

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### City of Valdosta, Georgia

for the Fiscal Year July 1, 2014 - June 30, 2015

#### FINANCE DEPARTMENT

L. Mark Barber,
Deputy City Manager of Administration

#### TABLE OF CONTENTS

#### INTRODUCTORY SECTION

Transmittal Letter	i
Certificate of Achievement in Financial Reporting	vii
General Government Organization Chart	viii
Principal Officials	ix
FINANCIAL SECTION	
Independent Auditor's Opinion	1
Management's Discussion and Analysis	5
BASIC FINANCIAL STATEMENTS Statement of Net Position – Government-Wide	19
Statement of Activities and Changes in Net Position – Government-Wide	20
Balance Sheet – Governmental Funds	24
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	26
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position	27
Statement of Net Position – Proprietary Funds	30
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	
Statement of Cash Flows – Proprietary Funds	32
Statement of Fiduciary Assets & Liabilities	34
Notes to the Financial Statements	35
REQUIRED SUPPLEMENTARY INFORMATION	79
Budgetary Comparison Schedule – General Fund  Budgetary Comparison Schedule – Central Valdosta Development Authority	
Notes to Required Supplementary Information	81

Schedule of Funding Progress	
Schedule of Changes in the Net Position Liability – Last 10 Fiscal Years	
Schedule of Pension Contributions – Last 10 Fiscal Years	
Schedule of Funding Progress-OPEB	84
OTHER GOVERNMENTAL FUNDS	
Combining Balance Sheet	85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	89
GENERAL FUND	
Schedule of Expenditures by Department – Budgetary Level of Control – Budget and Actual Comparison	92
OTHER BUDGETARY COMPARISION SCHEDULES	
OTHER BUDGETART COMPARISION SCHEDULES	
SPECIAL REVENUE FUNDS	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Confiscated Funds	99
and Actual – Comiscated Lunds	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget	
and Actual – Property Evidence Fund	100
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (98M-X-092-512-013)	101
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget	
and Actual – Local Law Block Grant Fund	102
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – UDAG	103
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (O1M-X-092-2-2568)	104
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (02M-X-092-2-2695)	105
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Federal HUD Grant	106
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (04M-X-092-2-2915)	107
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (06M-X-092-2951)	108
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (07M-X-092-2961)	109
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – CHIP (07MR-X-092-2-2979)	110
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Accommodations Tax	111
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget	

and Actual – Youth Recreation Scholarship Fund	112
CAPITAL PROJECTS FUNDS	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Sales Tax 2002 Fund	113
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Sales Tax 2007 Fund	114
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Sales Tax 2013 Fund	115
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Capital Projects Fund	116
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Airport Development Fund	117
PERMANENT FUND Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Sunset Hill Fund	118
PROPRIETARY FUNDS Combining Statement of Net Position – Other Enterprise Funds	119
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Other Enterprise Funds	120
Combining Statement of Cash Flows – Other Enterprise Funds	121
INTERNAL SERVICE FUNDS Combining Statement of Net Position – Internal Service Funds	123
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Funds	124
Combining Statement of Cash Flows – Internal Service Funds	125
IDUCIARY FUNDS	
Combining Statement of Assets and Liabilities – Agency Funds	127
Statement of Changes in Assets and Liabilities – Agency Funds	128
SUPPLEMENTARY FINANCIAL DATA AND SCHEDULES	
chedule of Projects Constructed with Special Sales Tax Proceeds	129

#### STATISTICAL SECTION (Unaudited)

Statistical Section	133
Net Position by Component	134
Changes in Net Position	135
Fund Balances, Governmental Funds	136
Changes in Fund Balances, Governmental Funds	137
Program Revenues by Function Program	138
Tax Revenues by Source, Governmental Funds	139
Assessed Value and Actual Value of Taxable Property	140
Water and Sewer Rates	141
Direct and Overlapping Property Tax Rates	142
Principal Water and Sewer Customers	143
Principal Property Tax Payers	144
Property Tax Levies and Collections	145
Ratios of Outstanding Debt by Type	146
Ratios of General Bonded Debt Outstanding	147
Direct and Overlapping Governmental Activities Debt	148
Legal Debt Margin Information	149
Pledged-Revenue Coverage	150
Demographic and Economic Statistics	151
Principal Employers	152
City Employees by Function/Program	153
Operating Indicators by Function/Program	154
Capital Asset Statistics by Function Program	155
SINGLE AUDIT INFORMATION	
Schedule of Expenditures of Federal Awards	157
Notes to the Schedule of Expenditures of Federal Awards	158
Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	159
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	161
Schedule of Findings and Questioned Costs	163

## INTRODUCTION

#### CITY OF VALDOSTA, GEORGIA FINANCE DEPARTMENT

December 31, 2015

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

In accordance with State Statutes and Section 4.51 of the Charter of Valdosta, Georgia, the Comprehensive Annual Financial Report for the fiscal year 2015 is submitted herewith. Responsibility for both the accuracy of the data and the thoroughness and fairness of presentation including all disclosures rests with the City of Valdosta. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the City's financial affairs have been included.

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

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

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

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

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

Management and Budget (OMB) Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations," and "Government Auditing Standards" issued by the Comptroller General of the United States has been performed for the fiscal year ended June 30, 2015. The required reports on supplementary information, compliance, and internal controls along with various supplementary schedules will be included in compliance section.

#### Reporting Entity

The City of Valdosta was originally incorporated by an Act of the General Assembly of Georgia on December 7, 1860 and since April 14, 1958 has operated under the Council-Manager form of government. The City provides a full range of services to some 59,000 residents. The daytime population of Valdosta soars to approximately 75,000. These services include general administrative services, police and fire protection, sanitation, water and sewer services, the construction and maintenance of highways, streets, recreational activities and cultural events. The financial statements in this report include all of these functions and activities of the government.

In addition to the above listed activities, the City has financial accountability for other organizations based on its ability to appoint a voting majority of the organization's governing body, and effectively impose its will on the organization. Also, financial accountability exists where there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Based upon the application of these criteria, the function and activities of the Central Valdosta Development Authority have been included in the financial statements. The Authority was established by 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 growing an average of thirty-three percent each decade in physical size. A County comprehensive plan shows this trend continuing for the foreseeable future.

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

The City's downtown area is enjoying 85% building occupancy. The newly 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 48% 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 a high quality of life, temperate climate, pro-business attitudes and supporting policies, and convenient geographic location.

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

Education continues to be an economic resource to Valdosta. Valdosta State University, a senior unit of the University System of Georgia, offers undergraduate, graduate and doctoral degree programs in numerous areas. Total enrollment at the University is approximately 12,000 students. 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 roles because it is designated public property.

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

Even with the above mentioned positive attributes of the City's economy, anemic property tax revenues, lagging sales tax collection, and surging healthcare costs coupled with the increased demand upon public safety and other City services affect the City of Valdosta. In an effort to prevent depleting reserves to balance the annual budget, each department director is held accountable for their respective department's budget.

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

#### **Major Initiatives**

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

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

#### Looking to the Future

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

#### **Independent Audit**

Georgia requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by independent certified public accountants selected by the Mayor and City Council. The City has complied with this requirement; the firm of Henderson & Godbee has completed an audit of the 2015 fiscal year end and the auditor's unmodified opinion has been included in this report.

#### Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Valdosta for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014. This was the twenty-seventh consecutive year the City received this award.

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

The City was awarded the Distinguished Budget Presentation Award for the fiscal year beginning July 1, 2015. This was the fifteenth consecutive year the City has received this

award. The Distinguished Budget Presentation Award is the highest form of recognition in governmental budgeting. In order to earn this award, a government must publish a budget document which meets program criteria as a policy document, financial plan, operations guide, and as a communications device.

Both the Certificate of Achievement and the Distinguished Budget Award are valid for a period of one year. We believe our current Comprehensive Annual Financial Report and our 2015 fiscal year budget document continue to conform to the requirements for each award.

#### **Acknowledgements**

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

Respectfully submitted,

L. Mark Barber

**Deputy City Manager Administration** 



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

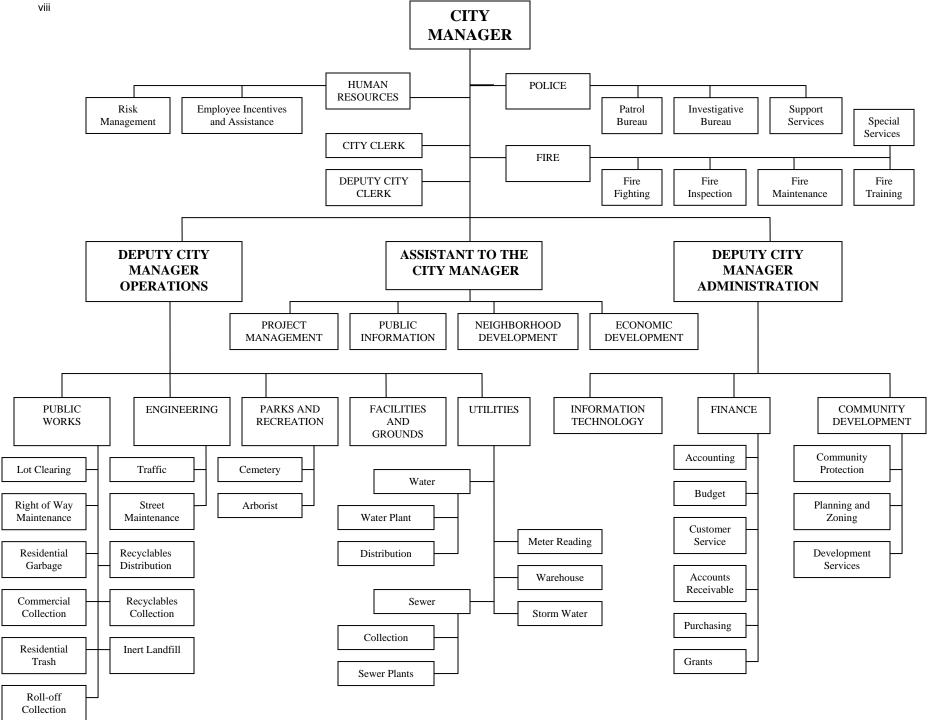
Presented to

#### City of Valdosta Georgia

For its Comprehensive Annual Financial Report for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO



#### PRINCIPAL OFFICIALS CITY OF VALDOSTA, GEORGIA

Mayor John Gayle

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

City Manager Larry H. Hanson

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

City Auditor Henderson & Godbee, LLC

Human Resources Director

Deputy City Manager - Administration

City Engineer

Patrick S. Collins

Fire Chief

Police Chief

Brian Childress

Utilities Director

Henry Hicks

Community Development Director

Renassa Small

L. Mark Barber

Patrick S. Collins

Freddie Broome

Brian Childress

Henry Hicks

Michael T. Martin

Public Works Director Richard Hardy

### This Page Intentionally Left Blank



#### Henderson & Godbee, LLP

Certified Public Accountants and Business Consultants

Members of American Institute of Certified Public Accountants \* Georgia Society of Certified Public Accountants

Robert A. Goddard, Jr., CPA (1943-1989) Gerald H. Henderson, CPA J. Wendell Godbee, CPA Mark S. Rogers, CPA James W. Godbee, Jr., CPA Maureen P. Collins, CPA Kevin R. Hiers, CPA, CVA Troy D. Newham, CPA Amanda W. Shapard, CPA Scott R. Simpson, CPA

J. Philip Young, CPA Billie A. Baxter, CPA Mae A. Johnson, CPA Keeley T. Collins, CPA Kaitlyn E. Hannay, CPA Cassie R. Baggett, CPA Kala M. Bennett, CPA Jacey B. Pittman, CPA M. Allison Hutchins, CPA

#### INDEPENDENT AUDITOR'S REPORT

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

#### Report on the Financial Statements

We have audited the accompanying 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, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Valdosta, Georgia's basic financial statements as listed in the table of contents.

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

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

#### Auditor's Responsibility

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

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

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

#### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Valdosta, Georgia's, as of June 30, 2015, 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.

#### Change in Accounting Principle

As described in Note 21 to the financial statements, in 2015, the City of Valdosta, Georgia adopted new accounting guidance, GASB Statement No. 68, Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. These standards changed the accounting and disclosure requirements for pension plans. Our opinion is not modified with respect to this matter.

#### **Other Matters**

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 5 through 17), budgetary comparison information (on pages 79 through 81), and the schedules of historical pension information and the related notes (on pages 82 through 84) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Valdosta, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of special purpose local option sales tax proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-121, and is also not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements.

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

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

#### Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 31, 2015, on our consideration of the City of Valdosta, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 of Valdosta, Georgia's internal control over financial reporting and compliance.

Henderson & Godbee, LLP
Certified Public Accountants

Valdosta, Georgia

December 31, 2015

This Page Intentionally Left Blank

This section of the City of Valdosta's Comprehensive Annual Financial Report presents a discussion and analysis of the City's financial performance during the fiscal year ending June 30, 2015. Please read it in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

#### FINANCIAL HIGHLIGHTS

- The assets of the City of Valdosta exceeded its liabilities at the close of the most recent fiscal year by \$196.26 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 decreased by \$9.18 million, primarily due to economic conditions dictating the use of investment funds to supplement current cash, higher than expected healthcare costs, capital contributions to the Water/Sewer Fund and the required adjustment for the City's most recent Other Post Employment Benefits evaluation.
- The governmental activities revenue increased by \$6.57 million (or 15.26%) and the net results from activities decreased \$2.46 million. The results of activities produced a decrease in net position of \$9.18 million. Governmental expenses decreased by \$1.1 million.
- The business-type activities revenue increased by \$1.84 million and the net results from activities increased by \$10.18 million. The results of activities produced an increase in net position of \$13.73 million.
- The total cost of all City programs increased by \$.69 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 \$.62 million.
- The City's total debt increased \$23.30 million (or 46%). The increase is the result of borrowings from Georgia Environmental Facilities Authority to fund improvements to and expansion of the city's sewer system.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

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

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

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

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

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

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

#### **Fund Statements**

	Government-wide Governmental Proprietary Statements Funds 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 Assets and Liabilities	
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus	
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the City's funds do not currently contain capital assets, although they can	
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid	

#### **Government-wide Statements**

The government-wide statements report information about the City of Valdosta as a whole using accounting methods similar to those used by private-sector companies. The statement of net 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.

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 Balance Sheet and the Statement of Changes in Assets
  and Liabilities. The measurement focus of Agency Funds is upon determination
  of financial position. Agency Funds are maintained on the accrual basis of
  accounting. Activities of this fund are not included in the Government-wide
  Statement of Activities.

#### FINANCIAL ANALYSIS OF THE CITY OF VALDOSTA AS A WHOLE

**Net Position**. The City of Valdosta's combined net position decreased 14.62 percent from \$229.87 million at June 30, 2014 to \$196.26 million at June 30, 2015. (See table A-1.)

Table A-1
City of Valdosta's Net Position

(In millions of dollars)

Total

	Governmental Bus			s-type		Percentage	
	<u>Activit</u>	<b>Activities</b>		<b>Activities</b>		<b>Total</b>	
	2014	2015	2014	2015	2014	2015	$20\overline{14} - 20\overline{15}$
_							
Current and other assets	\$22.15	\$17.86	\$(0.29)	\$1.44	\$21.86	\$19.30	(11.71%)
Capital Assets	130.46	128.24	156.93	196.53	287.39	324.77	13.01%
<b>Total Assets</b>	152.61	146.10	156.64	197.97	\$309.25	\$344.07	11.26%
Deferred Outflows of Resources	-	7.54	-	-	-	7.54	
Long-term debt outstanding	0.15	-	50.41	73.86	50.56	73.86	46.08%
Other liabilities	24.63	72.12	4.08	8.23	28.71	80.35	179.87%
Total Liabilities	24.78	72.12	54.49	82.09	79.27	154.21	94.54%
Deferred Inflow of Resources	0.11	1.14	-	-	0.11	1.14	936.36%
Net Position							
Invested in capital assets,							
net of related debt	130.31	128.17	106.52	122.68	236.83	250.85	5.92%
Restricted	4.55	2.73	-	-	4.55	2.73	(40.00%)
Unrestricted	(7.14)	(50.52)	(4.37)	(6.80)	(11.51)	(57.32)	398.00%
Total Net Position	\$127.72	\$80.38	\$102.15	\$115.88	\$229.87	\$196.26	(14.62%)

Net Position of the City's governmental activities decreased by 37 percent to \$80.38 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 \$50.52 million deficit at the end of the year.

The deficit in unrestricted governmental net position was negatively affected by several factors for fiscal year 2015. Again, the downturn in the economy contributed greatly to this change, along with depreciation of capital assets exceeding replacements, and the City's recognition of an increase in Other Post Employment Benefits liability. The City was required to recognize this liability beginning in fiscal year 2009. In addition, the city implemented GASB 68 in fiscal year 2015 resulting in the recognition of a net pension liability of \$45.8 million.

Although the net position of the City's business-type activities increased by 13.4 percent to \$115.88 million, 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.

#### **Changes in net position**

The City's total revenues increased by 12.7 percent to \$74.67 million. (See Table A-2) Approximately 37 percent of the City's revenue comes from fees charged for services, 12 percent from sales taxes, 14 percent from ad valorem taxes, and 13 percent comprising such revenue items as business occupation license fees, franchise fees, and insurance premium fees. The remaining 24 percent represents grants, accommodation tax and investment revenue.

The total cost of all programs and services increased by 0.99 percent. The City's expenses cover a myriad of services, with approximately 31.20 percent related to public safety, 30.46 percent related to general government expenses, and 23.19 percent related to water/sewer expenses. The balance of 15.15 percent 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 \$6.57 million (or 15.26%) to \$49.62 million, while governmental activities expenses experienced a decrease of \$1.10 million (or 2.34%) to \$46.00 million.

The increase in governmental revenue is primarily the result of an increase in the millage rate and the accommodations tax rate. Most other revenues saw slight increases.

The City of Valdosta continues to trim budgets and cut costs in an effort to remain financially viable in the continued environment of little or no organic revenue growth. The decrease in governmental activities reflects these actions taken by the City of Valdosta.

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

	(In millions of dollars)						Total
	Governmental		<b>Business-type</b>				Percentage
	<b>Activities</b>		<u>Activities</u>		Total		Change
	2014	2015	2014	2015	2014	2015	2014 – 2015
REVENUES							
Program Revenues:							
Charges for Services	\$2.63	\$2.79	\$23.20	\$25.05	\$25.83	\$27.84	7.78%
Operating Grants & Contributions	2.68	2.16	-	-	2.68	2.16	(19.40%)
Capital Grants & Contributions	10.51	12.74	-	-	10.51	12.74	21.22%
General Revenues:							
Property Taxes	6.97	10.09	-	-	6.97	10.09	44.76%
Sales Taxes	8.95	9.08	-	-	8.95	9.08	1.45%
Accommodations Tax	1.86	2.72	-	-	1.86	2.72	46.24%
Other Taxes	8.84	9.39	-	-	8.84	9.39	6.22%
Investment Earnings	0.02	0.02	0.01	-	0.03	0.02	(33.33%)
Misc	0.59	0.63	-	-	0.59	0.63	6.78%
<b>Total Revenues</b>	43.05	49.62	23.21	25.05	66.26	74.67	12.69%
EXPENSES							
Program Activities							
Primary Government:							
Governmental Activities:							
General Government	22.66	21.36	-	-	22.66	21.36	(5.74%)
Public Safety	21.56	21.88	-	-	21.56	21.88	1.48%
Public Works	1.60	1.72	-	-	1.60	1.72	7.50%
Economic Development and Assistance	1.28	1.04	-	-	1.28	1.04	(18.75%)
<b>Business-type Activities:</b>							
Solid Waste	-	-	4.60	4.80	4.60	4.80	4.35%
Water/Sewer	-	-	14.37	16.26	14.37	16.26	13.15%
Housing Inspections	-	-	1.04	0.95	1.04	0.95	(8.65%)
Zoning	-	-	-	-	-	-	-
DOL Building	-	-	0.35	0.38	0.35	0.38	8.57%
Stormwater	-	-	1.24	1.09	1.24	1.09	(12.10%)
City Auditorium	-	-	0.20	0.24	0.20	0.24	20.00%
Motor Fuel		-	0.53	0.40	0.53	0.40	(24.53%)
Total Expenses	47.10	46.00	22.33	24.12	69.43	70.12	0.99%
Excess (deficiency) before transfers	(4.05)	3.62	0.88	0.93	(3.17)	4.55	(243.53%)
Transfers	(2.67)	(12.80)	2.67	12.80	-	-	0.00%
Increase (Decrease) in Net Position	(6.72)	(9.18)	3.55	13.73	(3.17)	4.55	(243.53%)
Net position, beginning	134.44	127.72	98.60	102.15	233.04	229.87	(1.36%)
PPA	-	(38.16)	-	-	-	(38.16)	(100.00%)
Net position, beginning, restated	134.44	89.56	98.60	102.15	233.04	191.71	(100.68%)
Net position, ending	\$127.72	\$80.38	\$102.15	\$115.88	\$229.87	\$196.26	(14.62%)

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

- The cost of all governmental activities this year was \$46.00 million.
- However, the amount that taxpayers paid for these activities through City taxes was \$31.28 million. Some of the cost was paid by:
  - o Those who benefited directly from the programs (\$2.79 million).
  - Other governments and organizations that subsidized certain programs with grants and contributions (\$14.90 million).
  - Other miscellaneous sources such as investments (\$.65 million).

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

	Total Cost Of Services		Percentage <u>Change</u>	Net Cost of Services		Percentage <u>Change</u>	
Function	2014 2015		2014 – 2015	2014	2015	2014 – 2015	
General Government	\$22.66	\$21.36	(5.74%)	\$12.32	\$8.38	(31.98%)	
Public Safety	21.56	21.88	1.48%	16.73	18.09	8.13%	
Public Works	1.60	1.72	7.50%	1.43	1.61	12.59%	
Economic Development and Assistance	1.28	1.04	(18.75%)	0.80	0.23	(71.25%)	
Total	\$47.10	\$46.00	(2.34%)	\$31.28	\$28.31	(9.49%)	

#### **Business-type Activities**

Total revenues available during the year to finance enterprise (business type) activities were \$25.05 million. Funding was made available as follows: program revenues \$25.05 million.

The cost of all enterprise (business-type) activities for the year accumulated to \$24.12 million consisting of the following activities: solid waste \$4.80 million, water/sewer \$16.26 million, inspections \$.95 million, city auditorium \$.24 million, motor fuel \$.40 million, DOL building \$.38 million, and storm water \$1.09 million. In addition the Enterprise funds transferred \$1.77 million to the General Fund for administrative services, and \$.94 million to Group Insurance Fund.

#### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

#### **General Fund Budgetary Highlights**

Comparing the FY 2015 original General Fund budget, in the amount of \$33.38 million, to the final budget amount of \$33.75 million represents an increase of \$.37 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.

As a result of continued decline in revenues, the city was forced to raise the millage rate from 4.102 to 6.102. This resulted in an additional \$3.12 million in revenue. As a result of the revenue measures above and the continued focus on cost controls, the General Fund experienced an increase in fund balance of \$.62 million.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

#### **Capital Assets**

As of the year-end, the City had \$324.77 million invested in a variety of capital assets, as reflected in the following schedule (Table A-4), which represents a net increase (additions less retirements and depreciation) of \$37.38 million or 13.01 percent from last year.

Takal

#### MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-4
City of Valdosta's Capital Assets

(in millions of dollars)

							Total	
	Governmental		Business	s-type			Percentage	
	<u>Activi</u>	<u>ties</u>	<u>Activi</u>	<b>Activities</b>		<u>al</u>	<b>Change</b>	
	2014	2015	2014	2015	2014	2015	2014 - 2015	
Non-depreciable assets								
Land	\$76.85	\$76.85	\$3.04	\$3.04	\$79.89	\$79.89	0.00%	
Construction in progress	0.52	0.59	11.71	43.34	12.23	43.93	259.20%	
Depreciable Assets								
Land improvements	13.86	13.86	99.30	106.69	113.16	120.55	6.53%	
Buildings	29.03	29.03	92.72	97.76	121.75	126.79	4.14%	
Equipment	9.85	10.34	5.80	5.58	15.65	15.92	1.73%	
Motor vehicles	15.51	15.92	-	_	15.51	15.92	2.64%	
Infrastructure	103.49	103.51	-	-	103.49	103.51	0.02%	
Intangibles	-	-	1.16	1.16	1.16	1.16	0.00%	
Accumulated depreciation	(118.65)	(121.86)	(56.80)	(61.04)	(175.45)	(182.90)	4.25%	
	\$130.46	\$128.24	\$156.93	\$196.53	\$287.39	\$324.77	13.01%	

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

The increase in construction in progress is the result of a planned improvements to the city's waste water system. This project is also a major source of the increase in other categories in business type activities.

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

#### **Long-term Debt**

At year-end, the City had \$73.92 million in total debt outstanding. Government wide debt increased by 46 percent 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)

	Governmental Activities		Business-type Activities		Total		Total Percentage
	2014	2015	2014	2015	2014	2015	Change
General Obligation Bonds	\$-	\$-	\$-	\$-	\$-	\$-	N/A
Revenue Bonds	-	-	2.31	2.08	2.31	2.08	(9.96%)
Notes Payable	-	-	48.10	71.78	48.10	71.78	49.23%
Capital Leases	0.15	.06	-	-	0.15	.06	(60.00%)
Total	\$ 0.15	\$ .06	\$50.41	\$73.86	\$50.56	\$73.92	46.2%

#### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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

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

The City of Valdosta collected major revenues that support governmental operations slightly above budget. In addition, General Fund expenditures were generally kept below budget with the exception of health care costs. The combination of improved revenue and conservative spending allowed the city to improve fund balances in several governmental funds, including General Fund. Despite a still sluggish economy, the city remains financially stable and well positioned to grow when the economy improves.

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

- Growth in the tax base of the City (excluding inflationary growth). There was a slight increase in the tax base this year. The minimal change is the result of no business expansion, home devaluation, and lack of new business.
- Business Gross Receipts Taxes (based on a business' gross receipts). There was an increase in Business Occupation revenue.
- 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 an increase in total fund balance at June 30, 2015.

#### 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

This Page Intentionally Left Blank

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF NET POSITION AS OF JUNE 30, 2015

Name			Primary Government	
Cash			Business-type	Total
Cash	ASSETS			
Investments   1,524,531   1,371,625   2,896,156   Receivables (net)   5,971,203   2,831,055   8,802,255     Due from other governments   951,013   2,706,353   3,657,366     Interfund balances   6,868,244   (6,868,244)     Inventories   70   474,135   474,135     Prepaids   77,442   0   77,409,068     Chipra assets   593,093   0   933,093     Capital assets   77,489,068   46,380,277   123,819,345     Depreciable (net)   50,791,386   150,158,80   200,947,216     Total Assets   5146,095,299   5197,977,489   5344,072,788      DEFERRED OUTFLOWS OF RESOURCES     Differences between actual and expected pension experience   \$331,832   \$0   \$331,832     Pension payments after pension valuation   2,860,833   0   2,860,833     Changes in actuarial assumptions   4,346,028   0   4,346,028     Pension payments after pension valuation   2,860,833   0   2,860,833     Changes in actuarial assumptions   4,346,028   0   4,346,028     Pension paymable   \$4,324,618   \$5,818,639   \$10,143,257     Contracts payable   664,638   0   664,638     Accrued interest payable   0   163,170   163,170     Deposits   2,252   828,106   830,358     Due within one year:   Compensated absences   758,800   223,234   982,034     Capital leases payable   0   233,000   233,000     Due in more than one year:   Other post employement benefits   19,750,548   0   1,9750,548     Compensated absences   749,399   260,473   1,009,872     Due to other governments & agencies   19,750,548   0   1,870,000     Due in more than one year:   Other post employement benefits   19,750,548   0   1,870,000     Due in more than one year:   Other post employement benefits   19,750,548   0   1,870,000     Due in more than one year:   Other post employement benefits   19,750,548   0   1,870,000     Due to other governments & agencies   19,750,548   0   1,870,000     Due to other governments & agencies   19,750,548   0		\$1.879.299	\$926,458	\$2.805.757
Receivables (net)   5,971,203   2,831,055   8,802,258   Due from other governments   951,013   2,706,353   3,657,366   Interfund balances   6,868,244   (6,868,244)   0   0   Inventories   0   474,135   474,135   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   0   593,093   0				
Interfund balances   6,868,244   6(6,868,244)   0   0   Inventorics   0   474,135   474,135   Prepaids   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   77,462   0   593,093   0	Receivables (net)	5,971,203	2,831,055	8,802,258
Inventoricis	e e e e e e e e e e e e e e e e e e e			3,657,366
Prepaids				
Other assets         593,093         0         593,093           Capital assets:         Non-depreciable (net)         50,791,386         150,155,830         200,947,216           Total Assets         \$146,095,299         \$197,977,489         \$344,072,788           DEFERRED OUTFLOWS OF RESOURCES           Differences between actual and expected pension experience         \$331,832         \$0         \$331,832           Pension payments after pension valuation         2,860,833         0         2,860,833           Changes in actuarial assumptions         4,346,028         0         4,346,028           Total Deferred Outflows         \$7,538,693         \$0         \$75,38,693           ELABILITIES           Accounts payable         \$4,324,618         \$5,818,639         \$10,143,257           Contracts payable         664,638         0         664,638           Accrued interest payable         0         163,170         163,170           Deposits         2,252         828,106         830,358           Non-current liabilities         2,252         828,106         830,358           Non cutrent discourements & agencies         6,723         2,198,734         2,205,447           Capital leases payable         0         233,				
Capital assets:   Non-depreciable   77,439,068   46,380,277   123,819,345   Depreciable (net)   50,791,386   150,155,830   200,947,216   Total Assets   \$146,095,299   \$197,977,489   \$344,072,788   \$150,155,830   200,947,216   \$150   \$146,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$197,977,489   \$344,072,788   \$160,095,299   \$106,095,29	•			
Non-depreciable   77,439,068   46,380,277   123,819,345   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,830   200,947,216   150,155,244   200,947,216		373,073	· ·	373,073
Depreciable (net)	•	77,439,068	46,380,277	123,819,345
DEFERRED OUTFLOWS OF RESOURCES   Differences between actual and expected pension experience   \$331,832   \$0		50,791,386		
Differences between actual and expected pension experience	Total Assets	\$146,095,299	\$197,977,489	\$344,072,788
pension experience         \$331,832         \$0         \$331,832           Pension payments after pension valuation         2,860,833         0         2,860,833           Changes in actuarial assumptions         4,346,028         0         4,346,028           Total Deferred Outflows         \$7,538,693         \$0         \$7,538,693           LIABILITIES           Accounts payable         \$4,324,618         \$5,818,639         \$10,143,257           Contracts payable         664,638         0         664,638           Accrued interest payable         0         163,170         163,170           Deposits         2,252         828,106         830,358           Non-current liabilities         Due within one year:         Compensated absences         758,800         223,234         982,034           Due to other governments & agencies         6,723         2,198,724         2,205,447         Capital leases payable         24,860         0         233,000         233,000         233,000         233,000         233,000         233,000         233,000         233,000         230,000         23,000         23,000         23,000         25,000         52,000         52,000         52,000         52,000         52,000         52,000         52,000 <td>DEFERRED OUTFLOWS OF RESOURCES</td> <td></td> <td></td> <td></td>	DEFERRED OUTFLOWS OF RESOURCES			
Pension payments after pension valuation   2,860,833   0   2,860,833   Changes in actuarial assumptions   4,346,028   0   4,346,028   Total Deferred Outflows   \$7,538,693   \$0   \$57,538,693   \$0   \$57,538,693   \$10,143,257   \$10,000	Differences between actual and expected			
Pension payments after pension valuation   2,860,833   0   2,860,833   Changes in actuarial assumptions   4,346,028   0   4,346,028   Total Deferred Outflows   57,538,693   \$0   \$7,538,693   \$0   \$7,538,693   \$1   \$1   \$1   \$1   \$1   \$1   \$1   \$	pension experience	\$331,832	\$0	\$331,832
Changes in actuarial assumptions		2.860.833	0	
Total Deferred Outflows   \$7,538,693   \$0   \$7,538,693   \$1   \$1   \$1   \$1   \$1   \$1   \$1   \$			0	
Accounts payable	-			
Accounts payable         \$4,324,618         \$5,818,639         \$10,143,257           Contracts payable         664,638         0         664,638           Accrued interest payable         0         163,170         163,170           Deposits         2,252         828,106         830,358           Non-current liabilities         Use within one year:           Compensated absences         758,800         223,234         982,034           Due to other governments & agencies         6,723         2,198,724         2,205,447           Capital leases payable         0         233,000         233,000           Bonds payable         0         52,000         52,000           Due in more than one year:         0         52,000         52,000           Other post employement benefits         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         1,847,000         1,847,000           Landfill closure and post closure		ψ,,550,075		47,550,055
Contracts payable         664,638         0         664,638           Accrued interest payable         0         163,170         163,170           Deposits         2,252         828,106         830,358           Non-current liabilities         Use within one year:           Compensated absences         758,800         223,234         982,034           Due to other governments & agencies         6,723         2,198,724         2,205,447           Capital leases payable         0         233,000         233,000         233,000           Bonds payable         0         52,000         52,000           Due in more than one year:         0         52,000         52,000           Due in more than one year:         0         52,000         52,000           Due in more than one year:         0         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872         20         10,752,548         0         32,636           Net post employement & agencies         0         69,575,298         69,575,298         69,575,298         69,575,298         Capital leases payable         32,636         0         32,636           Net post inability         45,804,	LIABILITIES			
Accrued interest payable         0         163,170         163,170           Deposits         2,252         828,106         830,358           Non-current liabilities         30,358         30,358           Due within one year:         Compensated absences         758,800         223,234         982,034           Due to other governments & agencies         6,723         2,198,724         2,205,447           Capital leases payable         0         233,000         233,000           Bonds payable         0         233,000         233,000           Landfill closure and post closure         0         52,000         52,000           Due in more than one year:         Other post employement benefits         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941	Accounts payable	\$4,324,618	\$5,818,639	\$10,143,257
Deposits   2,252   828,106   830,358				
Non-current liabilities   Due within one year:   Compensated absences   758,800   223,234   982,034   Due to other governments & agencies   6,723   2,198,724   2,205,447   Capital leases payable   24,860   0   233,000   233,000   233,000   Ed,860   Ed,8				
Due within one year:   Compensated absences   758,800   223,234   982,034     Due to other governments & agencies   6,723   2,198,724   2,205,447     Capital leases payable   24,860   0   233,000   233,000     Bonds payable   0   233,000   233,000     Landfill closure and post closure   0   52,000   52,000     Due in more than one year:   Other post employement benefits   19,750,548   0   19,750,548     Compensated absences   749,399   260,473   1,009,872     Due to other governments & agencies   0   69,575,298   69,575,298     Capital leases payable   32,636   0   32,636     Net pension liability   45,804,864   0   45,804,864     Bonds payable   0   1,847,000   1,847,000     Landfill closure and post closure   0   891,941   891,941     Total Liabilities   \$72,119,338   \$82,091,585   \$154,210,923      DEFERRED INFLOWS OF RESOURCES     Net difference between projected and actual pension plan earnings   \$1,015,244   \$0   \$1,015,244     Unearned revenue   121,710   0   121,710     Total Deferred Inflows   \$1,136,954   \$0   \$1,136,954    NET POSITION     Net investment in capital assets   \$128,172,958   \$122,682,085   \$250,855,043     Restricted for:   Capital outlay   730,070   0   730,070     Perpetual care   1,639,355   0   1,639,355     Other purposes   350,870   0   350,870     Unrestricted   (50,515,553)   (6,796,181)   (57,311,734)		2,252	828,106	830,358
Compensated absences         758,800         223,234         982,034           Due to other governments & agencies         6,723         2,198,724         2,205,447           Capital leases payable         0         23,000         233,000           Bonds payable         0         52,000         52,000           Due in more than one year:         0         52,000         52,000           Due in more than one year:         0         69,570,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned re				
Due to other governments & agencies         6,723         2,198,724         2,205,447           Capital leases payable         24,860         0         24,860           Bonds payable         0         233,000         233,000           Landfill closure and post closure         0         52,000         52,000           Due in more than one year:         0         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferre	-	758 800	223 234	982.034
Capital leases payable         24,860         0         24,860           Bonds payable         0         233,000         233,000           Landfill closure and post closure         0         52,000         52,000           Due in more than one year:         0         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872         1,809,575,298         69,575,298         69,575,298         69,575,298         69,575,298         69,575,298         69,575,298         69,575,298         69,575,2				
Landfill closure and post closure         0         52,000         52,000           Due in more than one year:         0         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0				
Due in more than one year:   Other post employement benefits   19,750,548   0   19,750,548     Compensated absences   749,399   260,473   1,009,872     Due to other governments & agencies   0   69,575,298   69,575,298     Capital leases payable   32,636   0   32,636     Net pension liability   45,804,864   0   45,804,864     Bonds payable   0   1,847,000   1,847,000     Landfill closure and post closure   0   891,941   891,941     Total Liabilities   \$72,119,338   \$82,091,585   \$154,210,923      DEFERRED INFLOWS OF RESOURCES     Net difference between projected and actual pension plan earnings   \$1,015,244   \$0   \$1,015,244     Unearned revenue   121,710   0   121,710     Total Deferred Inflows   \$1,136,954   \$0   \$1,136,954    NET POSITION     Net investment in capital assets   \$128,172,958   \$122,682,085   \$250,855,043     Restricted for:   Capital outlay   730,070   0   730,070     Perpetual care   1,639,355   0   1,639,355     Other purposes   350,870   0   350,870     Unrestricted   (50,515,553)   (6,796,181)   (57,311,734)			233,000	233,000
Other post employement benefits         19,750,548         0         19,750,548           Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,6		0	52,000	52,000
Compensated absences         749,399         260,473         1,009,872           Due to other governments & agencies         0         69,575,298         69,575,298           Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION           Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0		10.750.540	0	10.750.540
Due to other governments & agencies   Capital leases payable   32,636   Capital leases payable   32,636   Capital leases payable   32,636   Capital leases payable   45,804,864   Capital leases payable   Capital leases   Capita				
Capital leases payable         32,636         0         32,636           Net pension liability         45,804,864         0         45,804,864           Bonds payable         0         1,847,000         1,847,000           Landfill closure and post closure         0         891,941         891,941           Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)				
Net pension liability				
Landfill closure and post closure   0   891,941   891,941   Total Liabilities   \$72,119,338   \$82,091,585   \$154,210,923			0	
Total Liabilities         \$72,119,338         \$82,091,585         \$154,210,923           DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	Bonds payable	0	1,847,000	
DEFERRED INFLOWS OF RESOURCES           Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)				
Net difference between projected and actual pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION           Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	Total Liabilities	\$72,119,338	\$82,091,585	\$154,210,923
pension plan earnings         \$1,015,244         \$0         \$1,015,244           Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	DEFERRED INFLOWS OF RESOURCES			
Unearned revenue         121,710         0         121,710           Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION           Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	Net difference between projected and actual			
Total Deferred Inflows         \$1,136,954         \$0         \$1,136,954           NET POSITION         Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	pension plan earnings	\$1,015,244	\$0	\$1,015,244
NET POSITION           Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)			0	121,710
Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	Total Deferred Inflows	\$1,136,954	\$0	\$1,136,954
Net investment in capital assets         \$128,172,958         \$122,682,085         \$250,855,043           Restricted for:         Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	NET DOGGETON			
Restricted for:           Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)		\$129 172 059	¢122 692 095	\$250,855,042
Capital outlay         730,070         0         730,070           Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)	•	φ120,1/2,930	\$122,002,003	φ430,833,043
Perpetual care         1,639,355         0         1,639,355           Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)		730.070	0	730.070
Other purposes         350,870         0         350,870           Unrestricted         (50,515,553)         (6,796,181)         (57,311,734)				
<b>Total Net Position</b> \$80,377,700 \$115,885,904 \$196,263,604	Unrestricted	(50,515,553)	(6,796,181)	(57,311,734)
	Total Net Position	\$80,377,700	\$115,885,904	\$196,263,604

