Chamber of Commerce/Georgia Department of Labor

CITY OF VALDOSTA, GEORGIA

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Manager's Office	5	5	6	5	5	4	4	4	4	4
Public Relations	2	2	2	3	3	2	2	3	3	4
Municipal Court	4	4	4	4	5	5	5	5	5	5
Human Resources	3	4	4	4	4	4	4	4	4	4
Finance	24	24	23	24	24	23	23	24	26	24
Engineering	23	25	26	21	25	28	28	24	24	24
Information Technology	-	-	-	-	-	0	-	-	-	0
Facility Maintenance	4	5	5	6	6	6	6	6	6	3
Police	162	166	183	171	164	182	182	157	146	139
Fire	101	96	105	109	106	108	108	100	99	105
Public Works	30	27	31	32	33	36	37	31	37	37
Public Involvement	2	2	2	2	2	2	2	1	2	1
Community Development	21	22	22	19	18	18	19	19	19	16
Sanitation	48	55	51	54	51	54	55	43	41	41
Water	59	66	69	69	68	75	76	71	64	52
Sewer	24	18	18	18	18	19	20	16	21	16
Storm Water	13	12	15	15	12	12	12	14	15	12
Zoning	4	4	4	4	4	4	4	4	4	3
Fleet	13	14	14	15	14	15	15	14	13	14
Total	<u>542</u>	<u>551</u>	<u>584</u>	<u>575</u>	<u>562</u>	<u>597</u>	<u>602</u>	<u>540</u>	<u>533</u>	<u>504</u>

Source: City Human Resource Department

CITY OF VALDOSTA, GEORGIA

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Engineering:										
Feet of failed pavement repaired	10,000	10,000	10,000	10,000	10,000	10,000	10,500	10,500	10,000	10,000
Percent of projects awarded within 10% of engineer's estimate	90%	67%	67%	70%	80%	75%	80%	85%	85%	85%
Municipal Court:										
Dockets processed	14,000	12,000	12,000	12,500	12,000	12,400	12,500	13,250	10,700	12,000
Police:										
Increase in citizen contacts	2,770	2,800	2,850	2,900	2,900	2,950	2,975	3,275	3,075	5,300
Narcotics arrests	320	325	330	335	335	340	345	375	350	500
Students completing DARE	1,370	1,380	1,385	1,400	1,400	1,350	1,355	-	-	-
Fire:										
Number of fire stations	7	7	7	7	7	7	7	7	7	7
Number of fire inspections performed	1,245	1,200	1,200	1,300	1,200	1,250	1,275	1,400	1,650	2,000
Public works:										
Street sweeping frequency per year	12	13	12	13	13	14	15	15	9	7
Arborist:										
Number of trees planted	40	40	40	45	10	35	40	40	89	56
Number of trees pruned	1,000	800	800	850	1,000	1,050	1,100	2,500	1,000	3,968
Public involvement:										
Bi-monthly newsletters produced	4	4	4	5	5	4	5	5	6	6
Net gain of new downtown businesses	5	5	6	5	5	4	5	5	5	4
Sanitation:										
Residential stops/collection employee/week	2,640	2,660	2,670	2,680	2,680	2,675	2,680	2,680	2,680	2,680
Commercial lifts per hour/driver	40	38	39	40	40	41	42	42	42	42
Drainage:										
Feet of storm drain cleaned and maintained	50,000	50,000	50,000	51,000	50,000	51,000	51,500	51,500	51,000	51,000

CITY OF VALDOSTA, GEORGIA

OPERATING INDICATORS BY FUNCTION

LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Water:										
Average volume of water treated (MGD)	11.3	11.6	11.6	12.0	11.9	12.0	12.3	12.3	12.0	7.8
New meters installed annually	1,500	1,500	500	500	350	400	410	410	400	400
Sewer:										
Average volume of wastewater treated daily (MGD)	9.9	10	10	11	7.2	7.3	7.4	7.4	9.2	8.9
Miles of sewers maintained	330	315	330	335	355	355	360	360	450	450
Inspections:										
Percentage of plans completed within 10 days	95%	95%	95%	95%	97%	98%	97%	98%	96%	95%
Percentage of inspections completed in 24 hours	95%	95%	95%	95%	100%	100%	100%	100%	100%	100%

Sources: City of Valdosta Budget Document

CITY OF VALDOSTA, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	158	158	158	158	158	160	160	160	160	160
Fire stations:	7	7	7	7	7	7	7	7	7	7
Refuse collection:										
Collection trucks	13	13	13	13	13	13	13	13	13	13
Other public works:										
Streets (miles)	304	304	304	304	304	304	304	304	304	304
Highways (miles)										
Streetlights	6,277	6,277	6,277	6,281	6,200	6,290	6,290	6,290	6,390	6,390
Traffic signals	127	127	128	128	128	128	128	128	128	127
Parks and recreation:										
Acreage	300	300	300	300	300	300	300	300	300	300
Playgrounds	2	2	2	2	2	2	4	4	4	4
Baseball/softball diamonds	24	24	24	24	24	24	24	24	24	24
Soccer/football fields	3	3	3	3	3	3	3	3	3	3
Community centers	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	410	419	430	439	441	441	441	441	450	449
Fire hydrants	3,443	3,477	3,481	3,531	3,548	3,548	3,548	3,548	3,602	3,611
Storage capacity (gallons)	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000
Wastewater:										
Sanitary sewers (miles)	330	335	342	380	382	382	382	382	382	370
Treatment capacity (gallons)	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000

Sources: Various City departments.