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015

			<b>Program Revenues</b>	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Function/Program Activities				
<b>Primary Government:</b>				
Governmental Activities				
General Government	21,365,496	355,698	12,883	12,619,928
Public Safety	21,876,662	2,320,195	1,344,638	124,435
Public Works	1,720,736	115,062	0	0
Community Development	1,036,031	0	798,501	0
Interest on Long-term Debt	5,003	0	0	0
Total governmental activities	46,003,928	2,790,955	2,156,022	12,744,363
Business-type Activities				
Sanitation	4,793,589	4,762,126	0	0
Water and Sewer	16,259,357	17,153,046	0	0
Inspection	949,697	920,440	0	0
DOL Building	373,249	469,157	0	0
Storm Water	1,090,243	1,286,864	0	0
Auditorium	242,997	51,130	0	0
Motor Fuel	402,611	412,513	0	0
Total business-type activities	24,111,743	25,055,276	0	0
<b>Total Primary Government</b>	\$70,115,671	\$27,846,231	\$2,156,022	\$12,744,363

#### **General Revenues:**

Taxes:

Property Taxes

Sales Tax

Accomodations Tax

Franchise Tax

Insurance Premium Tax

**Business Occupation Tax** 

Other Taxes

**Investment Earnings** 

Miscellaneous

#### **Transfers**

Total General Revenues and Transfers

Change in Net Position

Net position - Beginning

Effect of Accounting Change

Net position - Beginning, as restated

Net position - Ending

The accompanying notes are an integral part of these statements.

#### Net (Expense) Revenue and Changes in Net Position

Primary Government					
Governmental Activities	Business-type Activities	Total			
(\$8,376,987)	\$0	(\$8,376,987)			
(18,087,394)	0	(18,087,394)			
(1,605,674)	0	(1,605,674)			
(237,530)	0	(237,530)			
(5,003)	0	(5,003)			
(28,312,588)	0	(28,312,588)			
0	(31,463)	(31,463)			
0	893,689	893,689			
0	(29,257)	(29,257)			
0	95,908	95,908			
0	196,621	196,621			
0	(191,867)	(191,867)			
0	9,902	9,902			
0	943,533	943,533			
(\$28,312,588)	\$943,533	(\$27,369,055)			
10,089,226	0	10,089,226			
9,083,678	0	9,083,678			
2,725,208	0	2,725,208			
4,068,988	0	4,068,988			
2,953,684	0	2,953,684			
1,553,719	0	1,553,719			
805,137	0	805,137			
16,526	0	16,526			
628,271	0	628,271			
(12,790,684)	12,790,684	0			
19,133,753	12,790,684	31,924,437			
(9,178,835)	13,734,217	4,555,382			
127,720,450	102,151,687	229,872,137			
(38,163,915)	0	(38,163,915)			
89,556,535	102,151,687	191,708,222			
\$80,377,700	\$115,885,904	\$196,263,604			
,	, ,	,=,			

This Page Intentionally Left Blank

### GOVERNMENTAL FUNDS

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

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

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

Sales Tax 2013 Fund – to account for the financing and construction of capital improvements for various public projects. These improvements will be financed through a 1% local option sales tax collected for 72 months starting January 2014.

Central Valdosta Development Authority - To account for the operations of the Central Valdosta Development Authority, the city's blended component unit.

This Page Intentionally Left Blank

#### CITY OF VALDOSTA, GEORGIA BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2015

	GENERAL	SALES TAX 2002	SALES TAX 2007	SALES TAX 2013	CVDA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS							
Cash	\$5,600	\$0	\$0	\$1,236,065	\$90,021	\$265,262	\$1,596,948
Investments, at cost or amortized cost Receivables (net)	0	0	0	0	0	1,461,792	1,461,792
Taxes	1,215,915	0	0	918,622	11,699	0	2,146,236
Accounts	404,193	0	0	0	825	245,023	650,041
Interest	0	0	0	0	0	3,932	3,932
Second mortgages	0	0	0	0	0	2,615,521	2,615,521
Special assessments	45,387	0	0	0	0	0	45,387
Due from other governments and agencies	407,192	0	0	0	0	543,821	951,013
Interfund balances	672,468	0	0	0	0	681,862	1,354,330
Advance to other funds	4,524,411	0	0	0	0	0	4,524,411 785
Prepaid expenditures Inventories, at cost	785 0	0	0	213,395	0	0	213,395
Total assets	\$7,275,951	\$0	\$0	\$2,368,082	\$102,545	\$5,817,213	\$15,563,791
	***************************************			,		***************************************	444,646,77
LIABILITIES							
Liabilities:							
Accounts payable	\$1,672,183	\$0	\$0	\$1,096,294	\$1,350	\$420,883	\$3,190,710
Contracts payable	0	0	0	664,638	0	0	664,638
Deposits	2,252	0	0	0	0	0	2,252
Due to:							
Other funds	2,137,350	0	0	0	909	29,717	2,167,976
Other governments and agencies	6,723	0	0	0	0	0	6,723
Advances from other funds	0	0	0	1.760.022	0	30,000	30,000
Total liabilities	3,818,508	0	0	1,760,932	2,259	480,600	6,062,299
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue	834,850	0	0	0	11,699	216,047	1,062,596
FUND BALANCES							
Fund Balance (deficit):							
Nonspendable	4,277,368	0	0	213,395	0	4,254,876	8,745,639
Restricted	207,912	0	0	11,623,286	88,587	170,968	12,090,753
Committed	10,767	0	0	0	0	0	10,767
Assigned	0	0	0	0	0	809,756	809,756
Unassigned	(1,873,454)	0	0	(11,229,531)	0	(115,034)	(13,218,019)
Total fund balance	2,622,593	0	0	607,150	88,587	5,120,566	8,438,896
Total liabilities, deferred inflows of resources and fund balances	\$7,275,951	\$0	\$0	\$2,368,082	\$102,545	\$5,817,213	\$15,563,791

The accompanying notes are an integral part of these statements.

6,294,795

\$80,377,700

# CITY OF VALDOSTA, GEORGIA RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION GOVERNMENTAL FUNDS AS OF JUNE 30, 2015

Fund balances - total governmental funds		\$8,438,896
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds		
Governmental capital assets	\$230,746,949	
Less accumulated depreciation	(105,488,511)	125,258,438
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds		
Other post employment benefits		(19,750,548)
Compensated absences		(1,465,856)
Capital Leases		(57,496)
Net pension liability Differences between expected and actual experience Changes in actuarial assumptions	(\$45,804,864) 331,832 4,346,028	
Pension payments after pension valuation date	2,860,833	
Net difference between projected and actual investment earnings	(1,015,244)	(39,281,415)
Revenue not received within 31 days in governmental funds is susceptible to full accrual on the entity-wide statements		
Unavailable revenue		940,886
Internal service funds are used by management to charge the costs of certain activities to individual funds.		

The accompanying notes are an integral part of these statements.

Net position of governmental activities

are reported with governmental activities.

The assets and liabilities of the internal service funds that

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	GENERAL	SALES TAX 2002	SALES TAX 2007	SALES TAX 2013	CVDA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:							
Taxes	\$27,803,126	\$0	\$0	\$0	\$83,299	\$2,725,208	\$30,611,633
Licenses and permits	529,749	0	0	0	0	0	529,749
Charges for service	458,832	0	0	0	0	0	458,832
Fines and forfeitures	1,139,272	0	0	0	0	10,926	1,150,198
Interest income	2,779	0	0	0	155	15,100	18,034
Contributions	2,000	0	0	0	6,331	9,400	17,731
Miscellaneous	621,070	0	0	0	1,836	21,989	644,895
Intergovernmental	1,651,369	898,047	0	11,686,400	0	1,880,296	16,116,112
TOTAL REVENUES	32,208,197	898,047	0	11,686,400	91,621	4,662,919	49,547,184
EXPENDITURES:							
Current:							
General government	8,668,725	0	0	0	98,714	2,048,302	10,815,741
Public safety	20,201,668	0	0	0	0	32,281	20,233,949
Public works	1,532,042	0	0	0	0	0	1,532,042
Economic development and assistance	479,311	0	0	0	0	505,280	984,591
Capital outlay	0	1,139,879	1,465,034	16,008,556	0	1,299,917	19,913,386
Debt service principal	178,609	0	0	0	0	0	178,609
Debt service interest	5,003	0	0	0	0	0	5,003
TOTAL EXPENDITURES	31,065,358	1,139,879	1,465,034	16,008,556	98,714	3,885,780	53,663,321
EXCESS (DEFICIENCY) OF REVENUES							
OVER (UNDER) EXPENDITURES	1,142,839	(241,832)	(1,465,034)	(4,322,156)	(7,093)	777,139	(4,116,137)
OTHER FINANCING SOURCES (USES):							
Transfers in	1,766,000	0	0	300,000	0	165,000	2,231,000
Transfers out	(2,293,005)	0	(300,000)	0	0	(448,013)	(3,041,018)
TOTAL OTHER FINANCING SOURCES (USES)	(527,005)	0	(300,000)	300,000	0	(283,013)	(810,018)
NET CHANGE IN FUND BALANCES	615,834	(241,832)	(1,765,034)	(4,022,156)	(7,093)	494,126	(4,926,155)
FUND BALANCES - BEGINNING	2,006,759	241,832	1,765,034	4,629,306	95,680	4,626,440	13,365,051
FUND BALANCES - END OF YEAR	\$2,622,593	\$0	\$0	\$607,150	\$88,587	\$5,120,566	\$8,438,896

(\$4,926,155)

178,609

67,468

947,331

(\$9,178,835)

# 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, 2015

Amounts reported for governmental activities in the statement of activities are different because: Governmental funds report capital outlays as expenditures However, in the statement of activities, the cost of those assets is depreciated over their estimated useful life: Expenditures for capital assets \$19,913,386 Less capital expenditures not capitalized in governmental funds (19,284,280)Less current year depreciation (3,177,153)(2,548,047)Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds: Change in long-term compensated absences (752)Change in pension liability (1,117,500)Other post employment benefits (1,779,789)

The accompanying notes are an integral part of these statements.

Principal payments on long-term debt

Change in net position of governmental activities

Long-term accounts receivable

Internal service funds

Net change in fund balances - total governmental funds

This Page Intentionally Left Blank

## PROPRIETARY FUNDS

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

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

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

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

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2015

BUSINESS-TYPE ACTIVITIES

			ENTERPE	RISE FUNDS			GOVERNMENTAL
		WATER/	DEPARTMENT		OTHER		ACTIVITIES
		SEWER	OF LABOR		ENTERPRISE		INTERNAL
	SANITATION	REVENUE	BUILDING	STORMWATER	FUNDS	TOTAL	SERVICE FUNDS
ASSETS							
Current assets:							
Cash	\$0	\$98,052	\$0	\$0	\$300	\$98,352	\$282,351
Investments	0	1,371,625	0	0	0	1,371,625	62,739
Receivables (net)							
Accounts	582,577	2,088,733	0	136,165	23,580	2,831,055	510,086
Due from other governments and agencies	0	2,678,279	0	0	28,074	2,706,353	0
Due from other funds	0	1,371,625	0	0	0	1,371,625	83,863
Prepaid expenses	0	0	0	0	0	0	76,677
Inventories at cost	0	474,135	0	0	0	474,135	379,698
Restricted assets							
Cash	10,297	817,809	0	0	0	828,106	0
Total current assets	592,874	8,900,258	0	136,165	51,954	9,681,251	1,395,414
Noncurrent assets:							
Restricted assets:							
Capital assets:							
Land	0	2,791,492	0	246,911	0	3,038,403	92,563
Land improvement	546,146	104,378,939	0	1,766,105	0	106,691,190	383,595
Buildings and structures	1,178,500	92,221,895	4,364,002	0	0	97,764,397	461,423
Motor vehicles	0	0	0	0	0	0	15,915,163
Equipment	139,669	5,391,906	0	0	45,820	5,577,395	2,489,995
Intangibles	0	0	0	1,161,791	0	1,161,791	2,105,553
Construction in progress	0	43,341,874	0	0	0	43,341,874	0
constitution in progress	1,864,315	248,126,106	4,364,002	3,174,807	45,820	257,575,050	19,342,739
Less accumulated depreciation	(1,080,379)	(58,649,163)	(959,549)	(304,032)	(45,820)	(61,038,943)	(16,370,723)
· · · · · · · · · · · · · · · · · · ·	783,936				(43,820)		
Net capital assets		189,476,943	3,404,453	2,870,775		196,536,107	2,972,016
Total noncurrent assets	783,936	189,476,943	3,404,453	2,870,775	0	196,536,107	2,972,016
Total assets	\$1,376,810	\$198,377,201	\$3,404,453	\$3,006,940	\$51,954	\$206,217,358	\$4,367,430
LIABILITIES							
Current liabilities:							
Accounts payable	\$146,525	\$5,597,125	\$14,681	\$17,972	\$42,336	\$5,818,639	\$1,133,908
Accrued interest	0	127,341	35,829	0	0	163,170	0
Compensated absences (current portion)	67,473	130,878	0	8,339	16,544	223,234	15,000
Landfill closure and post closure (current portion)	52,000	0	0	0	0	52,000	0
Due to other funds	435,486	0	153,492	0	11,627	600,605	41,237
Due to other governments and agencies (current portion)	0	2,198,724	0	0	0	2,198,724	0
Bonds payable (current portion)	0	0	233,000	0	0	233,000	0
Current liabilities (payable from restricted assets):							
Deposits	8,997	819,109	0	0	0	828,106	0
Total current liabilities	710,481	8,873,177	437,002	26,311	70,507	10,117,478	1,190,145
Noncurrent liabilities (payable from unrestricted assets):							
Compensated absences	86,238	132,229	0	22,436	19,570	260,473	27,343
Bonds payable (net of current portion)	0	0	1,847,000	0	0	1,847,000	0
Advances from other funds	0	0	0	209,068	1,332,453	1,541,521	2,952,890
Landfill closure and post closure (net of current portion)	891,941	0	0	0	0	891,941	0
Due to other governments and agencies, (net of current portion)	0	69,575,298	0	0	0	69,575,298	0
Total noncurrent liabilities (payable from unrestricted assets)	978,179	69,707,527	1,847,000	231,504	1,352,023	74,116,233	2,980,233
Total liabilities	1,688,660	78,580,704	2,284,002	257,815	1,422,530	84,233,711	4,170,378
			·				
NET POSITION (DEFICIT)							
Net investment in capital assets	783,936	117,702,921	1,324,453	2,870,775	0	122,682,085	2,774,964
Restricted							
Restricted for workmen's compensation claims	0	0	0	0	0	0	197,052
Unrestricted	(1,095,786)	2,093,576	(204,002)	(121,650)	(1,370,576)	(698,438)	(2,774,964)
Total net position (deficit)	(\$311,850)	\$119,796,497	\$1,120,451	\$2,749,125	(\$1,370,576)	121,983,647	\$197,052

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds. Net position of business-type activities

(6,097,743) \$115,885,904

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2015

BUSINESS-TYPE ACTIVITIES

	ENTERPRISE FUNDS				GOVERNMENTAL		
	SANITATION	WATER/ SEWER REVENUE	DEPARTMENT OF LABOR BUILDING	STORMWATER	OTHER ENTERPRISE FUNDS	TOTAL	ACTIVITIES INTERNAL SERVICE FUNDS
Operating revenues:							
Permits	\$0	\$0	\$0	\$0	\$887,610	\$887,610	\$0
Charges for services	4,575,751	17,119,344	469,157	1,286,848	496,473	23,947,573	10,134,996
Recycling revenue	30,383	0	0	0	0	30,383	0
Intergovernmental revenues	152,693	0	0	0	0	152,693	0
Miscellaneous revenues	3,299	33,702	0	16	0	37,017	883,281
TOTAL OPERATING REVENUES	4,762,126	17,153,046	469,157	1,286,864	1,384,083	25,055,276	11,018,277
Operating expenses:							
Personal services	2,024,719	4,520,278	0	521,838	766,033	7,832,868	634,715
Contractual services	872,874	2,344,788	150,445	167,417	160,194	3,695,718	2,797,490
Claims paid	0	0	0	0	0	0	7,253,465
Supplies	152,300	1,080,291	0	35,698	423,813	1,692,102	2,122,512
Travel and training	413	19,781	0	1,678	1,144	23,016	503
Other services and charges	1,434,419	2,118,763	47,710	257,519	165,882	4,024,293	750,410
Amortization expense	0	0	0	73,956	0	73,956	0
Depreciation expense	39,465	4,708,222	87,074	0	0	4,834,761	630,502
TOTAL OPERATING EXPENSES	4,524,190	14,792,123	285,229	1,058,106	1,517,066	22,176,714	14,189,597
OPERATING INCOME (LOSS)	237,936	2,360,923	183,928	228,758	(132,983)	2,878,562	(3,171,320)
Non-operating revenues (expenses):							
Interest income	0	0	0	0	0	0	0
Loss on sale of assets	0	0	0	0	0	0	49,611
Interest expense and fiscal charges	0	(1,020,350)	(88,020)	0	0	(1,108,370)	0
TOTAL NON-OPERATING REVENUES (EXPENSES)	0	(1,020,350)	(88,020)	0	0	(1,108,370)	49,611
INCOME (LOSS)BEFORE CONTRIBUTIONS							
AND TRANSFERS	237,936	1,340,573	95,908	228,758	(132,983)	1,770,192	(3,121,709)
Capital contribution revenue	0	15,223,047	0	0	0	15,223,047	0
Transfers in	0	0	0	0	283,013	283,013	3,242,381
Transfers out	(549,138)	(1,911,869)	0	(186,737)	(67,632)	(2,715,376)	0
	(549,138)	13,311,178	0	(186,737)	215,381	12,790,684	3,242,381
Change in Net Position	(311,202)	14,651,751	95,908	42,021	82,398	14,560,876	120,672
NET POSITION - BEGINNING (DEFICIT)	(648)	105,144,746	1,024,543	2,707,104	(1,452,974)		76,380
NET POSITION - ENDING (DEFICIT)	(\$311,850)	\$119,796,497	\$1,120,451	\$2,749,125	(\$1,370,576)		\$197,052

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds. Change in net position of business-type activities

(826,659) \$13,734,217

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2015

#### BUSINESS-TYPE ACTIVITIES

			ENTERPR	ISE FUNDS			GOVERNMENTAL
		WATER/	DEPARTMENT		OTHER		ACTIVITIES
	SEWER OF LABOR ENTERPRISE		INTERNAL				
	SANITATION	REVENUE	BUILDING	STORMWATER	FUNDS	TOTAL	SERVICE FUNDS
Cash flows from operating activities:							
Cash received from customers	4,455,747	\$16,730,176	\$469,157	\$1,278,297	\$1,386,517	\$24,319,894	\$10,525,759
Cash payments to suppliers for goods and services	(2,092,259)	(4,729,069)	(144,123)	(572,690)	(846,351)	(8,384,492)	(12,155,763)
Cash payments to employees for services	(1,999,425)	(4,503,077)	0	(518,870)	(755,547)	(7,776,919)	(615,737)
Other operating revenues	30,383	0	0	0	0	30,383	0
Miscellaneous income	3,299	33,702	0	0	0	37,001	0
New customer utility deposits	349	240,936	0	0	0	241,285	0
Intergovernmental revenues	152,693	0	0	0	0	152,693	0
Refunded customer utility deposits	(787)	(226,594)	0	0	0	(227,381)	0
Net change in cash from operating activities	550,000	7,546,074	325,034	186,737	(215,381)	8,392,464	(2,245,741)
Cash flows from noncapital financing activities:							
Transfers-in from other funds	0	0	0	0	283,013	283,013	3,242,381
Transfers-out to other funds	(549,138)	(1,911,869)	0	(186,737)	(67,632)	(2,715,376)	0
Net change in cash from noncapital	(549,138)	(1,911,869)	0	(186,737)	215,381	(2,432,363)	3,242,381
financing activities							
Cash flows from capital and related financing activities:							
Principal paid on Georgia Environmental Finance Authority Loan	0	(2,127,411)	0	0	0	(2,127,411)	0
Loan from Georgia Environmental Finance Authority	0	24,785,034	0	0	0	24,785,034	0
Acquisition and construction of capital assets	0	(26,094,781)	0	0	0	(26,094,781)	(862,670)
Proceeds from sale of capital assets	0	0	0	0	0	0	49,611
Principal paid on DOL intergovernmental note	0	0	(233,000)	0	0	(233,000)	0
Interest paid on GEFA loan	0	(1,063,182)	0	0	0	(1,063,182)	0
Interest paid on DOL intergovernmental note	0	0	(92,034)	0	0	(92,034)	0
Net change in cash from capital and related	0	(4,500,340)	(325,034)	0	0	(4,825,374)	(813,059)
financing activities			-				
Cash flows from investing activities:							
Sale of investment securities Purchase of investment securities	0	332,542 (1,371,625)	0	0	0	332,542 (1,371,625)	21,520
Net change in cash from investing activities	0	(1,039,083)	0	0	0	(1,039,083)	21,520
Net change in cash	862	94,782	0	0	0	95,644	205,101
Cash beginning of year Cash at end of year	9,435 \$10,297	821,079 \$915,861	0 \$0	0 \$0	300 \$300	830,814 \$926,458	77,250 \$282,351
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET	CHANGE IN CASH F	ROM OPERATING	G ACTIVITIES				
Operating income (loss)	\$237,936	\$2,360,923	\$183,928	\$228,758	(\$132,983)	\$2,878,562	(\$3,171,320)
Adjustments to reconcile operating income (loss) to net change in							
cash from operating activities: Amortization	0	0	0	73,956	0	73,956	0
Depreciation	39,465	4,708,222	87,074	0	0	4,834,761	630,502
New customer utility deposit	349	240,936	0	0	0	241,285	0
Refunded customer utility deposit Landfill closure and post closure	(787) (26,566)	(226,594)	0	0	0	(227,381) (26,566)	0
Change in assets and liabilities:							
(Increase) decrease in accounts receivable (Increase) in due from other funds	25,952 0	(403,401) (211,085)	0	(8,567)	2,434 0	(383,582) (211,085)	(492,518) 576,393
(Increase) in due from other funds (Increase) in due from other governments and agencies	0	1,544	0	0	12,588	14,132	1,915
Decrease (increase) in inventory	0	52,585	0	0	0	52,585	572
(Increase) in prepaid expenses	0	0	0	0 763	0	0	(74,141)
(Decrease) increase in operating payable Increase in compensated absences liability	(26,917) 16,272	1,014,927 8,017	(3,456)	8,763 (7,936)	19,163 (5,494)	1,012,480 10,859	(207,938) 3,475
Increase in due to other funds	284,296	0	57,488	(131,385)	(24,859)	185,540	(1,201,266)
Increase (decrease) in advances from other funds	\$550,000	\$7,546,074	\$325,034	23,148 \$186,737	(\$6,230)	(63,082) \$8,392,464	1,688,585
Net change in cash from operating activities  NONCASH INVESTING, CAPITAL AND			φ323,034	\$100,/3/	(9213,301)	90,392,404	(\$2,243,741)
Contributed capital assets from SPLOST V	0	735,195	0	0	0	735,195	0
Contributed capital assets from SPLOST VI	0	1,383,626	0	0	0	1,383,626	0
Contributed capital assets from SPLOST VII	0	13,104,226	0	0	0	13,104,226	0
Capitalized interest	0	608,893	0	0	0	608,893	0

### FIDUCIARY FUNDS

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

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

This Page Intentionally Left Blank

#### CITY OF VALDOSTA, GEORGIA STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES FIDUCIARY FUNDS JUNE 30, 2015

	TOTAL FIDUCIARY FUNDS
ASSETS	
	\$60,001
Cash	\$69,001
Investments	54,952
Total assets	\$123,953
LIABILITIES	
Due to other governments and agencies	\$69,931
•	
Due to others	54,022
Total liabilities	\$123,953

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

## NOTES TO FINANCIAL STATEMENTS

#### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting principles of the City of Valdosta, Georgia conform to generally accepted accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB").

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

#### A. THE REPORTING ENTITY

The primary government of the City of Valdosta has one component unit – the Central Valdosta Development Authority (the "Authority"). Using the criteria of Governmental Accounting Standards Board (GASB) Statement No. 61, management determined that the authority should be included as a blended component unit.

#### **Primary Government**

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

#### **Included with reporting entity as Blended Component Unit:**

Central Valdosta Development Authority – The Authority was established by an Act of the General Assembly of Georgia to redevelop and improve the central Valdosta area. The Authority has the power to create special tax districts, to levy and collect taxes, and issue notes or other evidence of indebtedness, 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 Development 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 Development 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.

#### **Related Organizations:**

The City of Valdosta officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. The Mayor and Council appoint the board members of the Valdosta Housing Authority, Valdosta-Lowndes County Zoning Board of Appeals, Valdosta-Lowndes County Industrial Authority, Hospital Authority of Valdosta and Lowndes County, Greater Lowndes County Planning Commission, Valdosta Historic Preservation Commission, Valdosta Tree Commission, Valdosta Lowndes County Airport Authority, Valdosta-Lowndes County Conference and Tourism Authority, Keep Lowndes Valdosta Beautiful Commission, Valdosta-Lowndes County Land Bank Authority, Valdosta/Lowndes County Construction Adjustments and Appeals Board, 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.

### B. MEASUREMENT FOCUS AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all nonfiduciary activities of the primary government and its component units. The City's fiduciary funds are not included in the government wide financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

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

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

These statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. The fiduciary funds don't have a measurement focus. Accordingly, all the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the City are reported in three categories: 1) charges for services to customers who directly benefit from goods, services, or privileges provided by a given function, 2) operating grants and contributions that are restricted to meeting the operational needs for a particular function and 3) capital grants and contributions that are restricted to meeting the capital needs of a particular function.

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

#### **Fund Financial Statements**

The accounts of the City are organized on the basis of the funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for

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

#### THE CITY REPORTS THE FOLLOWING MAJOR FUNDS:

#### **GOVERNMENTAL**

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

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

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

Sales Tax 2013 Fund – to account for the financing and construction of capital improvements for various public projects. These improvements will be financed through a 1% local option sales tax collected for 72 months starting January 2014.

Central Valdosta Development Authority – to account for the operations of the City's blended component unit, The Central Valdosta Development Authority.

#### **ENTERPRISE**

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

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

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

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

#### ADDITIONALLY THE CITY REPORTS THE FOLLOWING FUND TYPES:

#### **GOVERNMENTAL FUNDS**

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

#### SPECIAL REVENUE FUNDS

These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The City maintains a separate Special Revenue Fund for each Federal Grant Program.

#### CAPITAL PROJECTS FUNDS

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

#### PERMANENT FUND

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

#### PROPRIETARY FUNDS

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

#### **ENTERPRISE FUNDS**

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

#### INTERNAL SERVICE FUNDS

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

THE CITY MAINTAINS THE FOLLOWING INTERNAL SERVICE FUNDS:

#### MOTOR POOL FUND

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

#### GROUP INSURANCE FUND

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

#### WORKMAN'S COMPENSATION FUND

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

#### IT FUND

The IT Fund accounts for the cost of providing information technology to the City. Departments are charged based on utilization of IT Services.

#### FIDUCIARY FUND

Fiduciary Funds include the Agency Funds. The Tree Commission Agency Fund accounts for monies collected for the Tree Commission. The Evidence Agency Fund accounts for monies taken in by the Valdosta Police Department but not condemned. The assets and liabilities are accounted for on the accrual basis.

#### **BASIS OF ACCOUNTING**

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

#### **Modified Accrual Basis of Accounting**

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

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

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

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

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

#### **Accrual Basis of Accounting**

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

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

Investment earnings are accrued in Proprietary Funds.

#### D. BUDGETS AND BUDGETARY ACCOUNTING

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

The budget data presented in the financial statements and schedules were prepared on a Non-GAAP Budgetary basis for the Governmental Fund types. The difference between the GAAP basis and the budgetary basis is the inclusion of encumbrances as expenditures.

In the Proprietary Funds, the budgets were prepared on the GAAP basis. The same accrual basis that is used to reflect actual results is used to prepare the budgets for these funds.

The following funds' expenditures/expenses exceeded legal appropriations.

	Expenditures/		
	<b>Expenses on</b>		Amount
Fund/Department	<b>Budgetary Basis</b>	Appropriations	Exceeding
General Fund/Engineering	3,359,470	3,166,452	193,018
General Fund/Police Dept	13,475,559	13,221,039	254,520
SPLOST 2002	1,139,879	0	1,139,879
SPLOST 2007	430,726	25,000	405,726
SPLOST 2013	27,025,638	8,124,309	18,901,329
Accommodations Tax	2,486,767	2,310,225	176,542
Central Valdosta Dev Auth	97,000	98,714	1,714

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

#### E. CASH

For the purpose of the statement of cash flows, the City considers only cash (including restricted assets) in determining the increase (decrease) in cash. Cash equivalents are defined as short term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

#### F. INVESTMENTS

It is the City's policy that investments having a remaining maturity at time of purchase of one year or less are recorded at cost or amortized cost in accordance with GASB Statement 31. Adjustments are made to cost for any premium or discount, which is amortized over the maturity of the investment. Amortized cost approximates fair value. The City has no such investments at June 30, 2015.

#### 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 50%. 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, 2015. The receivable was arrived at by taking the cycle billings the City sent the customers in July and prorating the amount of days applicable to the current year factor at 99% to allow for uncollectible accounts.
- 3. Second Mortgages Receivable the amount owed to the City from loans made to homeowners on UDAG and CDBG CHIP grants.
- 4. Special Assessments Receivable both principle and interest on paving assessments are payable in semi-annual installments over a five year period. The

principle is recognized when due. The balance due at June 30 that has not been collected within 31 days past year end is recorded as a deferred revenue. There is no allowance for uncollectibles as delinquent accounts are declared as a special assessment lien against the property per Section 7.2, paragraph I, of the City's Code. The entire outstanding balance is delinquent at June 30, 2015.

5. Interest Receivable – interest on investments is recorded as revenue on the Governmental Fund types when it is both measurable and collected within the City's current paying cycle. The amount which is earned but not collected is recognized as a deferred revenue. The interest on investments is recorded as revenue in the year earned for the Proprietary Fund types.

#### H. DUE FROM OTHER GOVERNMENTS & AGENCIES

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

#### I. DUE FROM AND DUE TO OTHER FUNDS

During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets, and service debts. To the extent that certain transactions between funds had not been paid or received as of June 30, 2015, 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.

#### J. ADVANCE TO OTHER FUNDS

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

#### K. INVENTORIES

Inventories in Proprietary Funds are adjusted to annual and periodic physical counts and are valued at cost using the first-in, first-out method (FIFO) of valuation. Inventory in the

Sales Tax 2007 Fund, which is valued at cost first-in, first-out method (FIFO), consists of wetland credits held for construction.

#### L. PREPAID EXPENDITURES/EXPENSES

Payments made to various vendors for items or services for a future period beyond June 30, 2015 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.

#### M. RESTRICTED ASSETS

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

#### N. INTANGIBLE ASSETS

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

#### O. CAPITAL ASSETS

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

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

Interest incurred during the construction of capital assets in business type activities is capitalized as part of the cost of the asset constructed. During the current fiscal year, the City incurred total interest of \$1,549,307. Of this amount, \$1,181,510 was capitalized as part of the cost of the waste water construction project.

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

The estimated useful lives are as follows:

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

#### 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, 2015 has been recorded in the government wide statements representing the City's commitment to fund such costs from future operations.

#### Q. LONG-TERM OBLIGATIONS

Long-term liabilities for GEFA borrowings 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 capital lease. See Note 9 for additional information.

#### R. PENSION FUND

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

#### S. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Deferred outflows of resources represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City does not have any items that qualify for reporting in this category.

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The following amounts are deferred and recognized as an inflow of resources in the period that the amounts become available:

Unavailable	Other			
Resources	General	CVDA	Governmental	Total
Property Taxes	\$323,043	\$11,699	\$0	\$334,742
Franchise Taxes	118,624	0	0	118,624
Paving Assessments	45,387	0	0	45,387
Miscellaneous	185,758	0	0	185,758
DOT	7,752	0	24,788	32,540
LAG	106,983	0	0	106,983
Grants	47,303	0	191,259	238,562
Total	\$834,850	\$11,699	\$216,047	\$1,062,596

#### T. FUND BALANCE

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 criteria. The City reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

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

**Net Position** – Net position represent the difference between assets and deferred outflows and liabilities and deferred inflows 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 assets are available.

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

#### A. DEPOSITS

At year end, the carrying amount of the City's deposits was \$2,868,858 and the bank balance was \$5,988,903. In addition, the City also had \$5,900 in petty cash.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's deposit policy is to require all its deposits in excess of FDIC insurance to be collateralized with securities held by the City or by its agent in the City's name. Of the bank balance, \$342,647 was covered by federal depository insurance and \$5,646,256 was covered by collateral held by the government or agent in the government's name.

#### 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, 2015 meet our investment policy restrictions.

#### Credit Risk

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

#### Concentration Credit Risk

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

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

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

The carrying amount of deposits for CVDA, a blended component unit, was \$89,821 and the bank balance was \$92,647. In addition, the CVDA also had \$200 in petty cash.

The CVDA does not have a deposit policy. Of the bank balance, \$92,647 was covered by Federal Depository Insurance.

#### B. INVESTMENTS

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

	Carrying
Form of Deposit	Amount
Investment in Georgia Fund 1	\$2,943,746
Certificate of Deposit	7,362
Total	\$2,951,108

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

The Authority does not have investment policies.

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

	Cash on	
	<b>Deposit</b>	Investments
Cash in Bank	\$2,799,857	2,896,156
Petty Cash and Change	5,900	0
Cash and Investments on Hand	2,805,757	2,896,156
Fiduciary Assets	69,001	54,952
	\$2,874,758	\$2,951,108
	_	
Non Restricted	\$2,046,652	\$2,951,108
Restricted	828,106	0
Balance per Financial Statement	\$2,874,758	\$2,951,108

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

CVDA	Cash on
	Deposit
Balance per Footnote Above	\$89,821
Petty Cash	200
Balance per Financial Statement	\$90,021

#### NOTE 3. TAXES

Advalorem property tax revenue is recognized in compliance with the National Council on Governmental Accounting (NCGA) Interpretation 3, "Revenue Recognition-Property Taxes". This interpretation states that property tax revenue is recorded when it becomes available. Available means when due or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time thereafter shall not exceed 60 days. The City's 2014 property taxes, levied September 15, 2014 on a 40% assessed valuation as of the lien date January 1, 2014, were due November 15, 2014. The levy for 2014 is as follows:

	<b>Rate per \$1,000 of</b>	Legal
Type of Levy	Assessed Value	Maximum
General Operations	10.202	
Less Sales Tax Rebate	4.100	
Net for General Operations	6.102	10.00
Schools	16.98	20.0
Central Valdosta Development Authority	5.0	15.0

Property taxes levied for the current year are available and are therefore recognized as revenue. The City's property tax collection records show that most of the property taxes due are collected during the fiscal year of the levy. Property tax received is reduced by an allowance for uncollectible accounts which is computed on the outstanding receivable at June 30, 2015 per the following table:

95% of the 1996 Levy 95% of the 1998 Levy 95% of the 1999 Levy 95% of the 2001 Levy 95% of the 2002 Levy 95% of the 2003 Levy 95% of the 2004 Levy 95% of the 2006 Levy 95% of the 2007 Levy 95% of the 2008 Levy 80% of the 2009 Levy 70% of the 2010 Levy 60% of the 2011 Levy 50% of the 2012 Levy 25% of the 2013 Levy 5% of the 2014 Levy

Taxes receivable at June 30, 2015 consist of the following:

<b>Property Taxes</b>	<b>General Fund</b>	CVDA
2002	\$387	\$0
2003	474	73
2004	4,911	80
2005	0	138
2006	0	144
2007	951	2,428
2008	2,358	1,618
2009	3,203	96
2010	2,317	56
2011	3,309	157
2012	11,551	791
2013	49,502	4,459
2014	331,304	8,037
	410,267	18,077
Sales Taxes	687,161	0
Franchise Taxes	166,015	0
Total Taxes Receivable	1,263,443	18,077
Less Allowance for Uncollectible	(47,528)	(6,378)
	\$1,215,915	\$11,699

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

#### NOTE. 4 INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivables and payables including advances at June 30, 2015 are as follows:

	General	Water/Sewer Revenue	Non Major Governmental	Internal Service	
Payables	Fund	Fund	Funds	Funds	Total
General Fund	\$0	\$1,371,625	\$681,862	\$83,863	\$2,137,350
CVDA	909	0	0	0	909
Sanitation	435,486	0	0	0	435,486
DOL	153,492	0	0	0	153,492
Stormwater	209,068	0	0	0	209,068
Non Major					
Governmental Funds	59,717	0	0	0	59,717
Non Major Enterprise					
Funds	1,344,080	0	0	0	1,344,080
Internal Service	2,994,127	0	0	0	2,994,127
Total	\$5,196,879	\$1,371,625	\$681,862	\$83,863	\$7,334,229

All interfund balances are due to routine interfund transactions that were not paid or received at June 30, 2015 as discussed in Note 1. Advances are long term in nature.

The above analysis included advances from General Fund to the HUD Fund in the amount of \$30,000, the Inspections Fund in the amount of \$753,654, the Stormwater Fund in the amount of \$209,068, the Auditorium Fund in the amount of \$578,799 and the Motor Pool Fund in the amount of \$2,952,890. Advances are long term in nature and are not expected to be repaid with one year. All advances except to the Motor Pool are to provide operating capital. The advance to the Motor Pool is attributable to the acquisition of capital assets and will be recovered over the lives of the assets acquired.

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 was as follows:

#### **Primary Government**

	Beginning		<b>D</b>	Reclass	Transfer	Ending
	Balance	Additions	Retirements	Rectuss	- Transier	Balance
Governmental Activities:						
Non-depreciable assets	AT - 0.1 0.7	40	40	40	40	AT - 04
Land	\$76,846,635	\$0	\$0	\$0	\$0	\$76,846,635
Construction in progress	522,609	15,338,255	0	(45,384)	(15,223,047)	592,433
Total non-depreciable assets	77,369,244	15,338,255	0	(45,384)	(15,223,047)	77,439,068
Depreciable assets				0		
Land improvements	13,862,985	0	0	0	0	13,862,985
Buildings	29,034,160	0	5,476	_	0	29,028,684
Equipment	9,845,013	706,741	260,157	45,384	0	10,336,981
Motor Vehicles	15,509,676	739,513	334,026	0	0	15,915,163
Infrastructure	103,491,093	15,714	0	0	0	103,506,807
Total depreciable assets	171,742,927	1,461,968	599,659	45,384	0	172,650,620
Total at historical cost	249,112,171	16,800,223	599,659	0	(15,223,047)	250,089,688
Less accumulated depreciation for:						
Land improvements	5,225,652	440,526	0	0	0	5,666,178
Buildings	8,751,108	612,120	5,476	0	0	9,357,752
Equipment	8,412,414	728,112	260,157	0	0	8,880,369
Motor vehicles	13,538,595	483,962	334,026	0	0	13,688,531
Infrastructure	82,723,469	1,542,935	0	0	0	84,266,404
Total accumulated depreciation	118,651,238	3,807,655	599,659	0	0	121,859,234
Governmental activities capital assets, net	\$130,460,933	\$12,922,568	\$0	\$0	(\$15,223,047)	\$128,230,454
<b>Business-type activities:</b>						
Non-depreciable assets						
Land	\$3,038,403	\$0	\$0	\$0	\$0	\$3,038,403
Construction in progress	11,705,585	28,045,418	0	(10,034,784)	13,625,655	43,341,874
Total non-depreciable assets	14,743,988	28,045,418	0	(10,034,784)	13,625,655	46,380,277
Depreciable assets						
Land improvements	99,310,432	1,000,502	5,940	4,788,804	1,597,392	106,691,190
Buildings	92,723,033	73,349	277,965	5,245,980	0	97,764,397
Equipment	5,797,087	208,473	428,165	0	0	5,577,395
Intangibles	1,161,791	0	0	0	0	1,161,791
Total depreciable assets	198,992,343	1,282,324	712,070	10,034,784	1,597,392	211,194,773
Total at historical cost	213,736,331	29,327,742	712,070	0	15,223,047	257,575,050

Less accumulated depreciation for:

#### **Primary Government**

	Beginning Balance	Additions	Retirements	Reclass	Transfer	Ending Balance
Land improvements	\$34,956,968	\$1,924,376	\$5,940	\$0	\$0	\$36,875,404
Buildings	17,039,738	2,314,833	239,170	0	0	19,115,401
Equipment	4,638,082	630,874	428,167	0	0	4,840,789
Intangibles	168,715	38,634	0	0	0	207,349
Total accumulated depreciation	56,803,503	4,908,717	673,277	0	0	61,038,943
Business-type activities capital						
assets, net	\$156,932,828	\$24,419,025	\$38,793	\$0	\$15,223,047	\$196,536,107

#### Depreciation/amortization expense was charged to governmental functions as follows:

Governmental Depreciation:	
General Government	\$3,202,403
Finance	1,756
Engineering	13,418
Public Safety	578,514
Public Works	11,564_
Total governmental depreciation	3,807,655
Business-type Depreciation:	
Sanitation	39,465
Water & Sewer	4,708,222
Department of Labor	87,074
Storm Water	73,956
Total business-type depreciation/	
amortization	4,908,717
Total depreciation expense	\$8,716,372

Internal Service Funds predominantly serve governmental funds. Accordingly, \$19,342,739 in capital assets, \$16,370,723 in accumulated depreciation, and \$630,502 in current depreciation in these funds are included in the above totals for governmental activities.

#### NOTE 6. PENSION PLAN

#### PLAN DESCRIPTION

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

#### **Employees Covered Under the Plan**

Effective January 1, 2015, the Plan was amended to provide for immediate participation for employees. At June 30, 2015, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	299
Inactive employees entitled to but not yet receiving benefits	72
Active employees	526
Total covered employees	897

### **Funding Policy**

Employees are not required to contribute to the Plan. The Plan is subject to the minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). The GMEBS Board of Trustees has adopted an actuarial funding policy that requires a different funding level than the estimated minimum annual contribution to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the Plan. If the City contributes the recommended contribution developed under the actuarial funding policy each year, the Plan will meet applicable state funding standards.

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

At June 30, 2015, the City reported a liability of \$45,804,864 as its net pension liability. The net pension liability was measured as of September 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2015. The City's net pension liability was based on the projection of the City's long-term contributions to the pension plan, actuarially determined at January 1, 2015.

## NOTE 6 - EMPLOYEE RETIREMENT PLAN, CONTINUED

The following is a schedule reconciles the differences between the beginning and ending net pension liability for the year ended June 30, 2015:

Changes in Net Pension Liability	Total Pension		Fiduciary Net		Net Pension	
	Liability (TPL)		Position (FNP)		Liability (NPL)	
		(a)		(b)	(a) - (b)	
Balances at September 30, 2013*	\$	75,023,360	\$	34,309,445	\$	40,713,915
Changes for the year:						
Service cost		1,168,292		-		1,168,292
Interest		5,621,355		-		5,621,355
Differences between expected		414,792		-		414,792
and actual experience						
Contributions - employer		-		3,402,750		(3,402,750)
Contributions - employee		-		333,321		(333,321)
Net investment income		-		3,877,248		(3,877,248)
Benefit payments, including		(4,979,503)		(4,979,503)		-
refunds of employee contributions						
Administrative expense		-		(67,292)		67,292
Other		5,432,537				5,432,537
Net changes		7,657,473		2,566,524		5,090,949
Balances at September 30, 2014**	\$	82,680,833	\$	36,875,969	\$	45,804,864

<sup>\*</sup>Entry Age Normal liabilities calculated using ages and service amounts as of January 1, 2014 are used to measure TPL as of September 30, 2013. The balances as of September 30, 2013 constitute measurements of the NPL for the fiscal year ending June 30, 2014.

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report.

<sup>\*\*</sup>Entry Age Normal liabilities calculated using ages and service amounts as of January 1, 2015 are used to measure TPL as of September 30, 2014. The balances as of September 30, 2014 constitute measurements of the NPL for the fiscal year ending June 30, 2015.

### NOTE 6 - EMPLOYEE RETIREMENT PLAN, CONTINUED

For the year ended June 30, 2015, the City recognized pension expense of \$73,461. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or methods, and plan benefits. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	 red Outflows Resources	Deferred Inflows of Resources	
Differences between expected and actual experience	\$ 331,832	\$	-
Changes of assumptions	4,346,028		-
Net difference between projected and actual earnings on pension plan investments	-		(1,015,244)
City contributions subsequent to the measurement date	 2,860,833		
Total	\$ 7,538,693	\$	(1,015,244)

Deferred outflows of resources and deferred inflows of resources above represent the unamortized portion of changes to the net pension liability to be recognized in future periods in a systematic and rational manner, as detailed below.

\$2,860,833 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future years as follows:

Year Ending	Deferred ows/(Inflows)
June 30,	Resources
2016	\$ 915,654
2017	915,654
2018	915,654
2019	915,654
2020	-
Thereafter	 -
Total	\$ 3,662,616

#### NOTE 6 – EMPLOYEE RETIREMENT PLAN, CONTINUED

#### **Actuarial Methods and Assumptions**

The total pension liability in the January 1, 2015 actuarial valuation was determined using the following actuarial assumptions. Total pension liability represents the actuarial present value of projected benefit payments attributable to past periods of service for current and inactive employees.

Actuarial Cost Method Projected Unit Credit

Amortization Method Closed level dollar for remaining unfunded liability
Remaining Amortization Period Varies for the bases, with a net effective amortization

period of 10 years

Asset Valuation Method Sum of actuarial value at beginning of year and the

cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than market value at end of year. The actuarial value is adjusted, if necessary, to be

within 20% of market value.

Actuarial Assumptions:

Inflation 3.25% Net Investment Rate of Return 7.75%

Projected Salary Increases 3.25% plus service based merit increases

Cost of Living Adjustments 0.00%

Retirement Age:

Normal 65 with 5 years of service Early 55 with 10 years of service

Mortality:

Healthy RP-2000 Combined Healthy Mortality Table with sex-

distinct rates, set forward two years for males and one

year for females.

Disabled RP-2000 Disabled Retiree Mortality Table with sex-

distinct rates

Plan termination basis (all lives) 1994 Group Annuity Reserving Unisex Table

The mortality and economic actuarial assumptions used in the January 1, 2015 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through June 30, 2014.

#### NOTE 6 – EMPLOYEE RETIREMENT PLAN, CONTINUED

The 7.75% 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 allocation as of September 30, 2014 are summarized in the following table:

		Long-Term Expected	Long-Term Nominal
Asset Class	Target Allocation	Real Rate of Return	Real Rate of Return
Domestic equity	50%	5.95%	9.20%
International equity	15%	6.45%	9.70%
Fixed income	25%	1.55%	4.80%
Real estate	10%	3.75%	7.00%
Cash	0%		
Total	100%		
D1 (D)	-		

#### **Discount Rate**

The discount rate used to measure the total pension liability was 7.75%, which is the same as the long-term expected rate of return. The projection of cash flows used to determine the discount rate assumed that contributions from the City will continue to be made at the recommended rates each year, actuarially determined. Based on that assumption, the pension fund's fiduciary net position was projected to be available to make all projected future benefit payments. In theory, the discount rate may differ from the long-term expected rate of return discussed previously. However, based on the projected availability of the chpension plan investments, and it was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the City's net pension liability calculated using the current discount rate, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point higher or lower than the current rate:

	19	1% Decrease		Current Discount		1% Increase	
		(6.23%)		Rate (7.23%)		(8.23%)	
		_		_	'	_	
Net pension liability	\$	55,617,156	\$	45,804,864	\$	37,605,873	

#### NOTE 7. DEFERRED COMPENSATION PLAN

### City of Valdosta Deferred Compensation Plan

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

#### NOTE 8. OTHER POST-EMPLOYMENT BENEFITS

#### **Plan Description**

The City of Valdosta maintains another post-employment benefit plan, the City of Valdosta Other Post-Employment Benefits Plan (the OPEB Plan"), which includes retirees from the City of Valdosta. In accordance with City ordinance, the City's personnel policy provides that all employees who retire under early, normal or disability retirement are eligible for confirmed health care benefits provided they have a total of 25 consecutive years of employment. The monthly cost, 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, 2015, 129 retirees participated in the plan, paying a monthly premium of \$77 - \$280. However, their dental is the same group coverage as active employees.

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

The City's self-insured health plan, City of Valdosta Group Insurance, provides medical and hospitalization benefits for two classes of retirees. 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 UMR, Inc., an Administrative Service Agent, acting as claims paying agent. The Mayor and City Council has the authority to amend the plan. The City contributions are financed on a pay-as-you-go basis. During the current year, the City expended \$1,220,203 for retirees' health insurance for 119 participants. In addition, 84 participants were covered.

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The calculations assume a 5% rate of inflation. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the OPEB Plan.

Annual required contribution	\$4,520,756
Interest on net OPEB obligation	681,708
Adjustments to annual required contribution	(1,274,409)
Annual OPEB cost	3,928,055
Contributions made	(1,220,203)
Increase in net OPEB obligation	2,707,852
Net OPEB obligation, beginning of year	17,042,696
Net OPEB obligation, end of year	\$19,750,548

Fiscal Year Ended June 30,	Annual OPEB Cost*	Actual Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2013	\$5,049,620	\$421,097	8%	\$14,603,630
2014	4,183,653	1,273,383	34%	17,042,696
2015	4,520,756	1,220,203	31%	19,750,548

<sup>\*</sup>ARC based on a pay-as-you-go plan.

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

	Accuarial	Accuarial	Unfunded		Annual	UAAL as
Valuation	Accrued	Value	AAL	Percentage	Covered	Percentage
Date	Liability (AAL) (1)	of Assets	(UAAL)	Funded	Payroll	of Payroll
January 1, 2014	\$34,159,429	\$0	\$34,159,429	0%	\$19,143,280	178.44%

<sup>1)</sup> AAL based on pay-as-you-go plan.

Valuation date	January 1, 2014		
Actuarial cost method	Projected Unit Credit		
Amortization method	Level dollar, closed, 25 years		
Remaining amortization period	20 years as of June 30, 2015		
Asset valuation method	Market value		
Actual assumptions:			
Investment rate of return	4.00% pay-as-you go		
Salary growth	3.50% plus age and service merit increases		
Medical and drug cost trend rate	7.50% graded to 5.00% over 5 years		
Medicare Advantage cost trend rate	7.00% graded to 5.00% over 4 years		
Dental cost trend rate	5.00%		
Administrative expense trend rate	3.00%		
General Inflation Rate	3.25%		
Plan membership:			
Current retirees, beneficiaries, and dependents	350		
Current active participants	500		
Terminated participants entitled but not yet eligible	0		
Total	850		

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

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

The actuarial calculations of the OPEB plan reflect a longer-term perspective. The Schedule of Funding Progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing relative to the actuarial accrued liability.

The City participates in the POAB and the Georgia Firefighter's pension. There is no material impact on revenue to the City from either.

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
<b>Governmental Funds</b>	<u> </u>	- Tuditions	reductions	<u> </u>	
Other Post Employment Benefits	\$17,042,696	\$3,928,055	\$1,220,203	\$19,750,548	\$0

**Total OPEB** \$17,042,696 \$3,928,055 \$1,220,203 \$19,750,548 \$0

#### NOTE 9. LONG TERM DEBT

Long term bonded debt of the City is as follows:

Enterprise Funds 4.19% Department of Labor Building.	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Original issue amount \$4,410,000.	\$2,313,000	\$0_	\$233,000	\$2,080,000	\$233,000
<b>Total Notes</b>	\$2,313,000	\$0	\$233,000	\$2,080,000	\$233,000

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, 2015, the limit for the City was \$145,662,006.

The City entered into an obligation to finance the Department of Labor building in the amount of \$4,410,000. The City issued a bond to cover the cost of construction in fiscal year 2004. The debt is payable solely from certain lease payments to be paid by the Georgia Department of Labor.

The annual requirement to amortize this bond series as of June 30, 2015, including interest of \$389,691 on the Bond Series 2003 is as follows:

Year Ended			
June 30	<b>Principal</b>	Interest	Total
2016	\$233,000	\$82,271	\$315,271
2017	233,000	72,508	305,508
2018	233,000	62,745	295,745
2019	233,000	52,983	285,983
2020	233,000	43,220	276,220
2021-2024	915,000	75,964	990,964
Total	\$2,080,000	\$389,691	\$2,469,691

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

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Enterprise Funds					
Accrued vacation	\$472,847	\$483,707	\$472,847	\$483,707	\$223,234
Internal Service Funds					
Accrued vacation	38,868	42,343	38,868	42,343	15,000
<b>Governmental Funds</b>					
Accrued vacation	1,465,104	1,465,856	1,465,104	1,465,856	758,800
Other Post Employment Benefits	17,042,696	3,928,055	1,220,203	19,750,548	0
<b>Total Compensated Absences</b>	\$19,019,515	\$5,931,481	\$3,197,022	\$21,753,974	\$997,034

Compensated absences are generally liquidated by the General Fund. The City of Valdosta has entered into a contract for six loans with Georgia Environmental Facilities Authority for an aggregate loan balance of \$50,867,261. Payments for these loans are repaid quarterly or monthly. In addition, the City has entered into one additional contract to finance water and sewer projects. As of June 30, 2015, draws totaled \$28,118,984 on the loans in progress.

Loan Name	Loan Amount	Payment Period
DW97036P	4,285,812	August 1, 2007 to November 1, 2023
CW08003ARRA	6,142,659	July 1, 2011 to July 1, 2031
CW08003PHI	12,500,000	July 1, 2011 to July 1, 2031
CW08003ARRAPHII	1,200,000	August 1, 2011 to August 1, 2031
CW08003PHII	12,709,794	August 1, 2012 to August 1, 2032
2006L53WJ	14,028,996	April 1, 2011 to April 1, 2031
2013-L31WJ	4,782,438	Pending
CW13-006	23,336,546	Pending

The amount in due to other Governments and Agencies in the Sanitation and Water/Sewer Funds, net of current portion, is the balance of these loans payable at June 30, 2015. GEFA retitles notes as modifications are made.

### **Georgia Environmental Facilities Loans**

Loan #	Balance			Balance	<b>Due Within</b>
	July 1, 2014	Additions	Reductions	June 30, 2015	One Year
DW97036P	2,693,523	0	254,877	2,438,646	262,609
CWSRF 08003					
ARRA	5,459,183	0	248,426	5,210,757	255,983
CWSRF 08003					
PHI	11,109,160	0	505,535	10,603,625	520,911
CWSRF 08003					
ARRA PHII	1,070,458	0	48,410	1,022,048	49,883
CWSRF 08003					
PHII	11,835,358	0	497,603	11,337,755	512,738
2006L53WJ	13,614,767	0	572,560	13,042,207	596,600
2013-L31WJ	2,035,563	2,746,875	0	4,782,438	0
CW 13-006	282,469	23,054,077	0	23,336,546	0
Totals	\$48,100,481	\$25,800,952	\$2,127,411	\$71,774,022	\$2,198,724

The requirements to amortize the Georgia Environmental Facilities Loans debt outstanding with the exception of the pending notes as of June 30, 2015 is as follows:

Fiscal Year	Loan # DW	97-036	Loan # C' ARRA		Loan # C	
Ending						
<b>June 30</b>	Principal	Interest	<b>Principal</b>	Interest	Principal	Interest
2016	\$262,609	\$70,223	\$255,983	\$152,822	\$520,911	\$310,985
2017	270,576	62,256	263,769	145,036	536,755	295,141
2018	278,785	54,047	271,791	137,013	553,081	278,815
2019	287,244	45,589	280,058	128,747	569,904	261,992
2020	295,958	36,874	288,576	120,228	587,238	244,658
2021-2025	1,043,474	56,541	1,580,004	464,018	3,215,228	944,254
2026-2030	0	0	1,835,360	208,664	3,734,863	424,621
2031-2033	0	0	435,216	7,654	885,645	15,576
Totals	\$2,438,646	\$325,530	\$5,210,757	\$1,364,182	\$10,603,625	\$2,776,042

Fiscal Year	Loan # CW ARRA I	/SRF08-003 PHII	Loan # CV PHI	VSRF08-003 I	Loan #	2006-L53WJ
Ending						
June 30	Principal	Interest	Principal	Interest	<b>Principal</b>	Interest
2016	\$49,883	\$29,979	\$512,738	\$333,121	\$596,600	\$526,157
2017	51,400	28,462	528,333	317,525	621,650	501,107
2018	52,963	26,899	544,403	301,455	647,751	475,006
2019	54,574	25,288	560,962	284,897	674,948	447,809
2020	56,234	23,628	578,024	267,835	703,287	419,470
2021-2025	307,892	91,418	3,164,778	1,064,515	3,984,961	1,628,826
2026-2030	357,653	41,657	3,676,258	553,033	4,894,805	718,981
2031-2033	91,449	1,724	1,772,259	60,435	918,205	17,427
Totals	\$1,022,048	\$269,055	\$11,337,755	\$3,182,816	\$13,042,207	\$4,734,783

Fiscal Year Ending	<b>Total All Loans</b>			
June 30	Principal	Interest		
2016	\$2,198,724	\$1,423,287		
2017	2,272,483	1,349,527		
2018	2,348,774	1,273,235		
2019	2,427,690	1,194,322		
2020	2,509,317	1,112,693		
2021-2025	13,296,337	4,249,572		
2026-2030	14,498,939	1,946,956		
2031-2033	4,102,774	102,816		
Totals	\$43,655,038	\$12,652,408		

The present interest rates range from 3% to 4.12%. This debt has been issued to improve and maintain the City's water system. Loan #2013-L31WJ and CW13-006 are incomplete and therefore no amortization schedules are available. The maximum repayment period will be 20 years at 2.4% and 1.4% respectively.

### **Police Department Capital Lease**

The City of Valdosta entered into a capital lease agreement on May 14, 2015, with Dell for computer equipment for the Police Department. The total lease payments are \$90,543 with annual interest imputed at 5.170%, payable in three annual payments of \$27,904 and one final payment of \$6,831.

The annual requirement to amortize the Dell Capital Lease Agreement outstanding balance as of June 30, 2015, is a follows:

Year			
Ending			
June 30	Principal	Interest	Total
2016	24,860	3,044	27,904
2017	26,176	1,728	27,904
2018	6,460	370	6,830
Total	\$57,496	\$5,142	\$62,638

	Balance July 1,			Balance June 30,	Due Within One
Governmental Funds	2014	Additions	Reductions	2015	<b>Year</b>
<b>Dell Computer Lease</b>					
Original Issue Amount \$90,543	\$0	\$85,400	\$27,904	\$57,496	\$24,860
	\$0	\$85,400	\$27,904	\$57,496	\$24,860

### **Police Department Capital Lease**

The City of Valdosta entered into a capital lease agreement on December 15, 2010, with Motorola for in-car computer equipment for the Police Department. The total lease payments are \$622,832, with annual interest imputed at 3.320%, payable in four annual payments of \$155,708.

	Balance July 1,			Balance June 30,	Due Within One
Governmental Funds	2014	Additions	Reductions	2015	Year
Motorola Police in-car					
Computer Lease					
Original Issue Amount \$579,740	\$150,705	\$0	\$150,705	\$0	\$0
-	\$150,705	\$0	\$150,705	\$0	\$0

### NOTE 10. FUND BALANCE

The City records five categories of fund balance as defined in Note 1 section U. The five types are nonspendable, restricted, committed, assigned and unassigned.

Nonspendable Fund Balance is classified by amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact.

	General	Sales Tax		Non-Major Governmental	
	<b>Fund</b>	2013	CVDA	Funds	Total
Nonspendable. The following fund balances are			·	<del></del>	
nonspendable:					
Long term receivables	\$4,277,368	\$0	\$0	\$2,615,521	\$6,892,889
Inventory	0	213,395	0	0	213,395
Required to be maintained in tact	0	0	0	1,639,355	1,639,355
	4,277,368	213,395	0	4,254,876	8,745,639
Restricted. The following fund balances are restricted for:					
Public safety	61,772	0	0	37,156	98,928
Land Bank Authority	106,983	0	0	0	106,983
Community development	0	0	88,587	0	88,587
NPDES permitting	39,157	0	0	0	39,157
Redevelopment	0	0	0	121,856	121,856
Youth programs	0	0	0	11,956	11,956
Capital outlay	0	11,623,286	0	0_	11,623,286
	207,912	11,623,286	88,587	170,968	12,090,753
Committed. The following fund balances are committed:					
Committed for urban forestry	10,767	0	0	0	10,767
	10,767	0	0	0	10,767
Assigned. The following fund balances are assigned to:					
Tourism development	0	0	0	319,114	319,114
Capital Improvement	0	0	0	490,642	490,642
	0	0	0	809,756	809,756
Unassigned. The following balances are unassigned:					
· · ·	(1,873,454)	(11,229,531)	0	(115,034)	(13,218,019)
	(1,873,454)	(11,229,531)	0	(115,034)	(13,218,019)
Total Fund Balance	\$2,622,593	\$607,150	\$88,587	\$5,120,566	\$8,438,896

Due

# CITY OF VALDOSTA, GEORGIA NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2015

#### NOTE 11. CLOSURE AND POST CLOSURE CARE COST

The City of Valdosta closed its landfill in 1999. State and federal laws require the City of Valdosta to cover the landfill site and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The \$943,941 reported as landfill closure care liability at June 30, 2015 represents the estimated total amount necessary to perform all future closure and post closure functions. The cumulative amount reported is based on the use of 100 percent of the capacity of the landfill. The amount reported is based on what it would cost to perform all closure and post closure care in 2015. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

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

	Balance			Balance	Within One
Enterprise Funds	July 1, 2014	Additions	Reductions	June 30, 2015	Year
Landfill post closure care liability	\$970,507	\$0	\$26,566	\$943,941	\$52,000
Total post closure care liability	\$970,507	\$0	\$26,566	\$943,941	\$52,000

#### NOTE 12. CONTINGENT LIABILITIES

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

Due to the lag time between expenses being incurred and claims submitted for payment there is a liability at June 30, 2015, against the self-insurance fund. This incurred but not reported (IBNR) liability is estimated to be \$625,000. This number was calculated by analyzing the plan's payment lag and projecting the resulting trend into the next fiscal year.