COMPLIANCE SECTION



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Valdosta, Georgia (the "City"), as of and for the year ending June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 30, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Macon, Georgia
May 30, 2025



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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

Report on Compliance For Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Valdosta, Georgia's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *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, 2024. The City's major federal programs are identified in the summary of the Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Mauldin & Jenkins, LLC

Macon, Georgia
May 30, 2025

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Grant Title	Federal AL Number	Grant I.D. Number	Expenditures
<u>Department of Homeland Security</u>			
Direct Federal Grants:			
Homeland Security Grant Program	97.067	EMW-2021	\$ 195
Homeland Security Grant Program	97.067	EMW-2022	28,473
Homeland Security Grant Program	97.067	EMW-2023	11,020
Total Homeland Security Grant Program			39,688
Law Enforcement Officer Reimb. Agreement	97.090	70T02021T6114N284	6,490
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	4738DR-GA	3,809,601
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			3,855,779
<u>Department of Housing and Urban Development</u>			
Direct Federal Grants:			
Community Development Block Grants:			
Entitlement Grants Cluster	14.218	B-16-MC-13-0015	53,048
Entitlement Grants Cluster	14.218	B-17-MC-13-0015	57,296
Entitlement Grants Cluster	14.218	B-19-MC-13-0015	1,023
Entitlement Grants Cluster	14.218	B-20-MC-13-0015	44,581
Entitlement Grants Cluster	14.218	B-21-MC-13-0015	144,164
Entitlement Grants Cluster	14.218	B-22-MC-13-0015	296,017
Entitlement Grants Cluster	14.218	B-23-MC-13-0015	196,624
Entitlement Grants Cluster	14.218	B-20-MW-13-0015	311,879
Total CDBG - Entitlement/Special Purpose Grants Cluster			1,104,632
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			1,104,632
<u>Department of Justice</u>			
Direct Federal Grants:			
Bulletproof Vest Partnership Program	16.607	N/A	18,779
TOTAL U S DEPARTMENT OF JUSTICE			18,779
<u>Department of Transportation</u>			
Direct Federal Grants:			
Airport Development Aid Program	20.106	3-13-0115-39-2021	15,200
Airport Development Aid Program	20.106	3-13-0115-43-2022	37,849
Airport Development Aid Program	20.106	3-13-0115-44-2022	144,059
Airport Development Aid Program	20.106	3-13-0115-45-2023	468,869
Total Airport Development Aid Program			665,977
State of Georgia Passthrough Federal Grants:			
Governor's Office of Highway Safety:			
State and Community Highway Safety Cluster	20.600	TEN-2022-402PT-011	5,969
State and Community Highway Safety Cluster	20.600	TEN-2023-405PT-007	16,287
Total Highway Safety Cluster			22,256
Federal Transit-Urbanized Area Formula Program-Capital	20.507	GA-2021-008-01-00	120,460
Federal Transit-Urbanized Area Formula Program-Operating	20.507	GA-2023-007-01-00	367,361
Federal Transit-Urbanized Area Formula Program-Operating	20.507	GA-2023-007-01-00	818,730
Total Federal Transit Cluster			1,306,551
TOTAL U S DEPARTMENT OF TRANSPORTATION			1,994,784
<u>Department of the Treasury</u>			
Direct Federal Grants:			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	3,621,447
State of Georgia Passthrough Federal Grants:			
Governor's Office of Planning and Budget			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	State of GA-Water and Sewer Infrastructure	596,672
TOTAL U S DEPARTMENT OF THE TREASURY			4,218,119
TOTAL OF EXPENDITURES OF FEDERAL AWARDS			\$ 11,192,093

CITY OF VALDOSTA, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Valdosta, Georgia (the "City"), and is presented on the modified accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* ("CFR") Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. DE MINIMIS INDIRECT COST RATE

The City chose not to use the 10% de minimis cost rate for the year ended June 30, 2024.

NOTE 3. SUBRECIPIENTS

The City did not pass through any funds to subrecipients during the year ended June 30, 2024.

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued on whether the
financial statements audited were prepared
in accordance with GAAP.

Unmodified

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 X No

Federal Awards

Internal control over major programs:
Material weaknesses identified?

___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

___ Yes X None Reported

Type of auditor's report issued on compliance for
major programs

Unmodified

Any audit findings disclosed that are required to be
reported in accordance with the 2CFR 200.516 (a)?

___ Yes X No

Identification of major program:

AL Number

Name of Federal Program or Cluster

21.027

U.S. Department of Treasury

COVID-19 - Coronavirus State Local
Fiscal Recovery Funds

97.036

U.S. Department of Homeland Security

Disaster Grants – Public Assistance

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

SECTION I (CONTINUED) SUMMARY OF AUDIT RESULTS (CONTINUED)

Dollar threshold used to distinguish between
Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

☐ Yes ☒ No

SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

CITY OF VALDOSTA, GEORGIA

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS FOR THE FISCAL YEAR ENDED JUNE 30, 2024

STATUS OF PRIOR YEAR AUDIT FINDINGS

None reported.