#### NOTE 13. NET POSITION DEFICITS

The following funds had deficits at June 30, 2015:

The Sanitation Fund had a deficit of \$311,850 due to higher than expected group insurance costs. The Inspections Fund had a deficit net position of \$818,505 due to reduction in permits issued. The Auditorium Fund had a deficit net position of \$591,481 due to insufficient bookings. The City is reviewing the fee schedules and tax subsidy.

#### NOTE 14. INTERFUND TRANSACTIONS

During the course of normal operations, the City has numerous transactions between funds including expenditures and transfers of resources to provide services. The Internal Service Funds record charges for services to all City departments and funds as operating revenue. Both Governmental and Proprietary Funds record these payments to the Internal Service Funds as operating expenses/expenditures. The remaining transfers of resources from a fund receiving revenue to the fund through which the resources are to be expended are recorded as transfers and are reported as other financial sources (uses) is the Governmental Funds and transfers section in the Proprietary Funds.

Transfers between fund types during the year ended June 30, 2015, were:

	Transfers In	<b>Transfers Out</b>
General Fund	\$1,766,000	\$2,293,005
SPLOST 7	0	300,000
SPLOST 13	300,000	0
Sanitation Fund	0	549,138
Water and Sewer Fund	0	1,911,869
Storm Water Fund	0	186,737
Other Governmental Funds	165,000	448,013
Other Enterprise Funds	283,013	67,632
Internal Service Funds	3,242,381	0
	\$5,756,394	\$5,756,394

General Fund transferred \$2,293,005 to Group Insurance. SPLOST 7 transferred \$300,000 to SPLOST 13. Sanitation transferred \$284,138 to Group Insurance. Water and Sewer transferred \$506,869 to Group Insurance. Storm Water transferred \$90,737 to Group Insurance. Accommodations Tax transferred \$165,000 to General Capital Projects and \$283,013 to the Auditorium Fund. Inspection transferred \$66,201 to Group Insurance. The Auditorium Fund transferred \$1,431 to Group Insurance All transfers to Group Insurance were to fund medical claims incurred in excess of revenue received. All other transfers were to the General Fund. Transfers to the General Fund are to fund the cost of administrative and support services provided to other funds.

#### NOTE 15. JOINT VENTURES

Under Georgia Law, the City, in conjunction with other cities and counties in the three county South Georgia area, is a member of the Southern Georgia Regional Commission and is required to pay annual dues thereto. During the year ended June 30, 2015, the City paid \$72,906 in such dues. Membership in the Commission is required by the official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Commission of Georgia. The Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a Commission.

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

Separate financial statements may be obtained from:

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

#### NOTE 16. 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, 2015, there is no known liability.

The City is also self-insured for medical claims by the employees and employees' dependents that are covered under the medical plan. The plan is a self funded welfare benefit plan providing health and hospitalization benefits. Claims under the plan are paid solely from the general assets of the City of Valdosta. Losses greater than \$150,000 per aggregate individual claim are insured by a private insurance company. The plan is administered by the Plan Administrator, with UMR, Inc., an Administrative Service Agent, acting as claims paying agent. The City of Valdosta and employees' contributions cover the cost of the plan. The City's contributions and any employee pretax contributions withheld by way of payroll deduction are held by the City and used to pay the plan's

benefits. Any after-tax employee contributions may be held in trust by the trustee. The amount of all such contributions are actuarially determined where necessary. As previously stated in Note 12, there is a liability of \$625,000 recorded for those medical claims incurred but not reported. Changes in the balances of the claimed liabilities during the past two fiscal years are as follows:

		Incurred		
	Unpaid claims,	claims		Unpaid claims,
	beginning of	(including	Claim	end of fiscal
	fiscal year	IBNR's)	payments	year
June 30, 2014	341,960	6,675,081	(6,449,433)	567,608
June 30, 2015	567,608	5,651,113	(6,894,898)	676,177

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

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

Claims Exceeding Commercial Coverage for the Year Ended June 30:

2015	\$0
2014	0
2013	0

#### NOTE 17. DEPARMENT OF LABOR BUILDING OPERATING LEASE

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

The Georgia Department of Labor agrees to pay the City of Valdosta a fixed monthly rent of \$39,096. The DOL has an option of renewing or extending the agreement on a year to year basis for nineteen (19) consecutive years. Total remaining rents amount to \$4,691,515. The City of Valdosta will, at their sole cost, service, replace, keep and maintain in good order and repair each and every portion of the existing premises. In addition, the City is responsible for providing various insurance coverages. The building's cost is \$4,364,002 and its carrying amount is \$3,404,453. Depreciation on the building amounts to \$87,074 annually.

#### NOTE 18. 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 \$2,645,307, net of vendor's compensation of \$79,901, in tax receipts and was allocated as follows: \$1,139,218, or 40% of the first 5% and 50% of the remaining 2%, to the Valdosta/Lowndes County Tourism Authority, \$335,000 to the Valdosta/Lowndes Conference Center, \$293,338 to the Airport Authority, and \$190,000 to the Turner Arts Center. The remainder of \$687,751 was retained by the City and will be spent in accordance with legal provisions.

#### NOTE 19. ACCOUNTING CHANGES

#### **FUNDS OPENED**

The General Capital Projects fund was opened on July 1, 2014.

#### **FUNDS CLOSED**

The GA DCA CHIP Grant 98M-X-092-512-013 fund was closed effective July 1, 2015.

The Sales Tax 2002 fund was closed effective July 1, 2015.

The Sales Tax 2007 fund was closed effective July 1, 2015.

#### NOTE 20. CONSTRUCTION COMITTMENTS

The City has active construction projects as of June 30, 2015. The projects include the expansion of the City's sewer system, sidewalk construction, and street design services. At year end, the City's commitments with contractors are as follows:

<u>Project</u>	Spent-to-date	Remaining Commitment
Design Build New		
Withlacoochee WPCP	\$4,396,886	\$10,392,499
Gordon Street Sidewalk Construction	173,697	23,693
Design Services S. Troup Street		
Enhancement	40,567	2,433

#### NOTE 21. PRIOR PERIOD ADJUSTMENTS

During the year ended June 30, 2015, the City of Valdosta implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27, and GASB No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement 68. This resulted in an adjustment to the beginning net position on the government-wide statement of activities and changes in net position of (\$38,163,915) to recognize the net position liability and the deferred inflows of resources and deferred outflows of resources related to pensions that are required to be reported in accordance with GASB 68 and GASB 71.

# BUDGETARY COMPARISON SCHEDULES

# CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2015

				VARIANCE WITH FINAL BUDGET OVER		
	BUDGETED .					
	ORIGINAL	FINAL	ACTUAL	(UNDER)		
Revenues:						
Taxes	\$27,545,727	\$27,545,727	\$27,803,126	\$257,399		
Licenses and permits	520,200	520,200	529,749	9,549		
Charges for services	455,200	464,031	458,832	(5,199)		
Fines and forfeitures	1,338,000	1,338,000	1,139,272	(198,728)		
Interest income	10,000	10,000	2,779	(7,221)		
Contributions and donations	0	1,901	2,000	99		
Miscellaneous	433,950	433,950	621,070	187,120		
Intergovernmental	1,309,718	1,667,335	1,651,369	(15,966)		
Transfer in	1,766,000	1,766,000	1,766,000	0		
TOTAL REVENUES	33,378,795	33,747,144	33,974,197	227,053		
	33,570,775	55,717,111	55,571,157	227,000		
Expenditures:						
Current:						
General government	8,434,074	8,571,648	8,477,198	94,450		
Public safety	20,415,507	20,600,509	20,215,163	385,346		
Public works	1,840,588	1,840,588	1,535,342	305,246		
Economic development and assistance	768,468	787,967	601,411	186,556		
Debt service principal	141,176	179,705	178,609	1,096		
Debt service interest	14,533	5,004	5,003	1		
Transfer out	1,682,494	1,682,494	2,293,005	(610,511)		
TOTAL EXPENDITURES	33,296,840	33,667,915	33,305,731	362,184		
REVENUES OVER (UNDER) EXPENDITURES	81,955	79,229	668,466	589,237		
Fund balance - beginning of year budgetary basis	14,478	14,478	14,478	0		
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$96,433	\$93,707	\$682,944	\$589,237		
Explanation of Differences between Budgetary Inflows and Outflow Revenues and Expenditures Sources/inflows of resources						
Actual amounts (budgetary basis) "available for appropriation" from the	budgetary		¢22.074.107			
comparison schedule.			\$33,974,197			
Differences - budget to GAAP:  Transfers from other funds are inflaves for hydroters resources but are	not revenues for					
Transfers from other funds are inflows for budgetary resources but are financial reporting purposes.	not revenues for		(1,766,000)			
Total revenues as reported on the statement of revenues, expenditures, at	nd changes		(1,700,000)			
in fund balances - governmental funds.	nd changes		\$32,208,197			
in fund balances - governmental funds.			\$32,208,197			
Uses/outflows of resources						
Actual amounts (budgetary basis) "total charges to appropriations" from	the budgetom:					
	the budgetary		\$22.205.721			
comparison schedule.			\$33,305,731			
Differences - budget to GAAP:						
Encumbrances for supplies and equipment ordered but not received are						
year the order is placed for budgetary purposes, but in the year the supp	olies are					
received for financial reporting purposes.			52,632			
Transfers to other funds are outflows for budgetary resources but are n	ot expenditures for					
financial reporting purposes.			(2,293,005)			
Total expenditures as reported on the statement of revenues, expenditure	es, and changes					
in fund balances - governmental funds.			\$31,065,358			

and changes in net positions - governmental funds.

# CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE CENTRAL VALDOSTA DEVELOPMENT AUTHORITY FOR YEAR ENDED JUNE 30, 2015

	NAME OF TAXABLE AND ADDRESS OF TAXABLE AND AD	A MOVENITY		VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL	ACTUAL	OVER (UNDER)
Revenues:	ORIGINAL	FINAL	ACTUAL	(UNDER)
Taxes	\$86,000	\$86,000	\$83,299	(\$2,701)
Interest income	0	0	155	155
Contributions	10,000	10,000	6,331	(3,669)
Miscellaneous	1,000	1,000	1,836	836
TOTAL REVENUES	97,000	97,000	91,621	(5,379)
Expenditures:	27,000	77,000	71,021	(5,577)
General Government	97,000	97,000	98,714	(1,714)
TOTAL EXPENDITURES	97,000	97,000	98,714	(1,714)
REVENUES OVER (UNDER) EXPENDITURES	0	0	(7,093)	(7,093)
Fund Balance - beginning of year - budgetary basis	95,680	95,680	95,680	0
FUND BALANCE - END OF YEAR	\$95,680	\$95,680	\$88,587	(\$7,093)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP				
Revenues and Expenditures				
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$91,621	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditures, and				
changes in net positions - governmental funds.			\$91,621	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$98,714	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expenditures,				

\$98,714

# CITY OF VALDOSTA, GEORGIA NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2015

### NOTE 1. BUDGETARY BASIS OF ACCOUNTING

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

# CITY OF VALDOSTA, GEORGIA SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY - LAST 10 FISCAL YEARS

					Year Ended	June 30:				
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total pension liability										
Service cost	\$ 1,168,292									
Interest	5,621,355									
Differences between expected										
and actual experience	414,792									
Changes of assumptions	5,432,537									
Changes of benefit terms			(Historical	informatio	n prior to im	plementation	on of GASB	68 is not re	quired)	
Benefit payments, including										
refunds of employee contributions	(4,979,503)									
Net change in total pension liability	7,657,473									
Total pension liability - beginning	75,023,360									
Total pension liability - ending (a)	\$ 82,680,833									
Plan fiduciary net position										
Contributions - employer	\$ 3,402,750									
Contributions - employee	333,321									
Net investment income	3,877,248									
Benefit payments, including	(4,979,503)									
refunds of employee contributions	(67,292)		(Historical	information	n prior to im	plementatio	on of GASB	68 is not re	quired)	
Administrative expense					•	•			•	
Other										
Net change in fiduciary net position	2,566,524									
Plan fiduciary net position - beginning	34,309,445									
Plan fiduciary net position - ending (b)	\$ 36,875,969									
Net pension liability - ending (a)-(b)	\$ 45,804,864									
Plan's fiduciary net position as a percentage										
of the total pension liability	44.60%		(Historiaal	informatio	n prior to im	mlamantatic	n of CASD	60 is not re	animad)	
of the total pension hability	44.00%		(Historical	шоппашо	п рпог ю т	іріешешай	ni oi GASB	oo is not re	читеа)	
Covered employee payroll	\$ 19,640,929									
Net pension liability as a percentage of										
covered employee payroll	233.21%									

# CITY OF VALDOSTA, GEORGIA SCHEDULE OF PENSION CONTRIBUTIONS - LAST 10 FISCAL YEARS

		Year Ended June 30:								
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Actuarially determined contribution	_									
Contributions in relation to the actuarially	-									
determined contribution										
Contribution deficiency (excess)	-		(Historical	information	n prior to in	plementation	on of GASI	3 68 is not r	equired)	
Covered employee payroll	-									
Contributions as a percentage of covered										
employee payroll	-									

<sup>\* 2015</sup> information will be determined after fiscal year end and will be included in the 2016 valuation report.

# CITY OF VALDOSTA, GEORGIA REQUIRED SUPPLEMENTAL INFORMATION SCHEDULE OF FUNDING PROGRESS POST EMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) FOR THE YEAR ENDED JUNE 30, 2015

	Accuarial	Accuarial	Unfunded		Annual	UAAL as
Valuation	Accrued	Value	AAL	Percentage	Covered	Percentage
Date	Liability (AAL) (1)	of Assets	(UAAL)	Funded	Payroll	of Payroll
January 1, 2009	\$32,633,715	\$0	\$32,633,715	0%	\$18,116,280	180.30%
January 1, 2012	43,711,598	0	43,711,598	0%	18,493,053	236.37%
January 1, 2014	34,159,429	0	34,159,429	0%	19,143,280	178.44%

<sup>1)</sup> AAL based on pay-as-you-go plan.

## NON-MAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

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

**Property Evidence Fund** - to account for property collected by the City of Valdosta's Police Department.

GA DCA Chip Grant 98M-X\_092\_512-013 - to account for grant funds received from the Georgia Department of Community Affairs. The Chip program provides funding for a portion of construction costs for nine new homes for eligible low and moderate income persons.

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

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

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

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

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

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

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

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

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

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

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

### **Capital Project Funds**

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

General Capital projects Fund - to account for the financing of various capital improvement projects.

### **Permanent Fund**

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

#### CITY OF VALDOSTA, GEORGIA COMBINING BALANCE SHEET OTHER GOVERNMENTAL FUNDS JUNE 30, 2015

				U.S. DEPT
	CONFISCATED FUNDS	PROPERTY EVIDENCE FUND	GA DCA CHIP 98M-X-092-512-013	OF JUSTICE LOCAL LAW BLOCK GRANTS
ASSETS				
Cash	\$0	\$1,016	\$0	\$10
Investments	38,112	0	0	0
Receivables (net)				
Accounts	0	0	0	0
Interest	0	0	0	0
Second mortgages	0	0	0	0
Due from other funds	0	0	0	0
Due from other governments and agencies	0	0	0	0
Total assets	\$38,112	\$1,016	\$0	\$10
LIABILITIES				
Liabilities:				
Vouchers and accounts payable	\$956	\$0	\$0	\$0
Due to:				
Other funds	0	1,016	0	10
Advances from other funds	0	0	0	0
Total liabilities	956	1,016	0	10
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	0	0	0	0
Fund balances (deficits):				
Nonspendable	0	0	0	0
Restricted	37,156	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Total fund balances (deficits)	37,156	0	0	0
Total liabilities, deferred inflows of	\$38,112	\$1,016	\$0	\$10
resources and fund balances				

#### SPECIAL REVENUE FUNDS

GA DCA CHIP 06M-X-092-2-2951	GA DCA CHIP 04M-X-092-2-2915	HUD FEDERAL GRANT	GA DCA CHIP 02M-X-092-2-2695	GA DCA CHIP 01M-X-092-2-2568	UDAG
\$0	\$0	\$24,175	\$0	\$0	\$17,284
0	0	0	0	0	0
0	0	0	0	0	1,000
0	0	0	0	0	0
112,100	62,935	2,046,387	21,600	4,050	157,149
0	0	0	0	0	0
0	0	79,397	0	0	0
\$112,100	\$62,935	\$2,149,959	\$21,600	\$4,050	\$175,433
\$0 0	\$0 0	\$44,881 28,691	\$0 0	\$0 0	\$0 0
0	0	30,000	0	0	0
0	0	103,572	0	0	0
0	0	11,462	0	0	0
112,100	62,935	2,046,387	21,600	4,050	157,149
0	0	103,572	0	0	18,284
0	0	0	0	0	0
	0	(115,034)	0	0	0
0	0	(113,034)	v	•	
0 112,100	62,935	2,034,925	21,600	4,050	175,433

CAPITAL PROJECTS FUND

					עא	
GA DCA CHIP 07M-X-092-2-2961	GA DCA CHIP 07MR-X-092-2-2979	ACCOMMODATIONS TAX	YOUTH RECREATION SCHOLARSHIP	AIRPORT DEVELOPMENT	GENERAL CAPITAL PROJECTS	
\$0	\$0	\$8,226	\$351	\$7,845	\$45,173	
0	0	271,531	11,605	258,950	86,710	
0	0	242,596	0	0	0	
0	0	0	0	3,932	0	
141,300	70,000	0	0	0	0	
0	0	0	0	0	0	
0	0	0	0	464,424	0	
\$141,300	\$70,000	\$522,353	\$11,956	\$735,151	\$131,883	
\$0	\$0	\$203,239	\$0	\$171,807	\$0	
0	0					
0		0	0	0	0	
U	0	0	0	0	0	
0	0					
0	0	203,239	0	0 171,807	0	
		0	0	0	0	
0	0	203,239	0	0 171,807	0	
0	0	0 203,239	0	0 171,807 204,585	0	
0 141,300	0 0 70,000	0 203,239	0 0	0 171,807 204,585	0 0	
0 0 141,300 0 0	70,000 0 0 0	0 203,239 0 0 0 319,114 0	0 0 0 11,956 0 0	0 171,807 204,585 0 0 358,759 0	0 0 0 0 131,883 0	
0 0 141,300 0 0	70,000 0	0 203,239 0 0 0 319,114	0 0 11,956 0	0 171,807 204,585 0 0 0 358,759	0 0 0 0 0 131,883	

SUNSET HILL PERMANENT FUND	TOTAL OTHER GOVERNMENTAL FUNDS
\$161,182 794,884	\$265,262 1,461,792
1,427 0 0 681,862 0 \$1,639,355	245,023 3,932 2,615,521 681,862 543,821 \$5,817,213
\$0	\$420,883
0 0	29,717 30,000 480,600
0	216,047
1,639,355 0 0	4,254,876 170,968 809,756 (115,034)
1,639,355 \$1,639,355	5,120,566 \$5,817,213

# CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS) OTHER GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	CONFISCATED FUNDS	PROPERTY EVIDENCE FUND	GA DCA CHIP 98M-X-092-512-013	U.S. DEPT OF JUSTICE LOCAL LAW BLOCK GRANTS
Revenues:				
Taxes	\$0	\$0	\$0	\$0
Interest income	0	0	0	0
Contributions	0	0	0	0
Intergovernmental	0	0	0	24,416
Fines and forfeitures	10,926	0	0	0
Miscellaneous revenues	0	0	0	0
TOTAL REVENUES	10,926	0	0	24,416
Expenditures:				
Current:				
General government	0	0	0	0
Public safety	6,403	8,062	0	17,816
Economic development and				
assistance	0	0	14,250	0
Capital outlay	5,450	0	0	6,600
TOTAL EXPENDITURES	11,853	8,062	14,250	24,416
REVENUES OVER (UNDER)				
EXPENDITURES	(927)	(8,062)	(14,250)	0
Other financing sources (uses):				
Transfers in	0	0	0	0
Transfers out	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	0	0	0	0
NET CHANGE IN FUND BALANCES	(927)	(8,062)	(14,250)	0
Fund balances beginning of year	38,083	8,062	14,250	0
FUND BALANCES END OF YEAR	\$37,156	\$0	\$0	\$0

#### SPECIAL REVENUE FUNDS

UDAG	GA DCA CHIP 01M-X-092-2-2568	GA DCA CHIP 02M-X-092-2-2695	FEDERAL HUD GRANT	GA DCA CHIP 04M-X-092-2-2915	GA DCA CHIP 06M-X-092-2-2951	GA DCA CHIP 07M-X-092-2-2961
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	790,670	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	790,670	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	1,350	8,400	399,280	19,900	25,100	26,000
0	0	0	209,515	0	0	0
0	1,350	8,400	608,795	19,900	25,100	26,000
0	(1,350)	(8,400)	181,875	(19,900)	(25,100)	(26,000)
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	(1,350)	(8,400)	181,875	(19,900)	(25,100)	(26,000)
175,433	5,400	30,000	1,853,050	82,835	137,200	167,300
\$175,433	\$4,050	\$21,600	\$2,034,925	\$62,935	\$112,100	\$141,300

CAPITAL PROJECTS FUND

		FUND					
TOTAL OTHER GOVERNMENTAL FUNDS	SUNSET HILL PERMANENT FUND	GENERAL CAPITAL PROJECTS	AIRPORT DEVELOPMENT	YOUTH RECREATION SCHOLARSHIP	ACCOMMODATIONS TAX		
\$2,725,208	\$0	\$0	\$0	\$0	\$2,725,208	\$0	
15,100	0	0	15,100	0	0	0	
9,400	9,400	0	0	0	0	0	
1,880,296	0	0	1,065,210	0	0	0	
10,926	0	0	0	0	0	0	
21,989	21,989	0	0	0	0	0	
4,662,919	31,389	0	1,080,310	0	2,725,208	0	
2,048,302	9,469	0	0	79	2,038,754	0	
32,281	0,409	0	0	0	2,036,734	0	
32,201	O	O	U	U	U	U	
505,280	0	0	0	0	0	11,000	
1,299,917	0	33,117	1,045,235	0	0	0	
3,885,780	9,469	33,117	1,045,235	79	2,038,754	11,000	
777,139	21,920	(33,117)	35,075	(79)	686,454	(11,000)	
165,000	0	165,000	0	0	0	0	
(448,013)	0	0	0	0	(448,013)	0	
(283,013)	0	165,000	0	0	(448,013)	0	
494,126	21,920	131,883	35,075	(79)	238,441	(11,000)	
4,626,440	1,617,435	0	323,684	12,035	80,673	81,000	
\$5,120,566	\$1,639,355	\$131,883	\$358,759	\$11,956	\$319,114	\$70,000	

	BUDGET	Γ		VARIANCE OVER (UNDER)
·	ORIGINAL	FINAL	ACTUAL	
Current Operations:				
General government				
Administration Mayor and council				
Personal services	\$196,167	\$198,291	\$197,873	\$418
Contractual services	68,875	66,443	57,327	9,116
Supplies	16,200	14,468	10,315	4,153
Travel and training	194,459	194,564	146,658	47,906
Other services and charges	258,877	260,812	214,652	46,160
Other services and charges	734,578	734,578	626,825	107,753
City manager				
Personal services	449,590	451,837	451,836	1
Contractual services	37,658	31,833	21,940	9,893
Supplies	11,350	9,044	5,420	3,624
Travel and training	12,850	12,909	9,532	3,377
Other services and charges	12,108	18,831	17,656	1,175
Outer services and charges	523,556	524,454	506,384	18,070
Elections				
Contractual services	2,000	2,000	0	2,000
Contractant services	2,000	2,000	0	2,000
City attorney				
Travel and training	845	845	695	150
Other services and charges	368,000	368,000	272,224	95,776
	368,845	368,845	272,919	95,926
Solicitor				
Other services and charges	92,000	92,000	85,970	6,030
	92,000	92,000	85,970	6,030
Indigent Defense				
Other services and charges	30,000	30,000	27,572	2,428
	30,000	30,000	27,572	2,428
TOTAL ADMINISTRATION	1,750,979	1,751,877	1,519,670	232,207
Human resources department				
Administration				
Personal services	267,427	232,619	225,894	6,725
Contractual services	5,150	13,772	12,747	1,025
Supplies	5,350	5,938	5,722	216
Travel and training	1,700	475	190	285
Other services and charges	11,019	72,162	71,986	176
_	290,646	324,966	316,539	8,427
Employee incentives/assistance	4.500	4.500	2.022	
Personal services	4,500	4,500	2,038	2,462
Travel and training	4,500	2,200	0	2,200
	9,000	6,700	2,038	4,662

	BUDGE	г		VARIANCE OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Risk division				
Contractual services	\$18,000	\$8,000	\$4,236	\$3,764
Other services and charges	35,000	13,000	12,930	70
Other services and charges	53,000	21,000	17,166	3,834
TOTAL HUMAN RESOURCES	352,646	352,666	335,743	16,923
Finance department				
Finance director				
Personal services	206,343	200,523	198,627	1,896
Contractual services	1,982	1,982	1,854	128
Supplies	2,458	2,508	788	1,720
Travel and training	3,058	3,408	2,456	952
Other services and charges	63,234	68,654	68,179	475
_	277,075	277,075	271,904	5,171
Accounting division	126.552	420.210	420 217	
Personal services	426,552	428,318	428,317	2 400
Contractual services	11,787	11,925	9,516	2,409
Supplies	9,250	7,346	5,463	1,883 929
Travel and training Other services and charges	6,170 55,267	6,170 55,267	5,241	8,019
Other services and charges	55,367 509,126	55,367 509,126	47,348 495,885	13,241
<del></del>	309,120	307,120	473,003	13,241
Budget division				
Personal services	151,812	152,897	152,896	1
Contractual services	2,936	2,338	1,424	914
Supplies	2,450	2,563	2,562	]
Travel and training	1,812	1,212	362	850
Other services and charges	13,627 172,637	13,627 172,637	7,276 164,520	6,351 8,117
<del></del>	172,037	172,037	104,320	0,117
Customer service division				
Personal services	504,571	505,483	505,483	C
Contractual services	129,553	135,015	134,395	620
Supplies	17,600	16,331	16,262	69
Travel and training	882	698	541	157
Other services and charges	102,103 754,709	89,625 747,152	70,711 727,392	18,914 19,760
<del>-</del>	754,709	747,132	121,392	19,760
Business License				
Personal services	45,171	45,171	44,842	329
Contractual services	40,867	47,258	47,158	100
Supplies	2,618	1,612	1,060	552
Travel and training	934	390	217	173
Other services and charges	7,593	6,182	6,182	(
	97,183	100,613	99,459	1,154
Purchasing division				
Personal services	125,219	129,392	129,242	150
Contractual services	3,506	2,191	2,177	14
Supplies	3,315	1,704	1,690	14
Travel and training	2,865	1,618	1,363	255
Other services and charges	4,298	7,518	6,800	718
TOTAL FINANCE	139,203	142,423	141,272	1,151
TOTAL FINANCE	1,949,933	1,949,026	1,900,432	48,594 Continued)

	BUDGE	Г		VARIANCE OVER (UNDER)
<del>-</del>	ORIGINAL	FINAL	ACTUAL	
Engineering department				
Engineering division				
Personal services	\$573,597	\$619,258	\$619,248	\$10
Contractual services	13,546	14.408	13,454	954
Supplies	13,501	7,134	6,683	451
Travel and training	2,879	3,049	2,655	394
Other services and charges	91,078	228,704	233,468	(4,764)
Capital outlay	15,203	15,203	8,086	7,117
	709,804	887,756	883,594	4,162
Signal Maintenance				
Personal services	225,732	236,515	236,514	1
Contractual services	7,579	7,092	6,861	231
Supplies	16,481	16,348	15,969	379
Travel and training	2,250	1,420	976	444
Other services and charges	22,558	32,711	33,347	(636)
	274,600	294,086	293,667	419
Signs and Markings				
Personal services	144,062	85,929	82,845	3,084
Contractual services	4,440	3,840	1,913	1,927
Supplies	44,479	45,471	44,613	858
Travel and training	408	435	184	251
Other services and charges	17,702	16,805	17,230	(425)
_	211,091	152,480	146,785	5,695
Traffic Mgt Center				
Personal services	106,385	123,859	121,863	1,996
Contractual services	1,310,904	1,312,104	1,505,127	(193,023)
Supplies	15,360	15,641	14,639	1,002
Travel and training	3,480	1,999	154	1,845
Other services and charges	20,576	31,379	32,010	(631)
=	1,456,705	1,484,982	1,673,793	(188,811)
Street Repair				
Personal services	238,506	239,006	238,904	102
Contractual services	9,538	9,555	8,710	845
Supplies	79,160	58,960	56,492	2,468
Travel and training	2,728	2,411	1,270	1,141
Other services and charges	46,819	37,216	56,255	(19,039)
	376,751	347,148	361,631	(14,483)
TOTAL ENGINEERING	3,028,951	3,166,452	3,359,470	(193,018)

Personal services   \$63,565   \$64,065   \$64,706   \$(41)     Personal services   \$90,768   \$89,889   \$112,952   \$(23,665)     Supplies   \$5,883   \$6,824   \$6,822   \$2,236     Supplies   \$5,883   \$6,824   \$6,822   \$2,236     Travel and training   \$17   \$17   \$0   \$17     Other services and charges   \$27,150   \$27,150   \$36,766   \$0,951     Other services and charges   \$45,322   \$45,851   \$81     Personal services   \$45,132   \$89,303   \$99,423   \$(10,200     Supplies   \$3,500   \$899   \$195   \$61     Other services and charges   \$142,963   \$13,476   \$3,534     Other services and charges   \$142,963   \$15,4693   \$13,847   \$3,534     Other services and charges   \$16,452   \$15,472   \$19,195   \$3,534     Other services   \$16,452   \$15,472   \$19,195   \$3,534     Other services   \$16,452   \$15,472   \$19,195   \$3,534     Other services   \$16,452   \$15,472   \$19,195   \$3,534     Other services and charges   \$3,600   \$4,580   \$4,580   \$0     Other services and charges   \$3,000   \$3,000   \$27,883   \$8,117     Contractual services   \$43,720   \$3,720   \$8,774   \$6,595     Other services and charges   \$26,000   \$3,000   \$27,883   \$8,117     Contractual services   \$43,244   \$44,444   \$40,504   \$1,340     Administration   \$43,000   \$9,922   \$9,409   \$22,500     Personal services   \$43,244   \$4,1844   \$40,504   \$1,340     Trovel and training   \$9,000   \$9,922   \$9,409   \$22,500     Contractual services   \$43,244   \$4,1844   \$40,504   \$1,340     Trovel and training   \$9,200   \$9,920   \$9,409   \$2,250     Personal services   \$13,110   \$1,3411   \$13,327   \$144     Trovel and training   \$9,200   \$9,920   \$9,409   \$2,250     Public service and charges   \$13,100   \$1,3710   \$1,300   \$1,300     Proposal services   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,310   \$1,3	_	BUDGE			VARIANCE OVER
Personal services   \$35,565   \$04,665   \$45,4706   \$45,000   \$20,0000   \$20		ORIGINAL	FINAL	ACTUAL	(UNDER)
Personal services   \$35,565   \$04,665   \$45,4706   \$45,000   \$20,0000   \$20	City hall				
Contractual services   90,68   89,889   112,922   23,055   Supplies   5,883   6,824   6,822   2 Travel and training   1.7   7.17   0   0.17   Other services and charges   271,50   271,50   36,766   (9,616   (9,616   187,383   188,545   221,246   (32,701   Other services   86,612   89,303   99,423   (10,120   Other services   86,612   89,303   99,423   (10,120   Other services   86,612   89,303   99,423   (10,120   Other services   142,893   143,693   178,847   (55,154   Other services   142,893   143,693   178,847   (55,154   Other service   144,893   143,693   178,847   (55,154   Other service   16,452   15,472   19,195   (33,378   Other service   2,478   5.78   5.78   5.72   Other services   16,452   15,472   19,195   (33,378   Other services   3,000   4,580   4,580   0   Other services   3,000   4,580   4,580   0   Other services and charges   3,000   4,580   4,580   0   Other services   43,720   33,720   38,774   (50,587   Other services   43,720   33,720   38,774   (50,687   Other services   43,720   53,720   36,657   3,063   Other services   43,720   69,720   66,657   3,063   Other services   43,724   44,844   44,054   1,484   Administration   44,000   4,000   4,000   4,000   4,000   Other services   43,744   44,844   44,054   1,484   Administration   4,000   4,000   4,000   4,000   4,000   Other services   43,744   44,844   44,054   4,000   4,000   Other services   43,744   44,844   44,054   4,000   4,000   Other services   572,470   533,170   53,449   4,000   Other services   572,470   533,170   53,449   4,000   Other services   572,470   533,170   53,449   4,000   Other services   43,444   44,844   44,000   4,000   Other services   43,444   44,844   44,000   4,000   Other services   572,470   533,170   53,449   4,000   Other services   572,470   533,170   53,449   4,000   Other services   572,470   533,170   53,449   4,000   Other services   572,470   533,170   53,459   4,000   Other services   574,480   56,750   5,000   Other services and charges   54,449   50,400   17,155   17,155   17,155   17,150	•	\$63,565	\$64.665	\$64.706	(\$41)
Supplies   S.883   6.824   6.822   2   2   2   2   2   2   2   2   2		. ,		. ,	
Other services and charges		5,883			2
187,383   188,545   221,246   (32,70)	Travel and training	17	17	0	17
City half annex	Other services and charges	27,150	27,150	36,766	(9,616)
Personal services		187,383	188,545	221,246	(32,701)
Personal services	City hall annex				
Contractual services   8.6.612   89.203   99.423   (10.1.02   Supplies   3.500   809   19.5   614   Other services and charges   7.649   7.649   33.378   (25.729   7.649   7.649   33.378   (25.729   7.649	•	45 132	45 932	45 851	81
Supplies   3,500   800   195   614   Other services and charges   7,649   7,649   33,378   (25,729   142,893   143,693   178,847   (25,128   142,893   143,693   178,847   (25,128   Customer service			- /	- ,	
Other services and charges					
Customer service	**				
Contractual services   16,452   15,472   19,195   37,273					(35,154)
Contractual services   16,452   15,472   19,195   3,723	Customer service				
Supplies   2,478   578   532   460		16,452	15,472	19,195	(3,723)
Other services and charges         3,600         4,580         4,580         0           Rental         22,530         20,630         24,307         (3,677           Rental         8         22,530         33,720         38,774         (5,054           Other services and charges         26,000         30,000         27,883         8,117           TOTAL OTHER GENERAL ADMINISTRATIVE         422,526         422,588         491,057         (68,469           Municipal court           Administration         8         422,526         422,588         491,057         9,765           Contractual services         291,015         290,862         281,097         9,765           Contractual services         43,244         41,844         40,504         1,340           Supplies         13,110         13,471         13,327         144           TOTAL MUNICIPAL COURT         920,939         9,809         9,469         223           Other services and charges         572,370         573,170         526,429         46,741           TOTAL GENERAL GOVERNMENT         8,340,74         8,571,648         8,477,198         94,450           Public safety           Public					46
Rental   Contractual services					0
Contractual services					(3,677)
Contractual services	Rantal				
Other services and charges         26,000         36,000         27,883         8,117           TOTAL OTHER GENERAL ADMINISTRATIVE         69,720         69,720         66,657         3,063           Municipal court           Administration           Personal services         291,015         290,862         281,097         9,765           Contractual services         43,244         41,844         40,504         1,340           Supplies         13,110         13,471         13,327         144           Travel and training         9,300         9,692         9,469         223           Other services and charges         572,370         573,170         526,429         46,741           TOTAL GENERAL GOVERNMENT         8,434,074         8,571,648         8,477,198         94,450           Public adepartment           Police department           Police department           Personal services         577,563         608,730         608,707         23           Contractual services         17,112         17,715         17,115         0           Supplies         22,400         26,553         26,161         392     <		43 720	33 720	38 774	(5.054)
Municipal court   ADMINISTRATIVE   422,526   422,588   491,057   (68,469   Municipal court   Administration   Fersonal services   291,015   290,862   281,097   9,765   Contractual services   43,244   41,844   40,504   1,340   1,347   13,327   144   Travel and training   9,300   9,692   9,469   223   Other services and charges   572,370   573,170   526,429   46,741   TOTAL MUNICIPAL COURT   929,039   929,039   870,826   58,213   TOTAL GENERAL GOVERNMENT   8,434,074   8,571,648   8,477,198   94,450   Public safety   Police administration division   Personal services   17,112   17,715   17,715   0		,		,	
Municipal court	_				3,063
Municipal court           Administration         291,015         290,862         281,097         9,765           Contractual services         43,244         41,844         40,504         1,340           Supplies         13,110         13,471         13,327         144           Travel and training         9,300         9,692         9,469         223           Other services and charges         572,370         573,170         526,429         46,741           TOTAL MUNICIPAL COURT         929,039         929,039         870,826         58,213           TOTAL GENERAL GOVERNMENT         8,434,074         8,571,648         8,477,198         94,450           Public safety           Police department         Police department         Police administration division         8         8,77,198         94,450           Personal services         577,563         608,730         608,707         23           Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges		422.526	422.599	401.057	(69.460)
Administration   Personal services   291,015   290,862   281,097   9,765			,		(***, ****)
Administration   Personal services   291,015   290,862   281,097   9,765	Municipal court				
Contractual services	•				
Supplies	Personal services	291,015	290,862	281,097	9,765
Travel and training         9,300         9,692         9,469         223           Other services and charges         572,370         573,170         526,429         46,744           TOTAL MUNICIPAL COURT         929,039         929,039         870,826         58,213           TOTAL GENERAL GOVERNMENT         8,434,074         8,571,648         8,477,198         94,450           Public safety           Police department           Police administration division         8         608,730         608,707         23           Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division         836,233         871,719         927,362         (55,643           Petrol services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080	Contractual services	43,244	41,844	40,504	1,340
Other services and charges         572,370         573,170         526,429         46,741           TOTAL MUNICIPAL COURT         929,039         929,039         870,826         58,213           TOTAL GENERAL GOVERNMENT         8,434,074         8,571,648         8,477,198         94,450           Public safety           Police department           Personal services         577,563         608,730         608,707         23           Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Parrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435	Supplies	13,110	13,471	13,327	144
Public safety   Public safety   Police department   Police administration division   Personal services   17,112   17,715   17,715   0	Travel and training	9,300	9,692	9,469	223
Public safety         Police department         Police administration division         608,730         608,707         23           Personal services         577,563         608,730         608,707         23           Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division         927,362         (55,643)           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297)           Capital outlay         22,000         <	Other services and charges	572,370	573,170	526,429	46,741
Public safety         Police department         Police department         Personal services       577,563       608,730       608,707       23         Contractual services       17,112       17,715       17,715       0         Supplies       22,400       26,553       26,161       392         Travel and training       20,233       16,416       15,849       567         Other services and charges       184,425       186,590       243,215       (56,625         Capital Outlay       14,500       15,715       15,715       0         Patrol bureau division         Personal services       5,379,799       5,405,167       5,388,700       16,467         Contractual services       174,080       166,725       166,604       121         Supplies       119,289       140,410       138,975       1,435         Travel and training       17,480       11,753       11,402       351         Travel and training       17,480       11,753       11,402       351         Other services and charges       954,854       925,138       987,435       (62,297         Capital outla					58,213
Police department Police administration division Personal services 577,563 608,730 608,707 23 Contractual services 17,112 17,715 17,715 0 Supplies 22,400 26,553 26,161 392 Travel and training 20,233 16,416 15,849 567 Other services and charges 184,425 186,590 243,215 (56,625 Capital Outlay 14,500 15,715 15,715 0  Patrol bureau division Personal services 5,379,799 5,405,167 5,388,700 16,467 Contractual services 174,080 166,725 166,604 121 Supplies 119,289 140,410 138,975 1,435 Travel and training 17,480 11,753 11,402 351 Travel and training 17,480 11,753 11,402 351 Capital outlay 22,000 22,000 21,432 568 Debt Service 155,709 155,709 155,708 11	TOTAL GENERAL GOVERNMENT	8,434,074	8,571,648	8,477,198	94,450
Police department Police administration division Personal services 577,563 608,730 608,707 23 Contractual services 17,112 17,715 17,715 0 Supplies 22,400 26,553 26,161 392 Travel and training 20,233 16,416 15,849 567 Other services and charges 184,425 186,590 243,215 (56,625 Capital Outlay 14,500 15,715 15,715 0  Patrol bureau division Personal services 5,379,799 5,405,167 5,388,700 16,467 Contractual services 174,080 166,725 166,604 121 Supplies 119,289 140,410 138,975 1,435 Travel and training 17,480 11,753 11,402 351 Travel and training 17,480 11,753 11,402 351 Capital outlay 22,000 22,000 21,432 568 Debt Service 155,709 155,709 155,708 11					
Police administration division Personal services 577,563 608,730 608,707 23 Contractual services 17,112 17,715 17,715 0 Supplies 22,400 26,553 26,161 392 Travel and training 20,233 16,416 15,849 567 Other services and charges 184,425 186,590 243,215 (56,625 Capital Outlay 14,500 15,715 15,715 0  Patrol bureau division Personal services 5,379,799 5,405,167 5,388,700 16,467 Contractual services 174,080 166,725 166,604 121 Supplies 119,289 140,410 138,975 1,435 Travel and training 17,480 11,753 11,402 351 Travel and training 17,480 11,753 11,402 351 Other services and charges 954,854 925,138 987,435 (62,297 Capital outlay 22,000 22,000 21,432 568 Debt Service 155,709 155,709 155,708					
Personal services         577,563         608,730         608,707         23           Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         15	•				
Contractual services         17,112         17,715         17,715         0           Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297)           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         15		577 563	608 730	608 707	23
Supplies         22,400         26,553         26,161         392           Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1		,			0
Travel and training         20,233         16,416         15,849         567           Other services and charges         184,425         186,590         243,215         (56,625           Capital Outlay         14,500         15,715         15,715         0           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					
Other services and charges         184,425         186,590         243,215         (56,625)           Capital Outlay         14,500         15,715         15,715         0           836,233         871,719         927,362         (55,643)           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297)           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					
Capital Outlay         14,500         15,715         15,715         0           836,233         871,719         927,362         (55,643)           Patrol bureau division           Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297)           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1	_			,	
Patrol bureau division Personal services 5,379,799 5,405,167 5,388,700 16,467 Contractual services 174,080 166,725 166,604 121 Supplies 119,289 140,410 138,975 1,435 Travel and training 17,480 11,753 11,402 351 Other services and charges 954,854 925,138 987,435 (62,297 Capital outlay 22,000 22,000 21,432 568 Debt Service 155,709 155,709 155,708 1					0
Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1		836,233	871,719	927,362	(55,643)
Personal services         5,379,799         5,405,167         5,388,700         16,467           Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1	Patrol bureau division				
Contractual services         174,080         166,725         166,604         121           Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1		5,379.799	5.405.167	5.388.700	16.467
Supplies         119,289         140,410         138,975         1,435           Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					
Travel and training         17,480         11,753         11,402         351           Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					1,435
Other services and charges         954,854         925,138         987,435         (62,297           Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					351
Capital outlay         22,000         22,000         21,432         568           Debt Service         155,709         155,709         155,708         1					(62,297)
Debt Service 155,709 155,709 155,708 1	_				568
	•				1
		6,823,211		6,870,256	(43,354)

	BUDGET			VARIANCE OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Investigative bureau division				
Personal services	\$1,701,237	\$1,701,900	\$1,701,900	\$0
Contractual services	51,250	48,116	48,116	0
Supplies	40,305	63,655	63,104	551
Travel and training	28,796	22,777	21,894	883
Other services and charges	247,089	224,241	253,132	(28,891
	2,068,677	2,060,689	2,088,146	(27,457
Support services bureau division				
Personal services	1,472,210	1,472,209	1,617,645	(145,436
Contractual services	469,204	481,513	481,638	(125
Supplies	77,685	102,879	102,339	540
Travel and training	7,125	9,086	8,574	512
Other services and charges	217,416	203,229	220,185	(16,956
Capital outlay	59,500	59,500	37,710	21,790
	2,303,140	2,328,416	2,468,091	(139,675
Crime lab				
Personal services	821,568	782,928	777,908	5,020
Contractual services	142,185	147,218	147,214	4
Supplies	71,581	59,270	54,638	4,632
Travel and training	23,470	27,644	27,157	487
Other services and charges	112,399	105,253	104,979	274
Capital outlay	11,000	11,000	9,808	1,192
	1,182,203	1,133,313	1,121,704	11,609
TOTAL POLICE DEPARTMENT	13,213,464	13,221,039	13,475,559	(254,520
Fire department Fire administration division				
Personal services	390,996	379,619	305,242	74,377
Contractual services	6,313	6.313	4.863	1.450
Supplies	1,378	11,608	11,206	402
Travel and training	3,090	3,610	3,474	136
Other services and charges	50,735	49,485	46,745	2,740
	452,512	450,635	371,530	79,105
Fire fighting division				
Personal services	4,909,938	4,875,555	4,594,331	281,224
Contractual services	169,681	170,319	170,318	1
Supplies	139,799	307,213	307,213	0
Travel and training	8,637	15,068	14,875	193
Other services and charges	282,147	283,117	211,590	71.527
Capital Outlay	12,500	12,500	0	12,500
Capital Outlay	5,522,702	5,663,772	5,298,327	365,445
Fire inspection division				
Personal services	264,417	262,054	229,726	32,328
Contractual services	4,646	4,646	3,983	663
Supplies	3,350	7,111	6,953	158
Travel and training	2,765	2,765	1,241	1,524
Other services and charges	27,318	27,318	19,582	7,736
_	302,496	303,894	261,485	42,409

Fire maintenance division Personal services Contractual services Supplies Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training Other services and charges	\$86,817 44,242 88,505 49,379 268,943	\$87,269 22,970 93,565 42,971 246,775	\$87,114 22,418 93,565 38,545 241,642	\$155 552 0 4,426
Personal services Contractual services Supplies Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training	44,242 88,505 49,379 268,943	22,970 93,565 42,971 246,775	22,418 93,565 38,545	552 0 4,426
Personal services Contractual services Supplies Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training	44,242 88,505 49,379 268,943	22,970 93,565 42,971 246,775	22,418 93,565 38,545	552 0 4,426
Contractual services Supplies Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training	44,242 88,505 49,379 268,943	22,970 93,565 42,971 246,775	22,418 93,565 38,545	552 0 4,426
Supplies Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training	88,505 49,379 268,943 157,346 12,794	93,565 42,971 246,775	93,565 38,545	0 4,426
Other services and charges  Fire training division Personal services Contractual services Supplies Travel and training	49,379 268,943 157,346 12,794	42,971 246,775	38,545	4,426
Fire training division Personal services Contractual services Supplies Travel and training	268,943 157,346 12,794	246,775		
Personal services Contractual services Supplies Travel and training	12,794	159 709		5,133
Contractual services Supplies Travel and training	12,794	150 700		
Supplies Travel and training	,	137,707	159,708	1
Travel and training		26,224	28,717	(2,493
· ·	8,769	12,536	12,535	1
Other services and charges	3,210	2,533	1,697	836
	14,431	14,431	8,857	5,574
	196,550	215,433	211,514	3,919
Special services division				
Personal services	79,281	80,181	80,163	18
Contractual services	1,422	1,422	1,384	38
Supplies	1,394	52,116	40,613	11,503
Travel and training	5,025	22,174	13,292	8,882
Other services and charges	3,396 90,518	3,746 159,639	3,717 139,169	29 20,470
TOTAL FIRE DEPARTMENT	6,833,721	7,040,148	6,523,667	516,481
Other protection services				
Community protection				
Personal services	311,764	310,764	283,230	27,534
Contractual services	100,255	100,162	54,757	45,405
Supplies	9,978	9,025	3,481	5,544
Travel and training	4,700	4,746	3,817	929
Other services and charges	30,662	32,662	31,937	725
	457,359	457,359	377,222	80,137
Neighborhood development	50.222	50.222	19.250	41.062
Personal services Contractual services	59,322 797	59,322	18,259 1,020	41,063
Supplies	225	1,022 225	0	225
Travel and training	1,600	1,375	541	834
Other services and charges	4,728	4,728	2,507	2,221
	66,672	66,672	22,327	44,345
TOTAL OTHER PROTECTION SERVICES	524,031	524,031	399,549	124,482
TOTAL PUBLIC SAFETY	20,571,216	20,785,218	20,398,775	386,443
Public works				
Public works department				
Right of way maintenance				
Personal services	1,027,408	996,348	755,086	241,262
Contractual services	118,914	120,414	106,776	13,638
Supplies	37,210	31,257	21,943	9,314
Other services and charges	64,649	125,579	125,565	14
_	1,248,181	1,273,598	1,009,370	264,228
Cemetery division				
Personal services	379,163	371,350	331,900	39,450
Contractual services	19,763	18,678	18,302	376
Supplies	5,900	5,781	5,745	36
Travel and training	350	400	242	158
Other services and charges	36,435	34,998	34,070	928
<u>—</u>	441,611	431,207	390,259	40,948 Continued)

	BUDGET			VARIANCE OVER	
_	ORIGINAL	FINAL	ACTUAL	(UNDER)	
A.1. **					
Arborist	¢07.707	por 77.6	¢05.757	\$19	
Personal services	\$97,795	\$95,776	\$95,757		
Contractual services	8,517	7,321	7,304	1	
Supplies	5,450	7,045	7,012	3:	
Travel and training	645	130	130		
Other services and charges	38,389	25,511	25,510	70	
TOTAL PUBLIC WORKS	150,796 1,840,588	135,783 1,840,588	135,713 1,535,342	305,240	
Economic Development and Assistance Administration					
Personal services	150,774	150,774	51,072	99,700	
Contractual services	3,624	22,864	15,879	6,98	
Supplies	1,690	2,094	3,074	(98)	
Travel and training	3,535	5,512	4,646	860	
Other services and charges	56,687	57,492	33,766	23,720	
——————————————————————————————————————	216,310	238,736	108,437	130,299	
Grants administrator					
Personal services	48,854	28,854	0	28,85	
Contractual services	570	719	587	13:	
Supplies	846	145	0	14.	
Travel and training	2,164	290	0	29	
Other services and charges	1,402	1,402	0	1,400	
Other services and charges	53,836	31,410	587	30,823	
Public relations					
Personal services	108,752	104,225	101,862	2,363	
Contractual services	13,739	12,652	11,130	1,522	
Supplies	9,000	7,797	5,671	2,120	
Travel and training	985	1,829	1,673	150	
Other services and charges	18,172	24,154	24,091	6.	
	150,648	150,657	144,427	6,230	
Main street division					
Personal services	54,778	54,778	65,779	(11,00)	
Contractual services	208	208	148	60	
Supplies	1,330	1,330	113	1,217	
Other services and charges	3,859	3,859	7,162	(3,30)	
<u> </u>	60,175	60,175	73,202	(13,02	
Planning and Zoning					
Personal services	256,618	256,618	239,726	16,892	
Contractual services	6,062	6,757	6,725	33	
Supplies	4,384	3,206	1,496	1,710	
Travel and training	3,700	3,710	1,955	1,75	
Other services and charges	16,735	36,698	24,856	11,842	
_	287,499	306,989	274,758	32,23	
TOTAL ECONOMIC DEV AND ASSIST	768,468	787,967	601,411	186,556	
TOTAL EXPENDITURES	\$31,614,346	\$31,985,421	\$31,012,726	\$972,695	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE CONFISCATED FUNDS FOR THE YEAR ENDED JUNE 30, 2015

				VARIANCE WITH FINAL BUDGET
	BUDGETED A			OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Fines and forfeitures	\$15,000	\$22,987	\$10,926	(\$12,061)
TOTAL REVENUES	15,000	22,987	10,926	(12,061)
Expenditures:				
Current:				
Public safety				
Patrol bureau				
Supplies	0	6,054	6,050	4
Other services and charges	15,000	13,933	353	13,580
Support Services Bureau				
Capital outlay	0	3,000	(1,750)	4,750
TOTAL EXPENDITURES	15,000	22,987	4,653	18,334
REVENUES OVER (UNDER) EXPENDITURES	0	0	6,273	6,273
Fund balance - beginning of year - budgetary basis	30,883	30,883	30,883	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$30,883	\$30,883	\$37,156	\$6,273
Explanation of Differences between Budgetary Inflows and Ou	tflows and GAAP			
Revenues and Expenditures				
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$10,926	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditu	res, and changes			
in fund balances - governmental funds.			\$10,926	
T				
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary			ΦA 650	
comparison schedule.			\$4,653	
Differences - budget to GAAP:				
Encumbrances for remaining fiscal year items are recorded currently to the year of actual payment for financial apparting payments.		purposes,	7 200	
but in the year of actual payment for financial reporting purposes.  Total expenditures as reported on the statement of revenues, expen			7,200	
in fund balances - governmental funds.	unures, and changes		\$11,853	
m rand balances - governmental funds.			Ψ11,033	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE PROPERTY EVIDENCE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Fines and forfeitures	\$0	\$8,602	\$0	(\$8,602)
TOTAL REVENUES	0	8,602	0	(8,602)
Ermonditunes		<del></del>		
Expenditures: Current:				
Public safety				
Investigative Bureau				
Supplies	0	8,602	8,062	540
TOTAL EXPENDITURES	0	8,602	8,062	540
REVENUES OVER (UNDER) EXPENDITURES	0	0	(8,062)	(8,062)
Fund balance - beginning of year - budgetary basis	8,062	8,062	8,062	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$8,062	\$8,062	\$0	(\$8,062)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditur in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources  Actual expenditures (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:  None  Total expenditures as reported on the statement of revenues, expending fund balances - governmental funds.	litures, and changes		\$8,062 0 \$8,062	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 98M-X-092-512-013 FOR THE YEAR ENDED JUNE 30, 2015

	PLID CETTED	AMOUNTS		VARIANCE WITH FINAL BUDGET
	BUDGETED A ORIGINAL	FINAL	ACTUAL	OVER (UNDER)
				(01.12.23)
Revenues:	60	\$14,250	¢0	(\$14,250)
Intergovernmental  TOTAL REVENUES	<del>\$0</del>	0	<u>\$0</u>	(\$14,230)
		<u> </u>		
Expenditures:				
Expenditures	0	0	0	0
Current:			_	
Economic development and assistance				
Community development				
Capital outlay				
Housing development activities				
Construction	0	14,250	14,250	0
TOTAL EXPENDITURES	0	14,250	14,250	0
REVENUES UNDER EXPENDITURES	0	(14,250)	(14,250)	0
Fund balance - beginning of year - budgetary basis	14,250	14,250	14,250	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$14,250	\$0	\$0	\$0
Explanation of Differences between Budgetary Inflows and Outflows Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditures, and in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources  Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$14,250	
Differences - budget to GAAP:  None  Total expenditures as reported on the statement of revenues, expenditures	. and changes		0	
in fund balances - governmental funds.	,		\$14,250	

### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE U. S. DEPARTMENT OF JUSTICE - LOCAL LAW ENFORCEMENT BLOCK GRANTS FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
_				
Revenues:	40	<b>***</b>	001.115	(4100)
Intergovernmental	\$0	\$24,516	\$24,416	(\$100)
TOTAL REVENUES	0	24,516	24,416	(100)
Expenditures:				
Current:				
Public safety				
Byrne Justice Assistance Grant				
2014-DJ-BX-0950		12.250	10.055	
Supplies	0	13,258	13,257	1
Other services and charges	0	4,658	4,559	99
Capital outlay	0	6,600	6,600	0
TOTAL EXPENDITURES	0	24,516	24,416	100
REVENUES OVER (UNDER) EXPENDITURES	0	0	0	0
Fund balance - beginning of year - budgetary basis	0	0	0	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$0	\$0	\$0	\$0
Explanation of Differences between Budgetary Inflows and Out	flows and GAAP			
Revenues and Expenditures				
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$24,416	
Differences - budget to GAAP:				
None			0	
Total revenues as reported on the statement of revenues, expenditure	es, and changes			
in fund balances - governmental funds.			\$24,416	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$24,416	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expend	itures, and changes			
in fund balances - governmental funds.			\$24,416	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE URBAN DEVELOPMENT ACTION GRANT FUND FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
P				
Revenues: Interest income	\$0	\$0	\$0	\$0
TOTAL REVENUES				
TOTAL REVENUES	0	0	0	0
Expenditures:	0	0	0	0
TOTAL EXPENDITURES	0	0	0	0
REVENUES OVER (UNDER) EXPENDITURES	0	0	0	0
Fund balance - beginning of year - budgetary basis	175,433	175,433	175,433	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$175,433	\$175,433	\$175,433	\$0
Explanation of Differences between Budgetary Inflows and Outf Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary comparison schedule.			\$0	
Differences - budget to GAAP:				
None			0	
Total expenditures as reported on the statement of revenues, expendi in fund balances - governmental funds.	tures, and changes		\$0	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 01M-X-092-2-2568 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$1,350	\$0	(\$1,350)
TOTAL REVENUES	0	1,350	0	(1,350)
Expenditures:				
Current:				
Housing development activities				
Construction	0	1,350	1,350	0
TOTAL EXPENDITURES	0	1,350	1,350	0
REVENUES OVER (UNDER) EXPENDITURES	0	0	(1,350)	(1,350)
Fund balance - beginning of year - budgetary basis	5,400	5,400	5,400	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$5,400	\$5,400	\$4,050	(\$1,350)
Explanation of Differences between Budgetary Inflows and Outf Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources  Actual expenditures (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:  None  Total expenditures as reported on the statement of revenues, expenditures as reported by the largest expenditure.	tures, and changes		\$1,350	
in fund balances - governmental funds.			\$1,350	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 02M-X-092-2-2695 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	MOUNTS		VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	
Revenues:				
Intergovernmental	\$0	\$8,400	\$0	(\$8,400)
TOTAL REVENUES	0	8,400	0	(8,400)
Expenditures:				
Current:				
Housing development activities				
Construction	0	8,400	8,400	0
TOTAL EXPENDITURES	0	8,400	8,400	0
REVENUES UNDER EXPENDITURES	0	0	(8,400)	(8,400)
Fund balance - beginning of year - budgetary basis	30,000	30,000	30,000	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$30,000	\$30,000	\$21,600	(\$8,400)
Explanation of Differences between Budgetary Inflows and Outf Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expending fund balances - governmental funds.	itures, and changes		\$8,400 0 \$8,400	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE FEDERAL HUD GRANT FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED	AMOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues: Intergovernmental	\$550,525	\$603,396	\$790,670	\$187,274
TOTAL REVENUES	550,525	603,396	790,670	187,274
			· · · · · · · · · · · · · · · · · · ·	
Expenditures:				
Current:				
Economic development and assistance				
Community development CDBG 2012 funding				
Single unit residential rehab	0	21,810	21,810	0
CDBG 2013 funding	U	21,810	21,010	U
Single unit residential rehab	0	342,470	342,470	0
CDBG 2014 funding	· ·	312,170	312,170	v
First time homebuyer education	0	2,000	2,000	0
Single unit residential rehab	0	89,909	89,909	0
Program administration	0	0	0	0
CDBG 2015 funding				
Single unit residential rehab	420,020	27,502	27,501	1
Program administration	120,905	110,105	110,105	0
Fair housing education	15,000	15,000	15,000	0
TOTAL EXPENDITURES	555,925	608,796	608,795	1
REVENUES OVER EXPENDITURES	(5,400)	(5,400)	181,875	187,275
Fund balance - beginning of year - budgetary basis	1,853,050	1,853,050	1,853,050	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$1,847,650	\$1,847,650	\$2,034,925	\$187,275
E	451 1 C A A D			
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures	mows and GAAP			
Sources/inflows of resources				
Actual revenues (budgetary basis) from the budgetary				
comparison schedule.			\$790,670	
Differences - budget to GAAP:			, , , , , , , ,	
None			0	
Total revenues as reported on the statement of revenues, expenditur	res, and changes			
in fund balances - governmental funds.			\$790,670	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$608,795	
Differences - budget to GAAP:			,	
None			0	
Total expenditures as reported on the statement of revenues, expend	ditures, and changes			
in fund balances - governmental funds.	,		\$608,795	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 04M-X-092-2-2915 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET OVER	
	ORIGINAL	FINAL	ACTUAL	(UNDER)	
Revenues:					
Intergovernmental	\$0	\$19,900	\$0	(\$19,900)	
TOTAL REVENUES	0	19,900	0	(19,900)	
Expenditures:					
Current:					
Housing development activities					
Construction	0	19,900	19,900	0	
TOTAL EXPENDITURES	0	19,900	19,900	0	
REVENUES OVER (UNDER) EXPENDITURES	0	0	(19,900)	(19,900)	
Fund balance - beginning of year - budgetary basis	82,835	82,835	82,835	0	
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$82,835	\$82,835	\$62,935	(\$19,900)	
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0		
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expend in fund balances - governmental funds.	itures, and changes		\$19,900 0 \$19,900		

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 06M-X-092-2-2951 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	MOUNTS		VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	
Revenues:				
Intergovernmental	\$0	\$25,100	\$0	(\$25,100)
TOTAL REVENUES	0	25,100	0	(25,100)
Expenditures:				
Current:				
Housing development activities				
Construction	0	25,100	25,100	0
TOTAL EXPENDITURES	0	25,100	25,100	0
REVENUES UNDER EXPENDITURES	0	0	(25,100)	(25,100)
Fund balance - beginning of year - budgetary basis	137,200	137,200	137,200	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$137,200	\$137,200	\$112,100	(\$25,100)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources Actual expenditures (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total expenditures as reported on the statement of revenues, expend in fund balances - governmental funds.	litures, and changes		\$25,100 0 \$25,100	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 07M-X-092-2-2961 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	MOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$26,000	\$0	(\$26,000)
TOTAL REVENUES	0	26,000	0	(26,000)
Expenditures:				
Current:				
Housing development activities				
Construction	0	26,000	26,000	0
TOTAL EXPENDITURES	0	26,000	26,000	0
REVENUES UNDER EXPENDITURES	0	0	(26,000)	(26,000)
Fund balance - beginning of year - budgetary basis	167,300	167,300	167,300	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$167,300	\$167,300	\$141,300	(\$26,000)
Explanation of Differences between Budgetary Inflows and Outle Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.			\$0 0 \$0	
Uses/outflows of resources  Actual expenditures (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:  None  Total expenditures as reported on the statement of revenues, expend in fund balances - governmental funds.	itures, and changes		\$26,000 0 \$26,000	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE GA DCA CHIP - 07MR-X-092-2-2979 FOR THE YEAR ENDED JUNE 30, 2015

	BUDGETED A	MOUNTS		VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Intergovernmental	\$0	\$11.000	\$0	(\$11,000)
TOTAL REVENUES	0	11,000	0	(11,000)
Expenditures:				
Housing development activities				
Construction	0	11,000	11,000	0
TOTAL EXPENDITURES	0	11,000	11,000	0
REVENUES OVER EXPENDITURES	0	0	(11,000)	(11,000)
Fund balance - beginning of year - budgetary basis	81,000	81,000	81,000	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$81,000	\$81,000	\$70,000	(\$11,000)
Explanation of Differences between Budgetary Inflows and Out Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary	flows and GAAP			
comparison schedule.			\$0	
Differences - budget to GAAP: None			0	
Total revenues as reported on the statement of revenues, expenditure	es, and changes			
in fund balances - governmental funds.			\$0	
Uses/outflows of resources				
Actual expenditures (budgetary basis) from the budgetary comparison schedule.			\$11,000	
Differences - budget to GAAP: None			0	
Total expenditures as reported on the statement of revenues, expend	itures, and changes			
in fund balances - governmental funds.	, 8		\$11,000	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARSION SCHEDULE ACCOMODATIONS TAX FOR YEAR ENDED JUNE 30, 2015

				VARIANCE WITH FINAL BUDGET
	BUDGETED A	AMOUNTS		OVER
	ORIGINAL	FINAL	ACTUAL	(UNDER)
Revenues:				
Taxes	\$2,310,000	\$2,310,000	\$2,725,208	\$415,208
TOTAL REVENUES	2,310,000	2,310,000	2,725,208	415,208
Expenditures:				
Other services and charges	1,862,212	1,862,212	2,038,754	(176,542)
Transfer out	448,013	448,013	448,013	0
TOTAL EXPENDITURES	2,310,225	2,310,225	2,486,767	(176,542)
REVENUES OVER (UNDER) EXPENDITURES	(225)	(225)	238,441	238,666
Net position - beginning of year - budgetary basis	80,673	80,673	80,673	0
NET POSITION - END OF YEAR	\$80,448	\$80,448	\$319,114	\$238,666
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary comparison schedule. Differences - budget to GAAP: None			\$2,725,208 0	
Total revenues as reported on the statement of revenues, expenditures, and			\$2.725.200	
changes in net positions - governmental funds.  Uses/outflows of resources			\$2,725,208	
Actual expenditures (budgetary basis) from the budgetary				
comparison schedule.			\$2,486,767	
Differences - budget to GAAP:			, , ,	
Transfers to other funds are outflows for budgetary resources but are not expenditures for	or			
financial reporting purposes.			(448,013)	
Total expenditures as reported on the statement of revenues, expenditures,			. , ,	
and changes in net positions - governmental funds.			\$2,038,754	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARSION SCHEDULE YOUTH RECREATION SCHOLARSHIP FUND FOR YEAR ENDED JUNE 30, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNT BUDGETARY	VARIANCE WITH FINAL BUDGET OVER
	ORIGINAL	FINAL	BASIS	(UNDER)
Revenues:				
Interest income	\$0	\$80	\$0	(\$80)
TOTAL REVENUES	0	80	0	(80)
Expenditures:				
General Governmental	0	80	79	1
TOTAL EXPENDITURES	0	80	79	1
REVENUES OVER (UNDER) EXPENDITURES	0	0	(79)	(79)
Net position - beginning of year - budgetary basis	12,035	12,035	12,035	0
NET POSITION - END OF YEAR	\$12,035	\$12,035	\$11,956	(\$79)
Sources/inflows of resources  Actual revenues (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:  None  Total revenues as reported on the statement of revenues, expenditure in fund balances - governmental funds.	ures, and changes		\$0 0 \$0	
Uses/outflows of resources  Actual revenues (budgetary basis) "total charges to appropriations comparison schedule.  Differences - budget to GAAP:  None  Total expenditures as reported on the statement of revenues, expen	Ç		\$79	
in fund balances - governmental funds.			\$79	

#### CITY OF VALDOSTA, GEORGIA SALES TAX 2002 FUND BUDGETARY COMPARISON SHEDULE FOR THE YEAR ENDED JUNE 30, 2015

			VARIANCE WITH FINAL BUDGET
	FINAL BUDGET	ACTUAL	OVER (UNDER)
<del>-</del>			(01.2.2.3)
Revenues:	**	****	****
Intergovernmental	\$0	\$898,047	\$898,047
TOTAL REVENUES	0	898,047	898,047
Expenditures: Expenditures	0	1,139,879	(1,139,879)
TOTAL EXPENDITURES	0	1,139,879	(1,139,879)
REVENUES OVER EXPENDITURES	0	(241,832)	(241,832)
Fund balance - beginning of year - budgetary basis	241,832	241,832	241,832
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$241,832	\$0	\$0
=			
Explanation of Differences between Budgetary Inflows and Outflows and GAAP			
Revenues and Expenditures			
Sources/inflows of resources			
Actual revenues (budgetary basis) from the budgetary			
comparison schedule.		\$898,047	
Differences - budget to GAAP:			
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes		#000 0 <b>1</b>	
in fund balances - governmental funds.		\$898,047	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary			
comparison schedule.		\$1,139,879	
Differences - budget to GAAP:			
None		0	
Total expenditures as reported on the statement of revenues, expenditures, and changes			
in fund balances - governmental funds.		\$1,139,879	

#### CITY OF VALDOSTA, GEORGIA SALES TAX 2007 FUND BUDGETARY COMPARISON SHEDULE FOR THE YEAR ENDED JUNE 30, 2015

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$0	\$0	\$0
Interest income	0	0	0
TOTAL REVENUES	0	0	0
Expenditures:			
Capital outlay:			
Road improvements	0	(31,432)	31,432
Sidewalk improvements	0	(15,515)	15,515
Drainage improvements	0	(52,780)	52,780
Traffic improvements	0	0	0
Piping of ditches	0	(5,631)	5,631
Technology	0	0	0
Taser equipment	0	0	0
Youth facility	0	0	0
Parks & Rec administration offices/gym	0	0	(1.005.521)
Sewer system rehab	0	1,085,531	(1,085,531)
Wastewater treatment & disposal expansions	0	63,557	(63,557)
Water trans lines phase II	0	30,716	(30,716)
Software & hardware	0	0	0
Municipal auditorium prop acq & design	25,000	(3,116)	28,116
General administration	0	18,165	(18,165)
Parking deck hospital	0	0	0
Bay extension	0	0	0
Cemetery improvements	0	-	
Withlacoochee repairs Transfer out	0	(958,769) 300,000	958,769 (300,000)
TOTAL EXPENDITURES	25,000	430,726	(405,726)
REVENUES OVER EXPENDITURES	(25,000)	(430,726)	(405,726)
Fund balance - beginning of year - budgetary basis	430,726	430,726	(403,720)
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	\$405,726	\$0	(\$405,726)
FUND BALANCE (DEFICIT) - END OF TEAR - BUDGETART BASIS	\$405,720	<del>\$0</del>	(\$403,720)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources			
Actual revenues (budgetary basis) from the budgetary			
comparison schedule.		\$0	
Differences - budget to GAAP:			
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes	•		
in fund balances - governmental funds.	:	\$0	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary			
comparison schedule.		\$430,726	
Differences - budget to GAAP:			
Encumbrances for remaining fiscal year items are recorded current year for budgetary	purposes,		
but in the year of actual payment for financial reporting purposes.		1,334,308	
Transfers to other funds are outflows for budgetary resources but are not			
expenditures for financial reporting purposes.	<u>-</u>	(300,000)	
Total expenditures as reported on the statement of revenues, expenditures, and changes	•		
in fund balances - governmental funds.	-	\$1,465,034	

#### CITY OF VALDOSTA, GEORGIA SALES TAX 2013 FUND BUDGETARY COMPARISON SHEDULE FOR THE YEAR ENDED JUNE 30, 2015

<u>-</u>	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$10,500,000	\$11,686,400	\$1,186,400
Transfer in	0	300,000	300,000
TOTAL REVENUES	10,500,000	11,986,400	1,486,400
Expenditures:			
Capital outlay:			
Resurfacing	400,000	1,158,115	(758,115)
Road improvements	520,980	275,755	245,225
Sidewalk improvements	339,500	337,913	1,587
Drainage improvements	157,000	(997)	157,997
Traffic improvements	98,000	85,912	12,088
Street maintenance repairs	75,000	23,819	51,181
Piping of ditches	150,000	29,331	120,669
Public safety radio	0	22,487	(22,487)
Technology police	0	3,941	(3,941)
Miscellaneous parks and recreation projects	0	11,799	(11,799)
Refuse trucks	305,000	0	305,000
Water and sewer contingency	5,475,000	0	5,475,000
Equipment	0	323,541	(323,541)
GEFA debt repayment for Force Main Project	337,163	404,791	(67,628)
Manhole/liner rehabilitation	0	860,820	(860,820)
Sewer collections smoke testing	0	132,053	(132,053)
Withlacoochee sewer plant	0	23,234,903	(23,234,903)
Parks and recreation	266,666	34,850	231,816
Sugar creek stream/wetlands credits	0	24,000	(24,000)
Withlacoochee stream/wetlands credits	0	62,605	(62,605)
TOTAL EXPENDITURES	8,124,309	27,025,638	(18,901,329)
REVENUES OVER EXPENDITURES	2,375,691	(15,039,238)	(17,414,929)
Fund balance - beginning of year - budgetary basis	4,023,102	4,023,102	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	\$6,398,793	(\$11,016,136)	(\$17,414,929)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures Sources/inflows of resources Actual revenues (budgetary basis) from the budgetary			
comparison schedule.		\$11,986,400	
Differences - budget to GAAP:			
Transfers in from other funds are inflows for budgetary resources but are not			
revenues for financial reporting purposes.		(300,000)	
Total revenues as reported on the statement of revenues, expenditures, and changes			
in fund balances - governmental funds.		\$11,686,400	
Uses/outflows of resources  Actual expenditures (budgetary basis) from the budgetary		\$27.025. <b>/</b> 29	
comparison schedule.		\$27,025,638	
Differences - budget to GAAP:  Encumbrances for remaining fiscal year items are recorded current year for budgetary public in the year of actual payment for financial reporting purposes.	purposes,	(11,017,082)	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		\$16,008,556	

#### CITY OF VALDOSTA, GEORGIA GENERAL CAPITAL PROJECTS FUND **BUDGETARY COMPARISON SCHEDULE** FOR THE YEAR ENDED JUNE 30, 2015

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Interest income	\$0	\$0	\$0
Transfer in	\$165,000	\$165,000	
TOTAL REVENUES	165,000	165,000	0
Expenditures: Current:			
Other services and charges	165,000	33,117	131,883
TOTAL EXPENDITURES	165,000	33,117	131,883
REVENUES OVER (UNDER) EXPENDITURES	0	131,883	131,883
Net position - beginning of year - budgetary basis NET POSITION - END OF YEAR - BUDGETARY BASIS	<u>0</u> \$0	\$131,883	\$131,883
Explanation of Differences between Budgetary Inflows and Outflow	ws and GAAP		
Revenues and Expenditures			
Sources/inflows of resources			
Actual revenues (budgetary basis) from the budgetary			
comparison schedule.		\$165,000	
Differences - budget to GAAP:			
Transfers to other funds are inflows for budgetary resources but are no	t		
revenues for financial reporting purposes.		(165,000)	
Total revenues as reported on the statement of revenues, expenditures,			
and changes in fund balances - governmental funds.		\$0	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary			
comparison schedule.		\$33,117	
Differences - budget to GAAP:			
None		0	
Total expenditures as reported on the statement of revenues, expenditure	es,		
and changes in fund balances - governmental funds.		\$33,117	

#### CITY OF VALDOSTA, GEORGIA BUDGETARY COMPARISON SCHEDULE AIRPORT DEVELOPMENT FUND FOR THE YEAR ENDED JUNE 30, 2015

	FINAL		VARIANCE WITH FINAL BUDGET OVER
_	BUDGET	ACTUAL	(UNDER)
Revenues:			
Intergovernmental	\$1,281,976	\$1,065,210	(\$216,766)
Interest revenue	0	15,100	15,100
TOTAL REVENUES	1,281,976	1,080,310	(201,666)
Capital outlay:			
Airport improvement	1,281,976	1,045,235	236,741
TOTAL EXPENDITURES	1,281,976	1,045,235	236,741
REVENUES UNDER EXPENDITURES	0	35,075	35,075
Fund balance - beginning of year - budgetary basis	323,684	323,684	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$323,684	\$358,759	\$35,075
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures  Sources/inflows of resources  Actual revenues (budgetary basis) from the budgetary comparison schedule.		\$1,080,310	
Differences - budget to GAAP:		\$1,000,510	
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes			
in fund balances - governmental funds.		\$1,080,310	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary comparison schedule.		\$1,045,235	
Differences - budget to GAAP:			
None		0	
Total expenditures as reported on the statement of revenues, expenditures, and change	es		
in fund balances - governmental funds.		\$1,045,235	

#### CITY OF VALDOSTA, GEORGIA SUNSET HILL FUND BUDGETARY COMPARISON SCHEDULE FOR THE YEAR ENDED JUNE 30, 2015

	FINAL		VARIANCE WITH FINAL BUDGET OVER
	BUDGET	ACTUAL	(UNDER)
Operating revenues:			
Contributions	35,000	9,400	(25,600)
Rental income	26,500	21,989	(4,511)
TOTAL OPERATING REVENUES	61,500	31,389	(30,111)
Operating expenditures:			
Other services and charges	9,500	9,469	31
TOTAL OPERATING EXPENDITURES	9,500	9,469	31
REVENUES OVER (UNDER) EXPENDITURES	52,000	21,920	(30,080)
Fund Balance - beginning of year - budgetary basis	1,617,435	1,617,435	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$1,669,435	\$1,639,355	(\$30,080)
Revenues and Expenditures  Sources/inflows of resources  Actual revenues (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:  None  Total revenues as reported on the statement of revenues, expenditures,		\$31,389	
and changes in fund balances - governmental funds.		\$31,389	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary comparison schedule.  Differences - budget to GAAP:		\$9,469	
None		0	
Total expenditures as reported on the statement of revenues, expenditures,			
and changes in fund balances - governmental funds.		\$9,469	

# NON-MAJOR ENTERPRISE FUNDS

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

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

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

## CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF NET POSITION OTHER ENTERPRISE FUNDS JUNE 30, 2015

	E	ENTERPRISE FUNDS			
	INSPECTION	AUDITORIUM	MOTOR FUEL	ENTERPRISE FUNDS	
ASSETS					
Current assets:					
Cash	\$300	\$0	\$0	\$300	
Receivables (net)					
Accounts	155	0	23,425	23,580	
Due from other governments and agencies	462	0	27,612	28,074	
Total current assets	917	0	51,037	51,954	
Non-current assets:					
Capital assets:					
Equipment	45,820	0	0	45,820	
	45,820	0	0	45,820	
Less accumulated depreciation	(45,820)	0	0	(45,820)	
Net capital assets	0	0	0	0	
Total assets	\$917	\$0	\$51,037	\$51,954	
LIABILITIES					
Current liabilities:					
Accounts payable	\$30,476	\$11,860	\$0	\$42,336	
Due to other funds	0	0	11,627	11,627	
Compensated absences	15,722	822	0	16,544	
Total current liabilities	46,198	12,682	11,627	70,507	
Non-current liabilities (payable from unrestricted assets):					
Compensated absences	19,570	0	0	19,570	
Advances from other funds	753,654	578,799	0	1,332,453	
Total non-current liabilities (payable from unrestricted assets)	773,224	578,799	0	1,352,023	
Total liabilities	819,422	591,481	11,627	1,422,530	
NET POSITION					
Unrestricted	(818,505)	(591,481)	39,410	(1,370,576)	
Total net position (deficit)	(\$818,505)	(\$591,481)	\$39,410	(\$1,370,576)	

## CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION OTHER ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

TOTAL

	E	ENTERPRISE FUNI	os	TOTAL OTHER
	INSPECTION	AUDITORIUM	MOTOR FUEL	ENTERPRISE FUNDS
Operating revenues:				
Permits	\$887,610	\$0	\$0	\$887,610
Charges for services	32,830	51,130	412,513	496,473
TOTAL OPERATING REVENUES	920,440	51,130	412,513	1,384,083
Operating expenses:				
Personal services	683,812	82,221	0	766,033
Contractual services	56,693	103,501	0	160,194
Supplies	3,660	17,667	402,486	423,813
Travel and training	1,144	0	0	1,144
Other services and charges	142,933	22,824	125	165,882
TOTAL OPERATING EXPENSES	888,242	226,213	402,611	1,517,066
OPERATING INCOME (LOSS)	32,198	(175,083)	9,902	(132,983)
INCOME (LOSS) BEFORE TRANSFERS	32,198	(175,083)	9,902	(132,983)
Transfers in	0	283,013	0	283,013
Transfers out	(66,201)	(1,431)	0	(67,632)
	(66,201)	281,582	0	215,381
Change in Net Position	(34,003)	106,499	9,902	82,398
NET POSITION - BEGINNING	(784,502)	(697,980)	29,508	(1,452,974)
NET POSITION - ENDING	(\$818,505)	(\$591,481)	\$39,410	(\$1,370,576)

# CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF CASH FLOWS OTHER ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

				TOTAL
	ENTERP	RISE FUNDS		OTHER
				ENTERPRISE
	INSPECTION	AUDITORIUM	MOTOR FUEL	FUNDS
NET CHANGE IN CASH				
Cash flows from operating activities:				
Cash received from customers	\$920,505	\$51,130	\$414,882	\$1,386,517
Cash payments to suppliers for goods and services	(\$181,492)	(249,977)	(414,882)	(846,351)
Cash payments to employees for services	(\$672,812)	(82,735)	0	(755,547)
Net change in cash from operating activities	66,201	(281,582)	0	(215,381)
Net change in cash from operating activities	00,201	(281,382)		(213,381)
Cash flows from noncapital financing activities:				
Transfers-in from other funds	\$0	283,013	0	283,013
Transfers-out to other funds	(\$66,201)	(1,431)	0	(67,632)
Net change in cash from noncapital financing activities	(66,201)	281,582	0	215,381
Net change in cash	0	0	0	0
Cash beginning of year	300	0	0	300
Cash at end of year	\$300	\$0	\$0	\$300
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET	CHANGE IN CASH	FROM OPERATIN	NG ACTIVITIES	
Operating income (loss)	\$32,198	(\$175,083)	\$9,902	(\$132,983)
Adjustments to reconcile operating income (loss) to net change in				
cash from operating activities:				
Change in assets and liabilities:				
Decrease in accounts receivable	65	0	2,369	2,434
Decrease in due from other governments and agencies	0	0	12,588	12,588
Increase in accounts payable	14,969	4,194	0	19,163
Decrease in compensated absences	(4,980)	(514)	0	(5,494)
Decrease in due to other funds	0	0	(24,859)	(24,859)
Decrease (increase) in advances from other funds	23,949	(110,179)	0	(86,230)
Net change in cash from operating activities	\$66,201	(\$281,582)	\$0	(\$215,381)

## This Page Intentionally Left Blank

# INTERNAL SERVICE FUNDS

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

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

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

IT Service Fund- to account for the cost of providing information technology to user departments.

#### CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS JUNE 30, 2015

#### GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS

		11111	KNAL SERVICE F	UNDS	
	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMPENSATION	IT SERVICES	TOTAL INTERNAL SERVICE FUNDS
ASSETS					
Current assets:					
Cash	\$0	\$207,328	\$73,122	\$1,901	\$282,351
Investments	0	0	0	62,739	62,739
Receivables				,	ŕ
Accounts	0	510,086	0	0	510,086
Due from other funds	0	0	83,863	0	83,863
Inventories at cost	379,698	0	0	0	379,698
Prepaid expenses	0	0	76,677	0	76,677
Total current assets	379,698	717,414	233,662	64,640	1,395,414
Noncurrent assets:					
Land	92,563	0	0	0	92,563
Land improvements	383,595	0	0	0	383,595
Buildings and structures	461,423	0	0	0	461,423
Motor vehicles	15,915,163	0	0	0	15,915,163
Equipment	2,438,143	0	0	51,852	2,489,995
	19,290,887	0	0	51,852	19,342,739
Less accumulated depreciation	(16,348,254)	0	0	(22,469)	(16,370,723)
Net capital assets (net of accumulated depreciation)	2,942,633	0	0	29,383	2,972,016
Total assets	\$3,322,331	\$717,414	\$233,662	\$94,023	\$4,367,430
LIABILITIES					
Current liabilities:					
Accounts payable	\$327,098	\$676,177	\$36,610	\$94,023	\$1,133,908
Compensated absences (current portion)	15,000	0	0	0	15,000
Due to other funds	0	41,237	0	0	41,237
Total current liabilities	342,098	717,414	36,610	94,023	1,190,145
Noncurrent liabilities:					
Compensated absences	27,343	0	0	0	27,343
Advances from other funds	2,952,890	0	0	0	2,952,890
Total liabilities	3,322,331	717,414	36,610	94,023	4,170,378
NET POSITION					
Net investment in capital assets	2,942,633	0	0	29,383	2,972,016
Reserve for workmen's compensation claims	0	0	197,052	0	197,052
Unrestricted	(2,942,633)	0	0	(29,383)	(2,972,016)
Total net position	\$0	\$0	\$197,052	\$0	\$197,052
•					

## CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

#### GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS

		INI	EKNAL SEKVICE F	UNDS	
	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMPENSATION	IT SERVICES	TOTAL INTERNAL SERVICE FUNDS
Operating revenues:					
Charges for services	\$3,697,394	\$4,476,834	\$623,515	\$1,337,253	\$10,134,996
Miscellaneous revenues	14,032	869,249	0	0	883,281
TOTAL OPERATING REVENUES	3,711,426	5,346,083	623,515	1,337,253	11,018,277
Operating expenses:					
Personal services	619,212	0	0	15,503	634,715
Contractual services	202,609	1,675,669	0	919,212	2,797,490
Claims paid	256	6,894,898	358,311	0	7,253,465
Supplies	2,055,378	17,196	0	49,938	2,122,512
Travel and training	214	0	0	289	503
Other services and charges	263,236	701	144,532	341,941	750,410
Depreciation expense	620,132	0	0	10,370	630,502
TOTAL OPERATING EXPENSES	3,761,037	8,588,464	502,843	1,337,253	14,189,597
OPERATING LOSS	(49,611)	(3,242,381)	120,672	0	(3,171,320)
Nonoperating revenue (expenses):					
Gain on sale of assets	49,611	0	0	0	49,611
TOTAL NON-OPERATING REVENUES (EXPENSES)	49,611	0	0	0	49,611
NET INCOME (LOSS) BEFORE CONTRIBUTIONS					
AND TRANSFERS	0	(3,242,381)	120,672	0	(3,121,709)
Transfers in	0	3,242,381	0	0	3,242,381
	0	3,242,381	0	0	3,242,381
CHANGE IN NET POSITION	0	0	120,672	0	120,672
NET POSITION - BEGINNING	0	0	76,380	0	76,380
NET POSITION - ENDING	\$0	\$0	\$197,052	\$0	\$197,052

#### CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2015

	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMP	IT SERVICES	TOTAL INTERNAL SERVICE FUNDS
Cash flows from operating activities:					
Cash received from customers	\$3,712,985	\$4,852,006	\$623,515	\$1,337,253	\$10,525,759
Cash payments to suppliers for goods and services	(\$2,284,189)	(7,887,059)	(615,334)	(1,369,181)	(12,155,763)
Cash payments to employees for services	(\$615,737)	0	0	0	(615,737)
Net change in cash from operating activities	813,059	(3,035,053)	8,181	(31,928)	(2,245,741)
Cash flows from non capital financing activities:					
Transfer in from other fund	0	3,242,381	0	0	3,242,381
Net change in cash from capital financing activities	0	3,242,381	0	0	3,242,381
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(\$862,670)	0	0	0	(862,670)
Sale of capital assets	\$49,611	0	0	0	49,611
Net change in cash from capital and related financing activities	(813,059)	0	0	0	(813,059)
Cash flows from investing activities:					
Purchase of investment securities	0	0	0	21,520	21,520
Net change in cash from investing activities	0	0	0	21,520	21,520
Net change in cash	0	207,328	8,181	(10,408)	205,101
Cash at beginning of year	0	0	64,941	12,309	77,250
Cash at end of year	\$0	\$207,328	\$73,122	\$1,901	\$282,351
RECONCILIATION OF OPERATING INCOME (LOSS) NET CHANGE IN	N CASH FROM OPERAT	ING ACTIVITIES:	-		
Operating income (loss)	(\$49,611)	(\$3,242,381)	\$120,672	\$0	(\$3,171,320)
Adjustments to reconcile operating income (loss) to net change in	(\$15,011)	(\$3,212,301)	\$120,072	40	(\$3,171,320)
cash from operating activities:					
Depreciation	620,132	0	0	10,370	630,502
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	1,559	(494,077)	0	0	(492,518)
(Increase) decrease in due from other funds	0	581,135	(34,278)	29,536	576,393
Decrease in due from other governments and agencies	0	0	0	1,915	1,915
Decrease in inventory	572	0	0	0	572
(Increase) decrease in prepaid expenses	0	0	(76,677)	2,536	(74,141)
(Decrease) increase in accounts payable	(238,686)	108,569	(1,536)	(76,285)	(207,938)
Increase in compensated absences	3,475	0	0	0	3,475
(Decrease) increase in due to other funds	(1,212,967)	11,701	0	0	(1,201,266)
Increase in advances from other funds	1,688,585	0	0	0	1,688,585
Net change in cash from operating activities	\$813,059	(\$3,035,053)	\$8,181	(\$31,928)	(\$2,245,741)

## This Page Intentionally Left Blank

# AGENCYFUNDS

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

**Evidence Agency Fund** - to account for monies taken in by the Valdosta Police Department but not condemned.

## CITY OF VALDOSTA, GEORGIA COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES FIDUCIARY FUNDS JUNE 30, 2015

	TREE COMMISSION	EVIDENCE AGENCY FUND	TOTAL FIDUCIARY FUNDS
ASSETS			
Cash	\$62,569	\$6,432	\$69,001
Investments	7,362	47,590	54,952
Total assets	\$69,931	\$54,022	\$123,953
LIABILITIES			
Due to other governments and agencies	\$69,931	\$0	\$69,931
Due to others	0	54,022	54,022
Total liabilities	\$69,931	\$54,022	\$123,953

## CITY OF VALDOSTA, GEORGIA AGENCY FUND COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES FOR THE YEAR ENDED JUNE 30, 2015

#### TREE COMMISSION

	Balance June 30, 2014	Additions	Deductions	Balance June 30, 2015
<u>ASSETS</u>				
Cash	\$53,124	\$12,019	\$2,574	\$62,569
Investments	7,352	10	0	7,362
Total assets	\$60,476	\$12,029	\$2,574	\$69,931
<u>LIABILITIES</u>				
Liabilities:				
Due to:				
Other governments and agencies	\$60,476	\$12,029	\$2,574	\$69,931
Total liabilities	\$60,476	\$12,029	\$2,574	\$69,931

#### EVIDENCE AGENCY FUND

	Balance June 30, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash	\$3,538	\$3,910	\$1,016	\$6,432
Investments	11,570	50,786	14,766	47,590
Total assets	\$15,108	\$54,696	\$15,782	\$54,022
<u>LIABILITIES</u>				
Liabilities:				
Due to:				
Others	\$15,108	\$54,696	\$15,782	\$54,022
Total liabilities	\$15,108	\$54,696	\$15,782	\$54,022

# SUPPLEMENTAL FINANCIAL DATA

CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 2002 FUND For the Year Ended June 30, 2015

Water and sewer improvements	No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
Resurfacing	4	Water and sower improvements	¢15 700 000	¢15 700 000	¢1 262 709	¢4 424 44E	<b>¢</b> 0	£2 200 242	1009/
Streets/side/walks		•	. , ,	. , ,					
Drainage		•	, ,	, ,					
Environmental compliance         50,000         500,000         91 94         0         0         91 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         981 94         10         00         1283 23         10         782 23         10         10         1782 323         100%         10         1782 323         100%         10         1782 323         100%         10         10         1782 323         100%         1184 323         10         10         1782 323         100%         1184 323         10         10         10%         10%         100%         10         10%         100% <t< td=""><td></td><td></td><td>, ,</td><td>, ,</td><td>-,,</td><td>-, -</td><td></td><td>-,,</td><td></td></t<>			, ,	, ,	-,,	-, -		-,,	
6 Sanitation equipment         1,350,000         1,350,000         2,981,994         0         0         2,824,431         100         2,252,431         100%           8 Intersection improvement         2,750,000         2,750,000         1,782,323         0         0         1,782,323         100%           9 Saunders park         1,000,000         1,304,337         1,304,337         0         0         1,304,337         100%           10 Freedom park         2,000,000         2,000,000         220,623         0         0         232,623         100%           11 New district 5 park         1,500,000         1,500,000         1,500,000         688,812         0         688,812         100         688,812         100%         688,812         100%         688,812         100         688,912         100         688,912         100         688,912         100         688,812         100%         688,912         100%         688,812         100%         688,812         100%         688,912         100%         688,912         100%         688,912         100%         688,912         100%         688,912         100%         688,912         100%         688,912         100%         688,912         100%         688,612         100		ě .	, ,	, ,	-,,-			, ,	
Traffic enhancement and safety 1,000,000 1,000,000 2,524,431 0 0 2,524,431 100% Intersection improvement 2,750,000 2,750,000 1,782,323 0 0 1,782,323 100% Saunders park 1,000,000 1,304,337 1,304,337 0 0 1,304,337 100% 17,625,333 100% 1,304,337 1,304,337 0 0 1,304,337 100% 1,304,337 1,304,337 0 0 1,304,337 100% 1,304,337 1,304,337 0 0 68,8,12 100% 1,304,337 1,304,337 0 0 68,8,12 100% 1,304,337 1,304,337 0 0 68,8,12 100% 1,304,337 1,304,337 0 0 68,8,12 100% 1,304,337 1,304,3		·	,	,	-			-	
Intersection improvement		• •	, ,	, ,	,	-	-	,	
Saunders park		,	, ,	, ,					
10   Freedom park   2,000.000   2,000.000   222,623   0   0   232,623   100%     11   New district 5 park   1,500.000   1,500.000   688,812   0   0   688,812   100%     12   Scott park   1,200.000   1,200.000   1,295,293   0   0   1,295,293   100%     13   Rehab existing fire stations   350,000   350,000   348,486   0   0   848,486   100%     14   City hall renovation   700,000   708,210   869,908   0   0   869,908   100%     15   Customer service expansion   300,000   360,620   360,620   0   0   360,620   100%     16   Streetscape expansion   500,000   500,000   421,012   0   0   421,012   100%     17   St. Augustine underpass   3,000,000   3,000,000   452   0   0   452   100%     18   Crime lab   200,000   200,000   704,300   0   0   704,300   100%     19   Public safety AVL   750,000   750,000   750,000   0   0   750,000   100%     10   Cemetery improvements   200,000   207,767   207,767   0   207,767   100%     15   McKey park   300,000   300,000   410,261   0   0   410,261   100%     16   McKey park   300,000   300,000   410,261   0   0   410,261   100%     17   McKey park   300,000   300,000   410,261   0   0   781,099   100%     18   City park   300,000   300,000   378,109   0   0   781,099   100%     19   Value   300,000   300		•	, ,	, ,					
New district 5 park		•	, ,	, ,					
Scott park		•	, ,	, ,	,	-		,	
Rehab existing fire stations   350,000   350,000   348,486   0   0   848,486   100%,		•	, ,	, ,	,			,	
City hall renovation   700,000   708,210   869,908   0   0   869,908   100%		•	, ,	, ,					
15   Customer service expansion   300,000   360,620   360,620   0   0   360,620   100%		· ·	,	,	,			,	
16         Streetscape expansion         500,000         500,000         421,012         0         421,012         100%           17         St. Augustine underpass         3,000,000         3,000,000         452         0         0         452         100%           18         Crime lab         200,000         200,000         750,000         0         0         769,300         100%           19         Public safety AVL         750,000         750,000         750,000         0         0         750,000         100%           20         Cemetery improvements         200,000         207,767         0         0         207,767         100         0         410,261         100         410,261         100%         410,261         100%         410,261         100%         410,261         100%         410,261         100%         750,000         750,000         750,000         750,000         750,000         750,000         750,000         750,000         750,885         0         0         775,885         100%         115,653         100%         15,565         0         0         755,885         100%         0         755,885         100%         0         755,825         100%         0 <t< td=""><td></td><td></td><td>,</td><td>,</td><td>,</td><td></td><td></td><td>,</td><td></td></t<>			,	,	,			,	
17         St. Augustine underpass         3,000,000         3,000,000         7452         0         0         452         100%           18         Crime lab         200,000         200,000         704,300         0         704,300         100%           19         Public safety AVL         750,000         750,000         0         0         750,000         100%           20         Cemetery improvements         200,000         207,767         207,767         0         0         207,767         100%           21         McKey park         300,000         300,000         410,261         0         0         410,261         100%           22         Mathis auditorium         75,000         78,109         78,109         0         0         78,109         100%           23         Craig center         75,000         114,828         115,653         0         0         115,653         100%           24         Minor park improvements         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90,000         90		•	,	,	,			,	
18   Crime lab   200,000   200,000   704,300   0   0   704,300   100%   19   Public safety AVL   750,000   750,000   750,000   0   0   750,000   100%   20   20   20   20   20   20   20			,	,	,			,	
19   Public safety AVL		· ·	, ,	, ,					
20         Cemetery improvements         200,000         207,767         207,767         0         0         207,767         100%           21         McKey park         300,000         300,000         410,261         0         0         410,261         100%           22         Mathis auditorium         75,000         78,109         78,109         0         0         78,109         100%           23         Craig center         75,000         114,828         115,653         0         0         115,653         100%           24         Minor park improvements         900,000         900,000         705,885         0         0         75,885         100%           25         New station #1 headquarters         1,500,000         1,585,849         1,595,521         0         0         1,595,521         100%         100%         3,571         0         0         1,595,521         100%         100%         3,571         0         0         3,571         100%         100%         3,571         100%         0         3,571         100%         3,571         100%         3,571         100%         3,571         100%         3,571         100%         3,571         100%         3,571			,	,	,			,	
McKey park   300,000   300,000   410,261   0   0   410,261   100%   22   Mathis auditorium   75,000   78,109   78,109   0   0   0   78,109   100%   23   Craig center   75,000   114,828   115,653   0   0   115,653   100%   240,845   100%   250,000   144,828   15,95,521   0   0   1,595,521   100%   250,000   250,000   3,571   0   0   3,571   100%   250,000   250,000   3,571   0   0   3,571   100%   250,000   250,000   3,571   0   0   3,571   100%   250,000   250,000   3,571   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   250,000   3,571   0   0   0   3,571   100%   250,000   25		•	,	,	,			,	
22         Mathis auditorium         75,000         78,109         78,109         0         0         78,109         100%           23         Craig center         75,000         114,828         115,653         0         0         115,663         100%           24         Minor park improvements         900,000         900,000         705,885         0         0         705,885         100%           25         New station #1 headquarters         1,500,000         1,585,849         1,595,521         0         0         1,595,521         100%           26         Upgrade drill training facility         250,000         250,000         3,571         0         0         3,571         100%           26         Upgrade drill training facility         250,000         788,626         0         0         788,626         100%           27         100° aerial ladder truck         750,000         788,626         0         0         99,292         100%           28         Hydraulic rescue tools         150,000         150,000         89,292         0         0         99,292         100%           29         Renovate station #1 (court)         500,000         801,273         1,618,766         0		, ,	,	,	,			,	
23         Craig center         75,000         114,828         115,653         0         0         115,653         100%           24         Minor park improvements         900,000         900,000         705,885         0         0         705,885         100%           25         New station #1 headquarters         1,500,000         1,585,849         1,595,521         0         0         1,595,521         100%           26         Upgrade drill training facility         250,000         250,000         3,571         0         0         7,595,521         100%           27         100' aerial ladder truck         750,000         788,626         788,626         0         0         788,626         100%           28         Hydraulic rescue tools         150,000         801,273         1,618,766         0         0         1,618,766         100%           30         Police department         700,000         801,273         1,618,766         0         0         1,618,766         100%           31         Technology improvement         0         87,949         235,305         0         0         235,305         100%           32         Vallotton Park         750,000         750,000 <td< td=""><td></td><td>, ,</td><td>,</td><td>,</td><td>,</td><td></td><td></td><td>,</td><td></td></td<>		, ,	,	,	,			,	
24         Minor park improvements         900,000         900,000         705,885         0         0         705,885         100%           25         New station #1 headquarters         1,500,000         1,585,849         1,595,521         0         0         1,595,521         100%           26         Upgrade drill training facility         250,000         250,000         3,571         0         0         3,571         100%           27         100' aerial ladder truck         750,000         788,626         788,626         0         0         788,626         100%           28         Hydraulic rescue tools         150,000         150,000         99,292         0         0         99,292         100%           29         Renovate station #1 (court)         500,000         801,273         1,618,766         0         0         1,618,766         100%           30         Police department         700,000         700,000         535,906         0         0         235,305         100%           31         Technology improvement         0         87,949         235,305         0         0         235,305         100%           32         Vallotton Park         750,000         750,000			,	,	,			,	
New station #1 headquarters		ě .	,	,	,			,	
26         Upgrade drill training facility         250,000         250,000         3,571         0         0         3,571         100%           27         100' aerial ladder truck         750,000         788,626         788,626         0         0         788,626         100%           28         Hydraulic rescue tools         150,000         150,000         99,292         0         0         99,292         100%           29         Renovate station #1 (court)         500,000         801,273         1,618,766         0         0         1,618,766         100%           30         Police department         700,000         700,000         535,906         0         0         535,906         100%           31         Technology improvement         0         87,949         235,305         0         0         235,305         100%           32         Vallotton Park         750,000         750,000         240,894         0         0         240,894         100%           34         Multi use trail         0         0         1,895,000         0         0         0         0         0         0         0         0         0         0         0         0         0		·	,	,	,			,	
27         100' aerial ladder truck         750,000         788,626         788,626         0         0         788,626         100%           28         Hydraulic rescue tools         150,000         150,000         99,292         0         0         99,292         100%           29         Renovate station #1 (court)         500,000         801,273         1,618,766         0         0         1,618,766         100%           30         Police department         700,000         700,000         535,906         0         0         535,906         100%           31         Technology improvement         0         87,949         235,305         0         0         225,305         100%           32         Vallotton Park         750,000         750,000         240,894         0         0         240,894         100%           33         Other Municipal Improvements         1,895,000         1,895,000         0 <td></td> <td>•</td> <td>, ,</td> <td>, ,</td> <td>, ,</td> <td></td> <td></td> <td>, ,</td> <td></td>		•	, ,	, ,	, ,			, ,	
28 Hydraulic rescue tools   150,000   150,000   99,292   0   0   99,292   100%			,	,	,			,	
29         Renovate station #1 (court)         500,000         801,273         1,618,766         0         0         1,618,766         100%           30         Police department         700,000         700,000         535,906         0         0         535,906         100%           31         Technology improvement         0         87,949         235,305         0         0         235,305         100%           32         Vallotton Park         750,000         750,000         240,894         0         0         240,894         100%           33         Other Municipal Improvements         1,895,000         <			,	,	,			,	
Police department		•	,	,	,			,	
Technology improvement   0   87,949   235,305   0   0   235,305   100%		` ,	/	,	,,	-		,,	
32         Vallotton Park         750,000         750,000         240,894         0         0         240,894         100%           33         Other Municipal Improvements         1,895,000         1,895,000         0		•	,	,	,			,	
33         Other Municipal Improvements         1,895,000         1,895,000         0         0         0         0         0         0%           34         Multi use trail         0         0         144,262         0         0         144,262         100%           35         Adair street property         0         0         55,000         0         0         55,000         100%           36         Publics works tanks         0         0         93,732         0         0         93,732         100%           37         Water plant and related         0         0         12,334,872         0         0         12,334,872         100%           38         Engineering         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%		0, 1	-	- ,	,			,	
34         Multi use trail         0         0         144,262         0         0         144,262         100%           35         Adair street property         0         0         55,000         0         0         55,000         100%           36         Publics works tanks         0         0         93,732         0         0         93,732         100%           37         Water plant and related         0         0         12,334,872         0         0         12,334,872         100%           38         Engineering         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           W/S utility fac									
35         Adair street property         0         0         55,000         0         0         55,000         100%           36         Publics works tanks         0         0         93,732         0         0         93,732         100%           37         Water plant and related         0         0         12,334,872         0         0         12,334,872         100%           38         Engineering         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         2,992         0         0         22,992         100%           Transfer in		·							
36         Publics works tanks         0         0         93,732         0         0         93,732         100%           37         Water plant and related         0         0         12,334,872         0         0         12,334,872         100%           38         Engineering         0         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Transfer in         0         0         (91,832)         0         0         (91,832)         0         0         (91,832)					,			,	
37         Water plant and related         0         0         12,334,872         0         0         12,334,872         100%           38         Engineering         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Year of the control of the co					,			,	
38         Engineering         0         0         72,397         0         0         72,397         100%           39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Transfer in         0         0         (91,832)         0         0         48,107,420           Transfer out         0         0         130,508         0         0         130,508									
39         Court         0         0         114,424         0         0         114,424         100%           40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Transfer in         0         0         (91,832)         0         0         48,107,420           Transfer out         0         0         (91,832)         0         0         (91,832)		•						, ,	
40         Community development         0         0         97,466         0         0         97,466         100%           41         Sanitation res collection         0         0         184,934         0         0         184,934         100%           42         Public works property         0         0         1,028,488         0         0         1,028,488         100%           43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Transfer in         0         0         (91,832)         0         0         (91,832)         0         0         (91,832)         0         0         (91,832)         0         0         130,508         0         0         130,508         0         0         130,508         0         0         130,508         0         0         130,508         0         0         130,508         0         0         130,508         0		0 0						,	
41     Sanitation res collection     0     0     184,934     0     0     184,934     100%       42     Public works property     0     0     1,028,488     0     0     1,028,488     100%       43     W/S utility facility building     0     0     22,992     0     0     22,992     100%       Transfer in     0     0     (91,832)     0     0     (91,832)       Transfer out     0     0     130,508     0     0     130,508								,	
42     Public works property     0     0     1,028,488     0     0     1,028,488     100%       43     W/S utility facility building     0     0     22,992     0     0     22,992     100%       Subtotal     51,095,000     52,032,568     46,967,541     1,139,879     0     48,107,420       Transfer in     0     0     (91,832)     0     0     (91,832)       Transfer out     0     130,508     0     0     130,508					,			,	
43         W/S utility facility building         0         0         22,992         0         0         22,992         100%           Subtotal         51,095,000         52,032,568         46,967,541         1,139,879         0         48,107,420           Transfer in         0         0         (91,832)         0         0         (91,832)           Transfer out         0         0         130,508         0         0         130,508					,			,	
Subtotal         51,095,000         52,032,568         46,967,541         1,139,879         0         48,107,420           Transfer in         0         0         (91,832)         0         0         (91,832)           Transfer out         0         0         130,508         0         0         130,508		,	-		, ,			, ,	
Transfer in         0         0         (91,832)         0         0         (91,832)           Transfer out         0         0         130,508         0         0         130,508	43								
Transfer out 0 0 130,508 0 0 130,508			- ,,		, ,			, ,	
		TOTAL	\$51,095,000	\$52,032,568	\$47,006,217	\$1,139,879	\$0	\$48,146,096	_

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

CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 2007 FUND For the Year Ended June 30, 2015

No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
1	Resurfacing	\$2,500,000	\$3,948,206	\$3,838,704	0	\$0	\$3,838,704	100%
2	Road improvements	10,000,000	6,800,102	6,251,560	7,601	0	6,259,161	100%
3	Sidewalk improvements	2,000,000	2,600,115	2,545,834	24,926	0	2,570,760	100%
4	Intersection improvements	2,500,000	270,331	270,330	0	0	270,330	100%
5	Drainage improvements	4,000,000	3,986,121	3,867,751	0	0	3,867,751	100%
6	Traffic improvements	1,000,000	262,590	380,751	0	0	380,751	100%
7	Street maintenance repairs	500,000	152,223	152,223	0	0	152,223	100%
8	Piping of ditches	1,500,000	210,730	3,269	0	0	3,269	100%
9	Crime lab equipment and land acq	1,500,000	2,449,422	2,449,421	0	0	2,449,421	100%
10	Driving simulator	200,000	0	0	0	0	0	0%
11	Technology (EVOC range)	200,000	374,946	355,555	0	0	355,555	100%
12	Parking overhang	100,000	0	0	0	0	0	100%
13	Taser equipment	150,000	52,465	49,762	0	0	49,762	100%
14	Records management software	600,000	300,000	348,250	0	0	348,250	100%
15	District 1 parks	1,000,000	332,445	236,992	0	0	236,992	100%
16	Youth facility	3,000,000	3,000,000	3,000,000	0	0	3,000,000	100%
17	Tennis center - McKey park	2,000,000	1,445,372	1,448,843	0	0	1,448,843	100%
18	Azalea city trail - west extension	1,500,000	0	0	0	0	0	0%
19	General park improvements	1,000,000	90,573	90,573	0	0	90,573	100%
20	Property purchase for park	2,000,000	1,000,000	1,000,000	0	0	1,000,000	100%
21	Community/senior citizen expansion	255,828	343,006	343,006	0	0	343,006	100%
22	Senior citizen pool	500,000	501,418	501,418	0	0	501,418	100%
23	Fire safety educational training area	500,000	118,290	118,290	0	0	118,290	100%
24	3 bay fire station - Bemiss road	1,250,000	0	0	0	0	0	0%
25	1500 GPM pumper truck	350,000	875,000	874,522	0	0	874,522	100%
26	100 ft aerial platform truck	850,000	0	0	0	0	0	0%
27	Training facility improvements	750,000	0	0	0	0	0	0%
28	Water & sewer services for annexed islands	5,000,000	0	0	62,090	0	62,090	0%
29	Sewer system rehabilitation	5,000,000	2,814,519	3,198,728	1,293,256	0	4,491,984	100%
30	Wastewater treatment & disposal expansions	5,000,000	3,791,355	2,976,793	1,467	0	2,978,260	100%
31	Water transmission lines phase II	3,000,000	1,807,582	2,405,150	30,716	0	2,435,866	100%
32	Refuse trucks	1,000,000	1,061,554	1,061,554	0	0	1,061,554	100%
33	Benion property improvements	500,000	9,775	9,775	0	0	9,775	100%
34	New recycle center	300,000	21,920	21,919	0	0	21,919	100%
35	Miscellaneous	200,000	36,751	23,210	0	0	23,210	100%
36	Software & hardware	1,500,000	1,505,265	1,540,288	0	0	1,540,288	100%
37	Municipal auditorium (prop acq & design)	5,000,000	4,801,258	4,390,764	0	0	4,390,764	10%
38	General	1,000,000	115,233	111,821	0	0	111,821	100%
39	Gateway redevelopment	500,000	25,000	519	18,165	0	18,684	100%
40	Contingency	550,000	0	0	0	0	0	0%
41	Airport authority	1,000,000	900,000	1,175,264	0	0	1,175,264	100%
42	Parking deck Hospital	1,500,000	250,000	250,000	0	0	250,000	100%
43	Parks and Rec administration offices/gym	0	891,486	931,099	0	0	931,099	100%
44	Freedom park expansion	0	1,129,073	1,129,073	0	0	1,129,073	100%
45	MLK memorial park	0	0	5,787	0	0	5,787	0%
46	Health Clinic	0	65,589	65,589	0	0	65,589	100%
47	Municipal Auditorium	0	218,973	482,926	0	0	482,926	100%
48	Miscellaneous Parks Improvements	0	4,905	4,905	0	0	4,905	100%
49	Water Treatment Plant By-Pass	0	89,002	89,002	0	0	89,002	100%
50	Bay Extension	0	140,000	153,480	0	0	153,480	100%
51	Transportation Master Plan	0	108,154	0	0	0	0	0%
52	Cemetery Improvements	0	0	9,830	0	0	9,830	0%
53	Withlacoochee Repairs	0	3,548,631	2,333,414	26,813	0	2,360,227	100%
	Subtotal	72,755,828	52,449,380	50,497,944	1,465,034	0	51,962,978	
	Transfer in	0	0	(362,036)	0	0	(362,036)	
	Transfer out	0	0	0	300,000	0	300,000	_
	TOTAL	\$72,755,828	\$52,449,380	\$50,135,908	\$1,765,034	\$0	\$51,900,942	_

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

CITY OF VALDOSTA, GEORGIA SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL SALES TAX PROCEEDS SALES TAX 2013 FUND For the Year Ended June 30, 2015

No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
1	Resurfacing	\$2,000,000	\$2,000,000	(\$446,354)	1,132,628	(\$439,566)	\$246,708	0%
2	Road improvements	3,075,000	3,075,000	13,770	270,152	0	283,922	1%
3	Sidewalk improvements	2,000,000	2,000,000	0	314,220	0	314,220	16%
4	Intersection improvements	200,000	200,000	0	0	0	0	0%
5	Drainage improvements	3,000,000	3,000,000	76,457	64,275	0	140,732	5%
6	Traffic improvements	750,000	750,000	0	78,407	0	78,407	10%
7	Street maintenance repairs	350,000	350,000	0	23,819	0	23,819	7%
8	Piping of ditches	300,000	300,000	0	27,962	0	27,962	9%
9	Police buildings	130,000	65,000	0	0	0	0	0%
10	Police contingency	105,000	0	0	0	0	0	0%
11	Public safety radio	2,505,000	2,231,750	0	22,487	0	22,487	1%
12	Technology police	633,000	565,000	45,384	518,941	0	564,325	100%
13	Police weapons	127,000	150,000	0	0	0	0	0%
14	Miscellaneous parks and recreation projects	1,000,000	800,000 0	0	11,799 0	0	11,799 0	1%
15	100' aerial fire truck	1,100,000	-	0	0	0	0	0%
16 17	County wide radio	2,000,000	1,641,750 0	0	0	0	0	0% 0%
18	Pumper trucks Public works claw truck	1,600,000 435.000	0	0	0	0	0	0%
19	Miscellaneous equipment	435,000 80.000	0	0	0	0	0	0%
20	Front end loader	530,000	0	0	0	0	0	0%
21	Pelican sweeper	165,000	0	0	0	0	0	0%
22	Refuse trucks	960,000	160,000	0	0	0	0	0%
23	Rear end loader	330.000	0	0	0	0	0	0%
24	Water and sewer contingency	5,257,186	0	0	0	0	0	0%
25	Sewer collections system	20,000,000	15,000,000	0	0	0	0	0%
26	Equipment	375,000	0	0	0	0	0	0%
27	GEFA debt repayment for Force Main Project	6,034,554	13,166,740	30.651	404,791	0	435,442	3%
28	Manhole/liner rehabilitation	3,100,000	3.400.000	59,594	860.820	0	920,414	27%
29	Sewer collections smoke testing	633,260	333,260	113,787	132.053	0	245.840	74%
30	Withlacoochee sewer plant	20,000,000	23,500,000	0	12,008,859	0	12,008,859	51%
31	Downtown	500,000	500,000	0	0	0	0	0%
32	Mathis auditorium	250,000	0	0	0	0	0	0%
33	Software & hardware	500,000	250,000	0	0	0	0	0%
34	Vallotton lighting	0	0	0	34,850	0	34,850	0%
35	Force main easements	0	0	0	15,888	0	15,888	0%
36	Supplement environmental project	0	0	0	0	0	0	0%
37	Sugar creek stream/wetlands credits	0	0	0	24,000	0	24,000	0%
38	Withlacoochee stream/wetlands credits	0	0	0	62,605	0	62,605	0%
	Subtotal	80,025,000	73,438,500	(106,711)	16,008,556	(439,566)	15,462,279	
	Transfer in	0	0	0	(300,000)	0	(300,000)	_
	TOTAL	\$80,025,000	\$73,438,500	(\$106,711)	\$15,708,556	(\$439,566)	\$15,162,279	=

Schedule accounts for the total funding to be received under the 2013 SPLOST referendum.

## This Page Intentionally Left Blank

# STATISTICAL SECTION (UNAUDITED)

### City of Valdosta, Georgia Statistical Section (Unaudited)

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

#### Financial Trends

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

#### **Revenue Capacity**

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

#### **Debt Capacity**

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

#### **Demographic and Economic Information**

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

#### **Operating Information**

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

#### Source:

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

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities	2000	2007	2006	2009	2010	2011	2012	2013	2014	2013
Net Investment in Capital Assets	\$134,779,576	\$140,073,166	\$142,529,877	\$140,740,030	\$141,810,546	\$136,535,181	\$132,580,868	\$132,065,895	\$130,310,228	\$82,400,730
Restricted	φ134,779,370 Ω	\$140,073,100 0	φ142,329,677 Ω	5,865,897	2,148,289	5,426,814	9,910,542	8,345,295	4,545,543	4,545,543
Unrestricted	15.067.834	14.841.980	16.437.761	10.515.004	8.289.776	4,020,845	(795,246)	(5,970,254)	(7,135,321)	(6,568,573)
Total governmental activities net position	\$149,847,410	\$154,915,146	\$158,967,638	\$157,120,931	\$152,248,611	\$145,982,840	\$141,696,164	\$134,440,936	\$127,720,450	\$80,377,700
Total governmental activities het position	\$149,647,410	\$154,915,140	ψ138, <del>907,038</del>	\$137,120,931	\$132,240,011	\$143,982,840	\$141,090,104	\$134,440,930	\$127,720,430	\$60,377,700
Business-type activities										
Net Investment in Capital Assets	\$65,776,928	\$70,316,009	\$75,084,728	\$85,383,196	\$93,844,326	\$92,578,491	\$95,909,403	\$101,298,255	\$106,519,347	\$122,682,085
Restricted	1,901,402	1,999,816	1,960,292	0	0	0	0	0	0	0
Unrestricted	8,999,650	10,783,976	7,395,534	610,509	(2,328,920)	901,087	(2,300,288)	(2,694,424)	(4,367,660)	(6,796,181)
Total business-type activities net position	\$76,677,980	\$83,099,801	\$84,440,554	\$85,993,705	\$91,515,406	\$93,479,578	\$93,609,115	\$98,603,831	\$102,151,687	\$115,885,904
Drimon, government										
Primary government  Net Investment in Capital Assets	\$200,556,504	\$210,389,175	\$217.614.605	\$226,123,226	\$235,654,872	\$229,113,672	\$228.490.271	\$233.364.150	\$236,829,575	\$205,082,815
Restricted	1,901,402	1,999,816	1,960,292	5,865,897	2,148,289	5,426,814	9,910,542	8,345,295	4,545,543	4,545,543
Unrestricted	24,067,484	25,625,956	23,833,295	11,125,513	5,960,856	4,921,932	(3,095,534)	(8,664,678)	(11,502,981)	(13,364,754)
Total primary government net position	\$226,525,390	\$238,014,947	\$243,408,192	\$243,114,636	\$243,764,017	\$239,462,418	\$235,305,279	\$233,044,767	\$229,872,137	\$196,263,604
rotal primary government net position	φ220,323,390	φ230,014,947	φ243,400,192	φ243,114,030	φ243,764,017	φ233,402,410	φ235,305,279	φ233,044,767	φ223,012,131	φ130,203,004

#### Changes in Net Positions

Last Ten Fiscal Years (accrual basis of accounting)

Page   196											-
Page		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Control   Cont	Expenses	2000	2001	2000	2003	2010	2011	2012	2013	2014	2013
1.48,000   1.48,000   1.59,000   1.59,001   1.59,001   1.59,001   1.59,001   1.59,000											
Control   Cont											
Part											
Control   Cont											
Section   Sect											
March   Marc		923	0	0	0	0	0	0	0	9,846	5,003
Section   1946-317   3446-328   3478-368   3478-368   4378-565   438-565   436-575   446-268   4471-355   475-3569   347-356	Total governmental activities	48,714,185	43,648,940	43,103,942	47,763,449	48,443,994	45,530,812	48,162,281	45,659,422	47,099,225	46,003,928
Section   1946-317   3446-328   3478-368   3478-368   4378-565   438-565   436-575   446-268   4471-355   475-3569   347-356											
Para para   10,205,738   10,005,708   10,005,708   11,006,978   11,006,978   11,006,978   11,006,978   11,006,978   12,006,006   12,006,068   12,0		3 845 371	3 436 833	3 793 083	4 269 920	4 124 236	4 379 655	4 392 197	4 482 868	4 611 013	4 793 589
Page 1   24/12/20											
Section   Sect										1,042,114	
Series   10	Zoning									-	
Marcian   178,016   196,977   198,707   198,											
Part											
Teach comparison   16.420.007   16.514.100   17.772.006   20.117.52   20.117											
Page		16,420,087	16.514.190					21.345.259			24.111.743
Contract		\$65,134,272	\$60,163,130	\$60,827,782	\$67,195,361	\$67,316,069		\$69,507,540	\$66,050,044		\$70,115,671
Contract											
Comparison											
Control   Cont											
Part		\$3 753 195	\$3,922 148	\$334 070	\$304.914	\$116.678	\$94.155	\$204.692	\$54.692	\$103.489	\$355 698
Column											
Control para and combinemes   3,756,267   3,726,168   2,910,577   2,925,277   1,677,825   2,386,413   683,356   2,168,335   2,860,619   2,156,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025   2,064,026   2,164,025					872,535						
Page	Other activities										
Reserve		495,690	1,488,748	2,010,035	2,955,677	1,678,825	2,386,413	683,356	2,168,333	2,680,619	2,156,022
Relience type attilities   Clarge fire errors   3,739,650   4,143,051   4,305,755   4,266,0629   4,347,346   4,278,915   4,101,616   4,399,519   4,701,759   4,762,108   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,701,759   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,762,108   4,7											
Charge for marke   Santan	Total governmental activities program revenues	10,570,756	11,979,201	6,152,729	0,050,204	17,270,000	13,177,795	15,976,462	14,521,519	15,012,000	17,091,340
Marsian   3,738,555	Business-type activities										
Variation   12,221,177	Charges for services										
Page   1.52,791   1.14,5.221   1.001,7.45   7.77,2.09   1.009,372   9.05,977   644,462   572,525   784,402   920,440   1.001,5.15   1											
December   169,157   469											
Seminary											
Content											
Control price and combination   Control   C											
Teal prissury government program revroses	Operating grants and contributions				46,673	459,325					
Tacid primary government program revenues    Sep_207,935   \$31,996.684   \$28,147,067   \$26,797,836   \$42,435,828   \$35,788,291   \$38,692,170   \$37,976,371   \$39,017,311   \$42,746.616     Not Expansive Revenues   Sep_207,935   \$31,996.684   \$28,147,067   \$26,997,836   \$42,435,828   \$35,788,291   \$33,692,170   \$33,697,931   \$34,076.516     Not Expansive Revenues and Charles Revenues And	Capital grants and contributions	65,000									
Not			20,017,483		19,939,632						
Same companies attivities   Same companies (Same companies of the partition of the partit	Total primary government program revenues	\$29,207,935	\$31,990,004	\$20,147,007	\$20,797,030	\$42,435,626	\$35,766,291	\$36,692,170	\$31,910,311	\$39,017,311	\$42,740,010
Same companies attivities   Same companies (Same companies of the partition of the partit	Net (Expense)/Revenue										
Tead privage government net sepanes   \$35,926,337   \$28,166,446   \$32,680,715   \$40,397,525   \$24,880,241   \$29,847,815   \$30,815,370   \$28,071,673   \$30,409,685   \$27,369,055		(\$38,143,429)	(\$31,669,739)	(\$34,951,213)		(\$31,165,914)	(\$32,353,017)	(\$32,183,799)	(\$31,137,903)	(\$31,286,357)	(\$28,312,588)
Commark Commental activities   Commark Commental activities   Sci. Sci. Sci. Sci. Sci. Sci. Sci. Sci.					507,720		2,505,202				
Taxas	Total primary government net expense	(\$35,926,337)	(\$28,166,446)	(\$32,680,715)	(\$40,397,525)	(\$24,880,241)	(\$29,847,815)	(\$30,815,370)	(\$28,071,673)	(\$30,409,685)	(\$27,369,055)
Taxas	6 IB 101 G 1 V										
Transfer   St   1,367 687   St   2,029,033   S8,545,239   S7,883 728   S5,804,625   S5,878,814   S6,022,229   S6,348,885   S6,974,207   S10,089,226   Sie hat   S6,022,229   S6,348,855   S6,974,207   S10,089,226   S19,089,226   S6,974,207   S10,089,226   S10,089,226   S19,089,226   S19,089,226   S19,089,226   S19,089,226   S19,089,226   S19,089,226   S19,089,226   S10,089,226   S											
Sales											
Accomplations tax 0 0 0 8.21,513 1,536,227 1,476,776 1,504,153 1,556,285 1,667,870 1,866,448 2,725,208 1,667,870 1,866,448 2,725,208 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 9,381,528 1,867,870 1,864,442 1,831,528 1,867,870 1,864,442 1,831,528 1,867,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,862,870 1,864,444 1,831,131 1,864,470 1,8	Property taxes										
Description											
Society   Soci											
Mischineous   F73,177   502,251   318,093   (85,274)   409,010   640,692   619,479   227,429   587,662   628,271     Contributions to premanent find   0											
Comparison of											
Total governmental activities    Hulinos type activities	Contributions to permanent fund										
Businesstype activities   Property taxes   89,184   71,473   98,174   0   0   0   0   0   0   0   0   0	Transfers								(2,646,499)		
Property varies   89,184   71,473   98,174   0   0   0   0   0   0   0   0   0	Total governmental activities	44,493,158	36,737,475	39,003,705	41,471,789	26,300,715	26,087,246	27,897,123	23,788,186	24,565,871	19,133,753
Property varies   89,184   71,473   98,174   0   0   0   0   0   0   0   0   0	Resiners type activities										
Instance carnings   348,270   595,253   436,120   81,149   7,440   14,163   3,178   792   123   0   0   0   0   0   0   0   0   0		89 184	71 473	98 174	0	0	0	0	0	0	0
Caption contribution   11,436,796   3,783,491   0   0   0   0   0   0   0   0   0											
Total business-type activities 10,854,616 2,918,528 (929,745) (1,367,820) (763,972) (541,030) (1,238,892) 2,693,153 2,671,184 12,790,684 Total primary government \$\$5,5,347,774\$ \$39,656,003 \$38,073,960 \$40,103,969\$ \$25,536,743 \$25,546,216 \$26,658,231 \$26,481,339 \$27,237,055 \$31,924,437\$ Change in Net Position \$\$6,349,729\$ \$5,067,736 \$4,052,492 \$566,544 (\$4,865,199) (\$6,265,771) (\$4,286,676) (\$7,349,717) (\$6,720,486) (\$9,178,835) Business type activities \$13,071,708 6,421,821 1,340,753 (680,100) 5,521,701 1,964,172 129,537 5,759,383 3,547,856 13,734,217		11,436,796	3,783,491	0	0	0	0	0	0	0	•
Total primary government \$\$55,347,774 \$\$39,656,003 \$\$38,073,960 \$\$40,103,969 \$\$25,536,743 \$\$25,546,216 \$\$26,658,231 \$\$26,481,339 \$\$27,237,055 \$\$31,924,437\$		(1,019,634)	(1,531,689)		(1,448,969)						
Change in Net Position  Governmental activities \$6,349,729 \$5,067,736 \$4,052,492 \$566,544 (\$4,865,199) (\$6,265,771) (\$4,286,676) (\$7,349,717) (\$6,720,486) (\$9,178,835) Business type activities 13,071,708 6,421,821 1,340,753 (\$60,100) 5,521,701 1,964,172 129,537 5,759,383 3,547,856 13,734,217		10,854,616		(929,745)		(763,972)	(541,030)				
Governmental activities         \$6,349,729         \$5,067,736         \$4,052,492         \$566,544         \$(\$4,865,199)         \$(\$6,265,771)         \$(\$4,286,676)         \$(\$7,349,717)         \$(\$6,720,486)         \$(\$9,178,835)           Businesstype activities         13,071,708         6,421,821         1,340,753         (860,100)         5,521,701         1,964,172         129,537         5,759,383         3,547,856         13,734,217	Total primary government	\$55,347,774	\$39,656,003	\$38,073,960	\$40,103,969	\$25,536,743	\$25,546,216	\$26,658,231	\$26,481,339	\$27,237,055	\$31,924,437
Governmental activities         \$6,349,729         \$5,067,736         \$4,052,492         \$566,544         \$(\$4,865,199)         \$(\$6,265,771)         \$(\$4,286,676)         \$(\$7,349,717)         \$(\$6,720,486)         \$(\$9,178,835)           Businesstype activities         13,071,708         6,421,821         1,340,753         (860,100)         5,521,701         1,964,172         129,537         5,759,383         3,547,856         13,734,217	Change in Net Position										
Business-type activities 13,071,708 6,421,821 1,340,753 (860,100) 5,521,701 1,964,172 129,537 5,759,383 3,547,856 13,734,217											
Total primary government \$19,421,437 \$11,489,557 \$5,393,245 (\$293,556) \$656,502 (\$4,301,599) (\$4,157,139) (\$1,590,334) (\$3,172,630) \$4,555,382	Business-type activities	13,071,708	6,421,821	1,340,753		5,521,701	1,964,172	129,537	5,759,383	3,547,856	13,734,217
	Total primary government	\$19,421,437	\$11,489,557	\$5,393,245	(\$293,556)	\$656,502	(\$4,301,599)	(\$4,157,139)	(\$1,590,334)	(\$3,172,630)	\$4,555,382

CITY OF VALDOSTA, GEORGIA Fund Balances, Governmental Funds, Last Ten Fiscal Years

(modifed accrual basis of accounting)

				Fiscal	Year					
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$1,653,503	\$1,493,568	\$1,564,414	\$6,155,409	\$7,927,686	\$0	\$0	\$0	\$0	\$0
Unreserved	9,588,697	10,230,912	10,276,936	5,919,560	1,071,975	0	0	0	0	0
Nonspendable	0	0	0	0	0	4,521,846	4,522,249	4,245,727	2,899,736	4,277,368
Restricted	0	0	0	0	0	176,391	181,778	151,288	177,245	207,912
Committed	0	0	0	0	0	10,767	10,767	10,767	10,767	10,767
Assigned	0	0	0	0	0	701,620	316,892	0	0	0
Unassigned	0	0	0	0	0	0	0	128,039	(1,080,989)	(1,873,454)
Total General Fund	\$11,242,200	\$11,724,480	\$11,841,350	\$12,074,969	\$8,999,661	\$5,410,624	\$5,031,686	\$4,535,821	\$2,006,759	\$2,622,593
All Other Governmental Funds										
Reserved	\$4,444,578	\$4,656,963	\$8,284,616	\$4,083,398	\$5,709,854	\$0	\$0	\$0	\$0	\$0
Unreserved, reported in:										
Special revenue funds	(1,771,166)	(2,323,132)	(2,585,325)	(385,432)	(13,830)	0	0	0	0	0
Capital projects funds	(5,053,707)	(4,982,373)	(2,648,012)	3,979,550	-547,313	0	0	0	0	0
Nonspendable, reported in:										
Special revenue funds	0	0	0	0	0	2,967,676	2,835,801	2,670,464	2,601,916	2,615,521
Capital projects funds	0	0	0	0	0	774,135	696,464	573,385	300,000	213,395
Permanent funds	0	0	0	0	0	1,472,224	1,525,822	1,304,778	1,617,435	1,639,355
Restricted, reported in:										
Special revenue funds	0	0	0	0	0	128,682	249,087	224,601	409,505	259,555
Capital projects funds	0	0	0	0	0	3,466,879	7,194,623	5,714,008	6,336,172	11,623,286
Assigned, reported in:										
Special revenue funds	0	0	0	0	0	107,906	205,630	323,727	404,357	319,114
Capital projects funds	0	0	0	0	0	763,598	39,966	0	0	490,642
Unassigned, reported in:										
Special revenue funds	0	0	0	0	0	(275,654)	(223,869)	(104,185)	(311,093)	(115,034)
Capital projects funds	0	0	0	0	0	(25,757)	0	0	0	(11,229,531)
Total all other governmental funds	(\$2,380,295)	(\$2,648,542)	\$3,051,279	\$7,677,516	\$5,148,711	\$9,379,689	\$12,523,524	\$10,706,778	\$11,358,292	\$5,816,303
Total all governmental funds	\$8,861,905	\$9,075,938	\$14,892,629	\$19,752,485	\$14,148,372	\$14,790,313	\$17,555,210	\$15,242,599	\$13,365,051	\$8,438,896

The City of Valdosta implemented GASB 54 for the fiscal year ended June 30, 2011.

Fund balances presented for fiscal years after 2010 are classified according the new standard (see note 1 in the financial statements).

CITY OF VALDOSTA, GEORGIA

#### Changes in Fund Balances, Governmental Funds,

#### Last Ten Fiscal Years

(modified accrual basis of accounting)

				Fiscal	Year					
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	\$45,390,222	\$37,436,011	\$38,559,386	\$28,554,986	\$24,755,327	\$24,345,814	25,550,030	25,647,433	26,306,492	30,611,633
Licenses and permits	339,199	355,287	350,301	439,643	423,463	394,262	519,109	514,949	508,051	529,749
Charges for services	762,923	726,163	740,615	1,048,126	116,347	384,075	437,959	476,460	376,127	458,832
Fines and forfeitures	1,152,529	1,341,798	1,354,321	1,318,613	1,361,565	1,414,425	1,517,532	1,391,867	1,233,369	1,150,198
Interest income	506,667	698,182	466,492	149,868	314,351	46,581	33,402	27,214	19,831	18,034
Contributions	114,895	128,094	131,843	124,039	44,444	59,507	55,730	64,720	40,764	17,731
Miscellaneous	263,223	240,942	336,547	306,393	272,068	520,475	687,666	599,370	695,265	644,895
Intergovernmental	4,861,189	2,616,216	3,409,690	15,102,975	15,843,248	12,238,994	14,151,399	12,627,387	14,681,553	16,116,112
Total revenues	53,390,847	43,542,693	45,349,195	47,044,643	43,130,813	39,404,133	42,952,827	41,349,400	43,861,452	49,547,184
Expenditures										
General government	7,684,767	8,198,996	9,338,406	10,560,058	10,802,936	10,777,003	9,917,407	9,623,141	9,818,403	10,815,741
Public safety	15,024,733	15,849,163	17,311,993	17,778,539	18,495,579	20,244,673	18,763,903	18,885,565	19,540,786	20,389,657
Public works	1,412,171	1,462,712	1,624,554	1,658,821	1,940,432	1,260,475	1,721,218	1,469,296	1,381,317	1,532,042
Culture-recreation	3,652,521	3,653,276	3,772,028	4,313,907	0	519,943	0	0	0	0
Economic development and assistance	1,109,737	1,266,656	1,607,675	1,165,702	1,115,620	1,316,736	1,066,518	1,035,531	1,235,625	984,591
Capital outlay	25,116,255	13,766,133	7,333,982	11,110,102	17,024,777	5,767,224	8,191,502	12,370,884	12,474,501	19,913,386
Debt service										
Interest	923	0	0	0	0	0	141,998	141,175	145,862	27,904
Principal	5,125	0	0	0	0	0	13,710	14,533	9,846	0
Total expenditures	54,006,232	44,196,936	40,988,638	46,587,129	49,379,344	39,886,054	39,816,256	43,540,125	44,606,340	53,663,321
Excess of revenues over (under)										
expenditures	(615,385)	(654,243)	4,360,557	457,514	(6,248,531)	(481,921)	3,136,571	(2,190,725)	(744,888)	(4,116,137)
Other Financing Sources (Uses)										
Capital lease	0	0	0	0	0	579,740	0	0	0	0
Transfers in	1,607,582	2,045,782	1,842,815	6,504,629	3,151,993	2,034,678	3,281,658	2,498,768	2,179,651	2,231,000
Transfers out	(587,948)	(1,177,506)	(386,681)	(2,102,287)	(2,507,575)	(1,490,556)	(3,653,332)	(2,694,456)	(3,312,311)	(3,041,018)
Total other financing sources (uses)	1,019,634	868,276	1,456,134	4,402,342	644,418	1,123,862	(371,674)	(195,688)	(1,132,660)	(810,018)
Net change in fund balances	\$404,249	\$214,033	\$5,816,691	\$4,859,856	(\$5,604,113)	\$641,941	\$2,764,897	(\$2,386,413)	(\$1,877,548)	(\$4,926,155)
Debt service as a										
percentage of noncapital expenditures	0.021%	0.000%	0.000%	0.000%	0.000%	0.000%	0.492%	0.500%	0.485%	0.083%

The City of Valdosta implemented GASB 44 for the fiscal year ended June 30, 2006.

#### CITY OF VALDOSTA, GEORGIA Program Revenues by Function/Program Last Ten Fiscal Years

(accrual basis of accounting)

				Program F	Revenues					
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Function/Program										
Governmental activities:										
General government	\$7,470,137	\$7,047,025	\$2,870,427	\$518,237	\$7,204,123	\$8,106,728	\$11,594,766	\$8,751,232	\$10,348,558	\$10,348,558
Public safety	2,010,699	3,952,751	3,193,007	4,330,966	5,326,139	3,624,803	3,589,112	4,685,125	4,823,989	4,823,989
Culture - recreation	619,797	573,334	582,084	890,830	11,791	0	0	0	0	0
Public works	422,484	93,748	108,327	117,483	3,446,562	103,835	148,462	734,521	168,377	168,377
Public involvement	47,639	312,343	1,398,884	1,000,688	1,289,465	1,342,429	646,142	350,641	471,944	471,944
Subtotal governmental activities	10,570,756	11,979,201	8,152,729	6,858,204	17,278,080	13,177,795	15,978,482	14,521,519	15,812,868	15,812,868
Business-type activities:										
Sanitation	3,739,650	4,143,031	4,300,575	4,312,702	4,862,180	4,571,388	4,337,833	4,399,518	4,701,759	4,762,127
Water and sewer	12,686,179	12,730,564	12,499,565	12,823,450	17,036,186	13,885,754	14,230,907	15,658,173	15,383,914	17,153,046
Inspection	1,225,791	1,145,821	1,001,745	777,209	1,009,372	905,977	737,682	642,235	784,402	920,440
Zoning	182,864	80,742	56,437	30,140	117,931	204,679	144,487	61,153	0	0
DOL building	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157
Storm Water	0	1,087,770	1,176,378	1,178,261	1,232,845	1,257,082	2,200,390	1,612,468	1,280,524	1,286,864
Auditorium	50,770	50,520	45,380	41,210	31,380	18,407	46,237	47,562	42,536	51,130
Motor fuel	282,770	309,878	445,101	307,503	398,697	539,213	546,995	566,586	542,151	412,513
Subtotal business-type activities	18,637,181	20,017,483	19,994,338	19,939,632	25,157,748	21,851,657	22,713,688	23,456,852	23,204,443	25,055,277
Total primary government	\$29,207,937	\$31,996,684	\$28,147,067	\$26,797,836	\$42,435,828	\$35,029,452	\$38,692,170	\$37,978,371	\$39,017,311	\$40,868,145

#### **Tax Revenues by Source, Governmental Funds**

#### **Last Ten Fiscal Years**

(modified accrual basis of accounting)

Fiscal	General		<b>Gross Receipts</b>		
Year	Property	Sales & Use	& Business	Other	Total
2006	4,853,252	26,644,343	7,044,517	254,708	38,796,820
2007	8,056,276	21,703,699	7,350,353	324,050	37,434,378
2008	8,411,898	21,145,147	7,940,115	1,062,226	38,559,386
2009	8,984,292	21,054,260	8,100,675	1,712,442	39,851,669
2010	6,183,929	20,502,768	7,712,296	1,611,331	36,010,324
2011	5,807,053	17,942,154	7,716,286	1,634,372	33,099,865
2012	6,088,589	18,265,089	8,916,032	1,562,163	34,831,873
2013	6,452,218	17,705,354	8,318,442	1,667,923	34,143,937
2014	6,841,008	19,436,390	8,654,695	1,856,448	36,788,541
2015	10,027,554	21,228,559	8,457,767	2,959,335	42,673,215
Change					
2006-2015	106.62%	-20.33%	20.06%	1061.85%	9.99%

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

Fiscal Year Ended	Residental	Commercial	Industrial	Utility	Agricultural	Historic	Other	Less: Tax-Exempt	Total Taxable Assessed	Total Direct Tax
June 30,	Property	Property	Property	Property_	Property	Property	Property	Property	Value	Rate
										_
2006	\$480,315,099	\$419,722,088	\$209,892,634	\$30,520,520	\$1,029,714	\$979,742	\$95,577,555	\$129,473,274	\$1,108,564,078	4.414
2007	514,895,594	442,873,903	210,228,598	30,661,246	1,016,688	848,857	96,489,639	118,610,386	1,178,404,139	4.400
2008	608,077,263	496,575,674	211,342,704	35,208,321	1,245,605	542,834	100,278,038	135,762,901	1,317,507,538	4.180
2009	646,130,167	519,877,842	267,228,266	31,885,295	1,415,300	555,130	104,308,207	170,386,752	1,401,013,455	4.112
2010	656,256,822	540,518,877	260,797,430	32,714,743	2,275,146	556,930	106,858,670	173,025,160	1,426,953,458	4.131
2011	658,578,350	557,128,860	228,784,772	32,272,532	1,972,320	823,195	96,143,768	153,692,980	1,422,010,817	4.112
2012	659,437,865	547,708,336	245,225,166	32,906,051	1,969,190	822,117	94,767,295	180,228,732	1,402,607,288	4.112
2013	646,393,405	575,038,137	285,544,257	31,238,071	2,025,391	1,039,970	101,085,600	185,281,491	1,457,083,340	4.106
2014	636,464,744	568,638,842	290,065,770	33,532,264	1,608,965	991,169	80,605,794	150,161,004	1,461,746,544	4.102
2015	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

Source: Lowndes County Tax Commissioner

The City of Valdosta has implemented GASB 44 for the fiscal year ended June 30, 2006.

#### Water and Sewer Rates

Last Ten Fiscal Years

		Residential	Class	
Fiscal Year	Water Base Charge	Sewer Base Charge	Water Rate Per CCF	Sewer Rate Per CCF
2006	2.50	2.50	1.15	2.30
2007	2.50	2.50	1.15	2.30
2008	2.50	2.50	1.15	2.30
2009	2.50	2.50	1.27	2.54
2010	2.50	2.50	1.27	2.54
2011	3.00	3.00	1.33	2.66
2012	3.50	3.50	1.40	2.80
2013	4.20	4.20	1.40	2.80
2014	5.60	5.60	1.40	2.80
2015	6.30	6.30	1.40	2.80

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

	Bulk Class								
Fiscal Year	Water Rate Per CCF	Sewer Rate Per CCF							
2006	0.82	1.75							
2007	0.82	1.75							
2008	0.82	1.75							
2009	0.90	2.04							
2010	0.90	2.04							
2011	0.90	2.04							
2012	0.90	2.04							
2013	N/A	N/A							
2014	N/A	N/A							
2015	N/A	N/A							

Note: Base charge varies with meter size. Bulk rate user with industrial sized meter using greater than 1,000 CCF per month. Separate bulk rate discontinued in fiscal year 2013.

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

		Overlapping Rates*	
City	Valdosta	Community	
Direct	School	<b>Improvement</b>	Lowndes
Rate	District	District	County
4.414	14.98	15.00	8.86
4.400	14.98	15.00	8.86
4.180	15.98	15.00	9.76
4.112	15.98	10.00	9.56
4.131	15.98	10.00	9.56
4.112	16.98	10.00	9.56
4.112	16.98	10.00	9.56
4.106	16.98	5.00	9.56
4.102	16.98	5.00	9.56
6.102	16.98	5.00	9.56
	A.414 4.400 4.180 4.112 4.131 4.112 4.112 4.106 4.102	Direct         School           Rate         District           4.414         14.98           4.400         14.98           4.180         15.98           4.112         15.98           4.131         15.98           4.112         16.98           4.112         16.98           4.106         16.98           4.102         16.98	City         Valdosta         Community           Direct         School         Improvement           Rate         District         District           4.414         14.98         15.00           4.400         14.98         15.00           4.180         15.98         15.00           4.112         15.98         10.00           4.131         15.98         10.00           4.112         16.98         10.00           4.112         16.98         10.00           4.106         16.98         5.00           4.102         16.98         5.00

Source: Lowndes County Tax Commissioner

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

CITY OF VALDOSTA, GEORGIA

#### Principal Water Sewer Customers

Last Ten Fiscal Years

		2015			2014			2013			2012			2011	
			Percentage			Percentage			Percentage			Percentage			Percentage
Customer	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of
	Paid		Total	Paid		Total	Paid		Total	Paid		Total	Paid		Total
ADM	\$778,395	1	4.55%	\$667,428	1	4.36%	\$709,451	1	4.75%	\$755,835	1	5.33%	\$538,804	1	3.91%
Valdosta State University	613,452	2	3.58%	618,673	2	4.04%	479,675	2	3.21%	397,654	2	2.80%	446,869	2	3.24%
Valdosta Correctional Institute	384,952	3	2.25%	360,132	3	2.35%	375,591	3	2.51%	362,925	3	2.56%	332,048	3	2.41%
South Georgia Medical Center	266,597	4	1.56%	228,558	4	1.49%	255,716	4	1.71%	259,453	4	1.83%	183,178	5	1.33%
Lowndes County Utilities	261,083	5	1.53%	85,611	10	0.56%	188,057	6	1.26%	179,881	6	1.27%	273,743	4	1.99%
City of Remerton	169,669	6	0.99%	155,272	6	1.01%	254,232	5	1.70%	130,346	7	0.92%	118,029	7	0.86%
ERCO Worldwide	114,299	7	0.67%	120,371	8	0.79%	124,603	7	0.83%	97,720	8	0.69%	102197	8	0.74%
Woodstone Apartments	107,680	8	0.63%	129,448	7	0.85%	101,067	9	0.68%			-	91,873	9	0.67%
South Georgia Pecan Co.	100,987	9	0.59%	165,707	5	1.08%	116,782	8	0.78%			-	-	-	-
Lowndes County Jail	100,976	10	0.59%	109,822	9	0.72%			-			-	118,539	6	0.86%
Lowndes County Jail		-	-			-			-	86,640	10	0.61%	-	-	-
Campus Crest			-			-			-	187,860	5	1.33%	-	-	-
Arizona Chemical			-			-	89,718	10	0.60%	93,679	9	0.66%	69,809	10	0.51%
Tot	tal \$2,898,090.00	0	16.93%	\$2,641,022.00	-	17.26%	\$2,694,892.00	<del>.</del> .	18.03%	\$2,551,993.00	)	18.00%	\$2,275,089.00		16.50%

		2010			2009			2008			2007			2006	
			Percentage	-		Percentage	-		Percentage			Percentage			Percentage
Customer	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of	Amount	Rank	of
	Paid		Total	Paid		Total	Paid		Total	Paid		Total	Paid		Total
ADM	\$495,333	1	3.96%	\$615,233	1	4.98%	\$456,870	1	3.68%	\$427,351	1	3.48%	\$402,861	1	3.28%
Valdosta State University	235,884	3	1.89%	162,565	5	1.31%	167,025	3	1.34%	300,424	3	2.45%	299,726	3	2.44%
Valdosta Correctional Institute	398,710	2	3.19%	386,723	2	3.13%	302,032	2	2.43%	304,868	2	2.48%	356,007	2	2.90%
South Georgia Medical Center	185,675	3	1.49%	185,585	3	1.50%	133,664	5	1.08%	90,526	5	0.74%	108,270	5	0.88%
City of Remerton	108,042	6	0.86%	88,358	8	0.71%	82,003	7	0.66%	81,508	7	0.66%	92,954	7	0.76%
Lowndes County Utilities	70,774	9	0.57%	87,470	9	0.71%	-	-	-	-	-	-	-	-	-
ERCO Worldwide	73,086	8	0.58%	88,902	7	0.72%	69,576	9	0.56%	76,372	8	0.62%	92,331	8	0.75%
South Georgia Pecan Co.	-	-	-	-	-	-	56,157	10	0.45%	58,742	9	0.48%	89,857	9	0.73%
Woodstone Apartments	68,265	10	0.55%	-	-	-	-	-	-	-	-	-	-	-	-
Arizona Chemical	75,504	7	0.60%	122,544	6	0.99%	80,001	8	0.64%	86,746	6	0.71%	94,764	6	0.77%
Lowndes County Jail	164,164	5	1.31%	163,757	4	1.32%	137,199	4	1.10%	166,355	4	1.36%	229,167	4	1.87%
Campus Crest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Saft	-	-	-	81,192	10	0.66%	93,253	6	0.75%	58,716	10	0.48%	-	-	-
Spanish Mission Apartments	-	-	-	-	-	-	-	-	-	-	-	-	72,295	10	0.59%
То	stal \$1,875,437.00		15.00%	\$1,982,329.00		16.03%	\$1,577,780.00		12.69%	\$1,651,608.00		13.46%	\$1,838,232.00		14.98%

## City of Valdosta, Georgia Principal Property Taxpayers For the Fiscal Years Ended June 30, 2015 and 2006

2015					2006					
Principal Taxpayer	Taxable Assessed Value		Rank	Percentage of Total Taxable Assessed Value	Principal Taxpayer		Taxabl Assess Value		sessed	Percentage of Total Taxable Assessed Value
Archer Daniels Midland Co.	\$	58,735,227	1	3.95%	Archer Daniels Midland Co.		\$	32,394,829	1	2.92%
Lowes Distribution, Inc.		47,146,701	2	3.17%	Lowes Companies, Inc.			18,605,352	2	1.68%
JM Smith Corp		33,072,109	3	0.51%	Consolidated Biscuits			9,492,786	3	0.86%
South Georgia Pecan		15,140,308	4	0.90%	First Line Corporation			9,094,488	4	0.82%
Dupont		13,331,433	5	0.84%	Wal-Mart\Sam's Club			8,331,560	5	0.75%
Marelana Valdosta Mall		12,442,976	6	0.73%	Lankford Dr. Partners			7,501,998	6	0.68%
Saft Newco, Inc.		10,899,554	7	1.02%	Marelana Valdosta Mall			6,580,912	7	0.59%
Lowes Home Center		10,061,552	8	0.68%	Saft Newco, Inc.			6,095,954	8	0.55%
Home Depot		8,469,638	9	0.57%	Weyerhaeuser Company			4,533,865	9	0.41%
Bassford Newton L Jr.		7,607,188	10	2.23%	South Georgia Pecan			4,394,509	10	0.40%
Total Principal Taxpayers		216,906,686		14.61%	Total Principal Taxpayers			107,026,253		9.66%
All Other Taxpayers	1	,268,243,990		85.39%	All Other Taxpayers			1,001,537,825		90.34%
Total	\$1	,485,150,676	= :	100.00%	Total		\$	1,108,564,078	Ī	100.00%

Home Depot

Source:

Lowndes County Tax Commissioner's Office

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

Fiscal		Collected	l within the				
Year	Taxes Levied	Fiscal Year	r of the Levy	Collections	<b>Total Collections to Date</b>		
Ended	for the		Percentage	in Subsequent		Percentage	
June 30,	Fiscal Year	Amount	of Levy	<b>Years</b>	Amount	of Levy	
2006	4,243,210	4,132,429	97.39%	110,781	4,243,210	100.00%	
2007	4,535,866	4,407,328	97.17%	127,527	4,534,855	99.98%	
2008	4,809,340	4,673,113	97.17%	133,004	4,806,117	99.93%	
2009	5,066,177	4,859,886	95.93%	203,529	5,063,415	99.95%	
2010	5,428,500	5,173,541	95.30%	251,746	5,425,286	99.94%	
2011	5,567,391	5,302,865	95.25%	262,409	5,565,274	99.96%	
2012	5,307,294	5,063,850	95.41%	240,278	5,304,128	99.94%	
2013	5,496,867	5,246,759	95.45%	236,369	5,483,128	99.75%	
2014	5,523,422	5,297,924	95.92%	161,547	5,459,471	98.84%	
2015	8,200,148	7,924,813	96.64%	0	7,924,813	96.64%	

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years (accrual basis of accounting)

	Governmental Activities	Business-Ty	pe Activities				
Fiscal Year	Capital Leases	Revenue Bonds	Term Loans Payable	Total Primary Government	Percentage of Personal Income	Per Capita	
2006	\$59,252	\$2,380,000	\$9,697,675	\$12,136,927	0.01	268	
2007	41,738	1,635,000	9,232,713	10,909,451	0.01	240	
2008	31,303	845,000	8,523,878	9,400,181	0.01	198	
2009	0	0	7,826,077	7,826,077	0.01	161	
2010	0	0	8,541,977	8,541,977	0.01	164	
2011	579,740	0	37,252,311	37,832,051	0.02	694	
2012	437,742	0	47,965,307	48,403,049	0.03	864	
2013	296,567	2,546,000	47,796,915	50,639,482	0.03	879	
2014	150,705	2,313,000	48,100,481	50,564,186	0.03	895	
2015	57,497	2,080,000	71,774,022	73,911,519	N/A	N/A	

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

#### Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years (accrual basis of accounting)

	Genera				
Fiscal Year	General Obligation Bonds	Redevelopment Bonds	Total	Percentage of Actual Taxable Value of Property	Per Capita
2006	0	0	0	0	0.00
2007	0	0	0	0	0.00
2008	0	0	0	0	0.00
2009	0	0	0	0	0.00
2010	0	0	0	0	0.00
2011	0	0	0	0	0.00
2012	0	0	0	0	0.00
2013	0	0	0	0	0.00
2014	0	0	0	0	0.00
2015	0	0	0	0	0.00

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

Direct and Overlapping Governmental Activities Debt

As of June 30, 2015

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes Valdosta City School System	\$15,190,000	100.00%	\$15,190,000
Other debt Lowndes County - Capital leases	7,318,900	45.24%	3,311,070 3,311,070
Subtotal, overlapping debt			18,501,070
City direct debt			0
			\$18,501,070

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 2014 County taxable valuation of \$3,220,093,882 and City taxable valuation of \$1,456,620,061 percent 45.24%.

#### Legal Debt Margin Information

Last Ten Fiscal Years (accrual basis of accounting)

Legal Debt Margin Calculation for Fiscal Year 2015

Assessed value

\$1,456,620,061

Debt limit (10% of assessed value)

145,662,006

0

Debt applicable to limit:

General obligation bonds Less: Amount set aside for

repayment of general obligation debt

Total net debt applicable to limit

0

Legal debt margin

\$145,662,006

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$110,856,408	\$117,840,414	\$131,750,754	\$139,496,150	\$142,695,346	\$142,201,082	\$140,260,729	\$145,708,334	\$146,174,654	\$145,662,006
Total net debt applicable to limit	0	0	0	0	0	579,740	437,742	296,567	150,705	0
Legal debt margin	\$110,856,408	\$117,840,414	\$131,750,754	\$139,496,150	\$142,695,346	\$141,621,342	\$139,822,987	\$145,411,767	\$146,023,949	\$145,662,006
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.41%	0.31%	0.20%	0.10%	0.00%

#### CITY OF VALDOSTA, GEORGIA

Pledged-Revenue Coverage

Last Ten Fiscal Years (accrual basis of accounting)

#### Water/Sewer Revenue Bonds

Fiscal	Operating	Less: Operating	Net Available	Debt Serv	rice	
Year	Revenue	Expenses	Revenue	Principal	Interest	Coverage
2006	\$12,270,158	\$9,895,746	\$2,374,412	\$695,000	\$174,764	2.73
2007	12,671,409	9,700,991	2,970,418	745,000	129,236	3.40
2008	12,430,660	10,358,463	2,072,197	790,000	80,225	2.38
2009	12,751,671	11,294,145	1,457,526	0	0	0.00
2010	12,561,957	10,816,122	1,745,835	0	0	0.00
2011	13,817,286	11,595,259	2,222,027	0	0	0.00
2012	14,177,921	11,744,634	2,433,287	0	0	0.00
2013	15,240,634	11,308,983	3,931,651	0	0	0.00
2014	15,383,914	13,082,734	2,301,180	0	0	0.00
2015	17,153,046	14,792,123	2,360,923	0	0	0.00

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

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

			Per			
		Personal	Capita	Median	School	Unemployment
Year	Population	Income	Income	Age	Enrollment	Rate
2006	45,205	3,098,589	24,838	30.2	6,878	4.1%
2007	45,529	3,220,081	25,381	31.0	7,149	4.3%
2008	47,567	3,400,690	26,504	31.1	7,245	5.2%
2009	48,547	3,673,193	29,169	27.3	7,377	5.8%
2010	52,169	3,967,021	29,184	29.5	7,501	8.6%
2011	54,518	4,063,000	29,512	30.9	7,511	8.8%
2012	56,019	4,134,363	30,377	27.1	7,647	9.2%
2013	57,597	4,322,846	32,372	27.0	7,802	9.1%
2014	56,481	4,672,714	32,504	30.0	8,012	7.9%
2015	58,994	4,644,735	N/A	26.6	8,074	6.6%

#### Sources:

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

# City of Valdosta, Georgia Principal Employers For the Fiscal Years Ended June 30, 2015 and 2006

		2015				2006	
			Percentage				Percentage
	Number of		of Total City		Number of		of Total City
<u>Employer</u>	Employees	Rank	Employment	<u>Employer</u>	Employees	Rank	Employment
Moody Air Force Base	6,066	1	9.59%	Moody Air Force Base	4,653	1	7.25%
Valdosta State University	2,915	2	4.61%	South Georgia Medical Center	2,300	2	3.58%
South Georgia Medical Center	2,669	3	4.22%	Valdosta State University	1,998	3	3.11%
Lowndes County Schools	1,677	4	2.65%	Lowndes County Schools	1,270	4	1.98%
Valdosta City School System	1,274	5	2.01%	Lowe's Distribution Center	1,033	5	1.61%
Fresh Beginnings Inc.	1,268	6	2.00%	Valdosta City School System	900	6	1.40%
Lowe's Distribution Center	800	7	1.26%	Wal-Mart	896	7	1.40%
Wild Adventures	760	8	1.20%	City of Valdosta Government	824	8	1.28%
Walmart Supercenters	693	9	1.10%	Langdale Forest Products	806	9	1.26%
City of Valdosta Government	540	10	0.85%	Convergys	800	10	1.25%
Total Principal Employees	18,662		29.50%	Total Principal Employees	15,480		24.12%
Other Employees	44,595		70.50%	Other Employees	48,700		75.88%
Total Employees	63,257	= :	100.00%	Total Employees	64,180		100.00%

#### Sources:

Georgia Department of Labor Valdosta- Lowndes Industrial Authority

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

	Fiscal Year									
Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
City Manager's Office	5	5	5	5	4	4	4	4	4	5
Municipal Court	4	8	4	5	4	4	4	4	4	4
Human Resources	4	4	4	4	4	4	4	4	4	3
Finance	23	23	23	25	24	24	26	25	25	24
Engineering	31	30	30	30	27	27	27	22	22	23
Information Technology	0	1	1	1	1	1	2	2	2	0
Facility Maintenance	7	6	6	4	4	5	5	4	4	4
Police	158	167	178	179	169	171	172	169	169	162
Fire	103	106	106	106	104	99	98	102	102	101
Public Works	33	33	33	33	36	36	32	21	21	30
Public Involvement	0	0	0	7	7	8	7	7	7	2
Community Development	19	15	20	31	25	24	22	21	21	21
Parks & Recreation	104.25	59	61	59	0	0	0	0	0	0
Sanitation	54	54	55	55	54	55	48	44	44	48
Water	39.1	39.1	39.4	39.7	44	44	49	45	45	59
Sewer	73.9	61.9	62.6	63.3	39	39	36	36	36	24
Storm Water	0	13	13	13	13	14	14	14	14	13
Inspections	20.5	20	19	0	0	0	0	0	0	0
Zoning	0	3	2	4	4	4	4	4	4	4
Fleet	15	15	15	15	15	15	11	11	11	13
Total	693.75	663	677	679	578	578	565	539	539	540

#### Sources:

City Human Resource Department

City of Valdosta Operating Indicators by Function/Program	<u>2006</u>	2007	2008	2009	<u>2010</u>	<u>2011</u>	2012	<u>2013</u>	2014	<u>2015</u>
Engineering										
Feet of Failed Pavement Repaired Percent of projects awarded within 10% of engineer's estimate	40,000 90%	40,000 90%	40,000 90%	10,000 90%						
Municipal Court  Dockets Processed	14,500	14,750	15,000	14,500	15,000	15,000	16,500	17,000	17,000	14,000
<u>Police</u>										
Increase in Citizen contacts Narcotics Arrests Students Completing Dare	2,000 420 1,310	2,000 420 1,340	2,500 340 1,360	2,650 310 1,310	2,650 320 1,360	2,650 320 1,360	2,900 320 1,376	1,800 320 1,350	2,770 320 1,202	2,770 320 1,370
<u>Fire</u>										
Number of Fire Stations Number of Fire Inspections performed	7 1,000	7 1,300	7 1,340	7 1,380	7 1,390	7 1,395	7 1,390	7 1,500	7 1,500	7 1,245
Public Works										
Street Sweeping Frequency per year	25	25	25	25	25	25	30	30	15	12
<u>Arborist</u>										
Number of Trees Planted Number of trees Pruned	150 1,000	150 1,000	100 1,000	100 1,000	75 1,000	75 1,000	280 1,200	220 1,300	100 500	40 1,000
Public Involvement										
Bi-monthly Newsletters Produced Net Gain of new downtown Buisinesses	6 7	6 7	6 5	6 6	6 5	6 5	6 6	6 8	4 5	4 5
<u>Sanitation</u>										
Residential Stops/collection employee/week Commercial lifts per hour/driver	775 18	775 18	890 18	925 18	925 25	925 25	2,620 38	2,635 40	2,650 40	2,640 40
<u>Drainage</u>										
Feet of storm drain cleaned and maintained	15,000	36,000	20,000	20,000	20,000	20,000	13,311	15,000	15,000	50,000
<u>Water</u>										
Average volume of water treated (MGD) New meters installed annually	8.647 500	9.500 500	9.850 500	10.500 500	11.150 500	11.150 500	11.500 1000	11.500 1500	9.670 1500	11260.0 1500
<u>Sewer</u>										
Average volume of wastewater treated daily (MGD) Miles of sewers maintained	9.7 248	9.8 250	8.84 260	9.5 265	9.5 260	9.5 270	6.5 270	7.7 275	8.1 275	9.9 330
<u>Inspections</u>										
Percentage of Plans completed within 10 days Percntage of inspections completed in 24 hours	95% 95%									
<u>Auditorium</u>										
Number of Days Rented	338	339	340	340	330	330	330	330	330	175

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

	2006	2007	2008	2009	<u>2010</u>	2011	2012	2013	2014
Function Program									
Police									
Stations	1	1	1	1	1	1	1	1	1
Patrol units	148	144	156	150	157	155	155	158	158
Fire Stations	7	7	7	7	7	7	7	7	7
Refuse collection									
Collection trucks	13	13	13	13	13	13	13	13	13
Other public works									
Streets (miles)	297	302	304	304	304	304	304	304	304
Streetlights	5,748	5,748	6,133	6,217	6,217	6,222	6,266	6,266	6,277
Traffic signals	117	122	124	124	124	125	126	127	127
Park and recreation									
Acreage	505	505	505	505	300	300	300	300	300
Playgrounds	5	5	5	5	2	2	2	2	2
Baseball/softball diamonds	29	29	29	29	24	24	24	24	24
Soccer/football fields	3	3	3	3	3	3	3	3	3
Community centers	6	6	6	6	1	1	1	1	1
Water									
Water mains (miles)	286	297	303	305	311	320	389	395	402
Fire hydrants	2,340	2,454	2,650	2,927	3,112	3,200	3,301	3,341	3,387
Storage capacity (gallons)	11,200,000	11,400,000	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)	248	258	266	315	320	325	325	330	330
Treatment capacity (gallons)	11,330,000	11,330,000	11,330,000	11,330,000	11,330,000	13,830,000	13,830,000	17,270,000	17,270,000

**Sources:** Various city departments

## This Page Intentionally Left Blank

# SINGLE AUDIT

#### CITY OF VALDOSTA, GEORGIA

#### SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2015

Grant Title	CFDA Number	Grant I. D. Number	Expenditures
U S Environmental Protection Agency			
Indirect Federal Grants:			
Passed through Georgia Environmental Facilities Authority (GEFA)	00.450	OW 40000	<b>#00.054.07</b>
Clean Water Program (Ioan)  FOTAL USENVIRONMENTAL PROTECTION AGENCY	66.458	CW 13006	\$23,054,07
TOTAL U.S ENVIRONMENTAL PROTECTION AGENCY			23,054,07
Department of Homeland Security			
Direct Federal Grants:			
Homeland Security Cluster	97.067	EMW-2013-SS-00054-S01	17,40
Homeland Security Cluster	97.067	EMW-2014-SS-00092-S01	36,78
Total Homeland Security Cluster			54,19
Law Enforcement Officer Reimb. Agreement	97.090	HSTS0213HSLR056	12,020
Indirect Federal Grants:			
Passed through Georgia Department of Natural Resources (GA DNR	.)		
Cooperating Technical Partners	97.045	EMW-2014-CA-00172-S01	130,00
TOTAL US DEPARTMENT OF HOMELAND SECURITY			196,21
			,
Department of Housing and Urban Development			
Community Development Block Grants			
Entitlement Grants Cluster	14.218	B-11-MC-13-0015	21,81
Entitlement Grants Cluster	14.218	B-12-MC-13-0015	342,47
Entitlement Grants Cluster	14.218	B-13-MC-13-0015	211,51
Entitlement Grants Cluster	14.218	B-14-MC-13-0015	152,60
Total Entitlement Grant Cluster			728,40
TOTAL US DEPARTMENT OF HOUSING AND URBAN DEVELOPME	NT		728,40
Department of Justice_			
Direct Federal Grants:			
JAG Program Cluster	16.738	2014-DJ-BX-0950	24,41
OTAL U.S. DEPARTMENT OF JUSTICE	10.100	2011 20 27 0000	24,41
0 / 1 0 0 0 0 1 / 1 / 1 / 1 / 1 / 1 / 1			
Department of Transportation			
Direct Federal Grants:			
Airport Development Aid Program	20.106	3-13-0115-29-2012	511,46
Airport Development Aid Program	20.106	3-13-0115-30-2013	104,12
Airport Development Aid Program	20.106	3-13-0115-32-2014	325,14
Total Airport Development Aid Program			940,72
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			940,72
Federal Emergency Management Agency			
Direct Federal Grant:			
Assistance to Firefighters - Operations and Safety	97.044	EMW-2013-FO-03875	143,99
TOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY			143,99
TOTAL OF EXPENDITURES OF FEDERAL A	AWARDS		\$25,087,83

The accompanying notes are an integral part of this statement.

#### CITY OF VALDOSTA, GEORGIA NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

#### NOTE 1. GENERAL

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

#### NOTE 2. BASIS OF ACCOUNTING

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



## Henderson & Godbee, LLP

Certified Public Accountants and Business Consultants

Members of American Institute of Certified Public Accountants \* Georgia Society of Certified Public Accountants

Robert A. Goddard, Jr., CPA (1943-1989) Gerald H. Henderson, CPA J. Wendell Godbee, CPA Mark S. Rogers, CPA James W. Godbee, Jr., CPA Maureen P. Collins, CPA Kevin R. Hiers, CPA, CVA Troy D. Newham, CPA Amanda W. Shapard, CPA Scott R. Simpson, CPA J. Philip Young, CPA Billie A. Baxter, CPA Mae A. Johnson, CPA Keeley T. Collins, CPA Kaitlyn E. Hannay, CPA Cassic R. Baggett, CPA Kala M. Bennett, CPA Jacey B. Pittman, CPA M. Allison Hutchins, CPA

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

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, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Valdosta, Georgia's basic financial statements, and have issued our report thereon dated December 31, 2015.

#### Internal Control over Financial Reporting

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

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

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

#### **Compliance and Other Matters**

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

#### **Purpose of this Report**

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

Henderson & Godbee, LLP
Certified Public Accountants

Valdosta, Georgia

December 31, 2015



## Henderson & Godbee, LLP

Certified Public Accountants and Business Consultants

Members of American Institute of Certified Public Accountants \* Georgia Society of Certified Public Accountants

Robert A. Goddard, Jr., CPA (1943-1989) Gerald H. Henderson, CPA J. Wendell Godbee, CPA Mark S. Rogers, CPA James W. Godbee, Jr., CPA Maureen P, Collins, CPA Kevin R. Hiers, CPA, CVA Troy D. Newham, CPA Amanda W. Shapard, CPA Scott R. Simpson, CPA J. Philip Young, CPA Billie A. Baxter, CPA Mae A. Johnson, CPA Keeley T. Collins, CPA Kaitlyn E. Hannay, CPA Cassie R. Baggett, CPA Kala M. Bennett, CPA Jacey B. Pittman, CPA M. Allison Hutchins, CPA

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

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

#### Report on Compliance for Each Major Federal Program

We have audited the City of Valdosta, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Valdosta, Georgia's major federal programs for the year ended June 30, 2015. The City of Valdosta, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

#### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

#### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Valdosta, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Valdosta, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Valdosta, Georgia's compliance.

#### Opinion on Each Major Federal Program

In our opinion, the City of Valdosta, Georgia, 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, 2015.

#### Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Henderson & Godbee, LLP
Certified Public Accountants

Valdosta, Georgia

December 31, 2015

#### CITY OF VALDOSTA, GEORGIA SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2015

#### Section I - Summary of Auditor's Results

t issued		Unmodified
nancial reporting		
ness identified?	Yes	XNo
iciencies identified not		
ered to be material weakness?	Yes	XNone reported
al to financial statements noted?	Yes	XNo
nesses identified?	Yes	XNo
ered to be material weaknesses?	Yes	XNone reported
t issued on compliance		
		Unmodified
•		
with Circular A-133, Section .510(a)?	Yes	XNo
programs:		
Name of Federal Program		
Community Development Entitlement	t Program	
Airport Development Aid Program		
Clean Water Program		
o distinguish between Type A and Type	B programs:	\$300,000
ow risk auditee?	Yes	XNo
	Community Development Entitlement Airport Development Aid Program Clean Water Program	anancial reporting less identified? liciencies identified not lered to be material weakness? lal to financial statements noted?  All to fi

#### CITY OF VALDOSTA, GEORGIA SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2015

#### Section II - Financial Statement Findings and Responses

None reported

#### Section II - Federal Award Findings and Questioned Costs

None reported

#### CITY OF VALDOSTA, GEORGIA SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS FOR THE YEAR ENDED JUNE 30, 2015

#### **Status of Prior Year Findings**

#### 2014 - 001 - Special Purpose Local Option Sales Tax Proceeds

<u>Criteria</u>: In accordance with the Official Code of Georgia (OCGA) Section 48-8-121, Special Purpose Local Option Sales Tax proceeds shall be used exclusively for the purpose or purposes specified in the resolution or ordinance calling for imposition of the tax. Such proceeds shall be kept in a separate account from other funds of such City receiving proceeds of the sales and use tax and shall not in any manner be commingled with other funds.

<u>Condition</u>: For the fiscal year ended June 30, 2014, the City was not in compliance with OCGA Section 48-8-121. By transferring the Sales Tax 2007 proceeds to the General Fund, the City commingled the funds, and therefore is not in compliance with state law.

Status: Resolved.

