



City of
VALDOSTA, GEORGIA
Annual Comprehensive Financial Report

Fiscal Year Ending June 30, 2022

Annual Comprehensive Financial Report

City of
VALDOSTA, GEORGIA

for the Fiscal Year
July 1, 2021 ~ June 30, 2022

FINANCE DEPARTMENT

L. Charles Dinkins, Jr.

Finance Director

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Introduction



CITY OF VALDOSTA, GEORGIA

FINANCE DEPARTMENT

L. CHARLES DINKINS, JR.
FINANCE DIRECTOR

June 5, 2023

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

In accordance with State Statutes and Section 4.51 of the Charter of Valdosta, Georgia, the Annual Comprehensive Financial Report for the fiscal year 2022 is submitted herewith. Responsibility for both the accuracy of the data and the thoroughness and fairness of presentation including all disclosures rests with the City of Valdosta. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain maximum understanding of the City's financial affairs have been included.

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

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

The City of Valdosta receives federal assistance through various federal grant programs. An audit in accordance with the Single Audit Act of 1984, P.C. 98-502, and Office of Management and Budget (OMB) Uniform Guidance, "Audits of State and Local Governments and Non-Profit Organizations," and "Government Auditing Standards" issued by the Comptroller General of the United States has been performed for the fiscal year ended June 30, 2022. The required reports on supplementary information, compliance, and internal controls along with various supplementary schedules will be included in the 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 56,500 residents. The daytime population of Valdosta soars to approximately 75,000. These

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services include general administrative services, police and fire protection, sanitation, water and sewer services, the construction and maintenance of highways and streets, recreational activities, and cultural events. The financial statements in this report include all of these functions and activities of the government.

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

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

Natural Features and Land Use

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

The City is experiencing steady geographic growth through voluntary annexations. This trend is expected to continue due to ongoing demand for city services particularly utility services.

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

The City's downtown area is enjoying 90-95% 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 47% percent of the entire population residing within the City limits of Valdosta.

Major regional facilities located in the City include a regional university, regional airport, regional hospital, and major industrial parks. About 65% of the jobs in Lowndes County are located in Valdosta. Consequently, of the 10 largest employers in Lowndes County, 7 are located in the City of Valdosta.

Population density, a primary indicator of service delivery, is approximately 1,500 people per square mile in the City of Valdosta and only 180 people per square mile in the unincorporated area of Lowndes County.

Economic Condition and Outlook

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

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

Moody Air Force Base is located in the northwest section of the County and continues to be a major employer of the region. Development patterns of the community have been significantly influenced by its presence. The continued presence of Moody is paramount to the growing economy of Valdosta, and to such extent, the City makes an annual contribution to the Moody Support Committee, with local officials making a yearly trip (more if necessary) to Washington D.C. to mitigate any efforts to include Moody 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 10,200 students. The university is projected to be a significant contributor to the local economy well into the future, however, as it expands, property purchased by the university is removed from the tax rolls because it is designated public property.

A recent study and report by the University of Georgia designated Lowndes County with one of the highest retail pull factors 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 and occasionally negative growth in the tax digest, increasing cost of materials and supplies,

and surging healthcare costs coupled with the increased demand upon public safety and other City services affect the City of Valdosta. In an effort to prevent depleting reserves to balance the annual budget, each department director is held accountable for their respective department's budget.

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

Major Initiatives

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

The current special purpose one percent sales tax will 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 the issues facing the metropolitan community. So instead, the city is striving to address growth demands on the community both by individual initiative and by actively partnering with other local governments in seeking solutions to growth issues.

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

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

Cash Management

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

Risk Management

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

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

Internal Controls

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

Independent Audit

The financial statements have been prepared in compliance with governmental financial reporting guidelines issued by the Government Finance Officers Association ("GFOA") of the United States and Canada and generally accepted accounting principles applicable to governmental entities. The State of Georgia requires an annual audit of all financial records and transactions of the City by independent certified public accountants selected by the Mayor and City Council. The accounting firm of Maudlin and Jenkins, LLC has completed an audit of the City's Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2022, and their report on the basic financial statements and combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports on internal controls and compliance with applicable laws and regulations can also be found in this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Valdosta for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. This was the thirty-third consecutive year the City received this award.

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

report must satisfy both generally accepted accounting principles and applicable legal requirements.

The City was awarded the Distinguished Budget Presentation Award for the fiscal year beginning July 1, 2022. This was the twenty-first consecutive year the City has received this award. The Distinguished Budget Presentation Award is the highest form of recognition in governmental budgeting. In order to earn this award, a government must publish a budget document which meets program criteria as a policy document, financial plan, operations guide, and as a communications device.

Both the Certificate of Achievement and the Distinguished Budget Award are valid for a period of one year. We believe our current Annual Comprehensive Financial Report and our 2023 fiscal year budget document continue to conform to the requirements for each award.

Acknowledgements

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

Respectfully submitted,

L. Charles Dinkins, Jr.
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

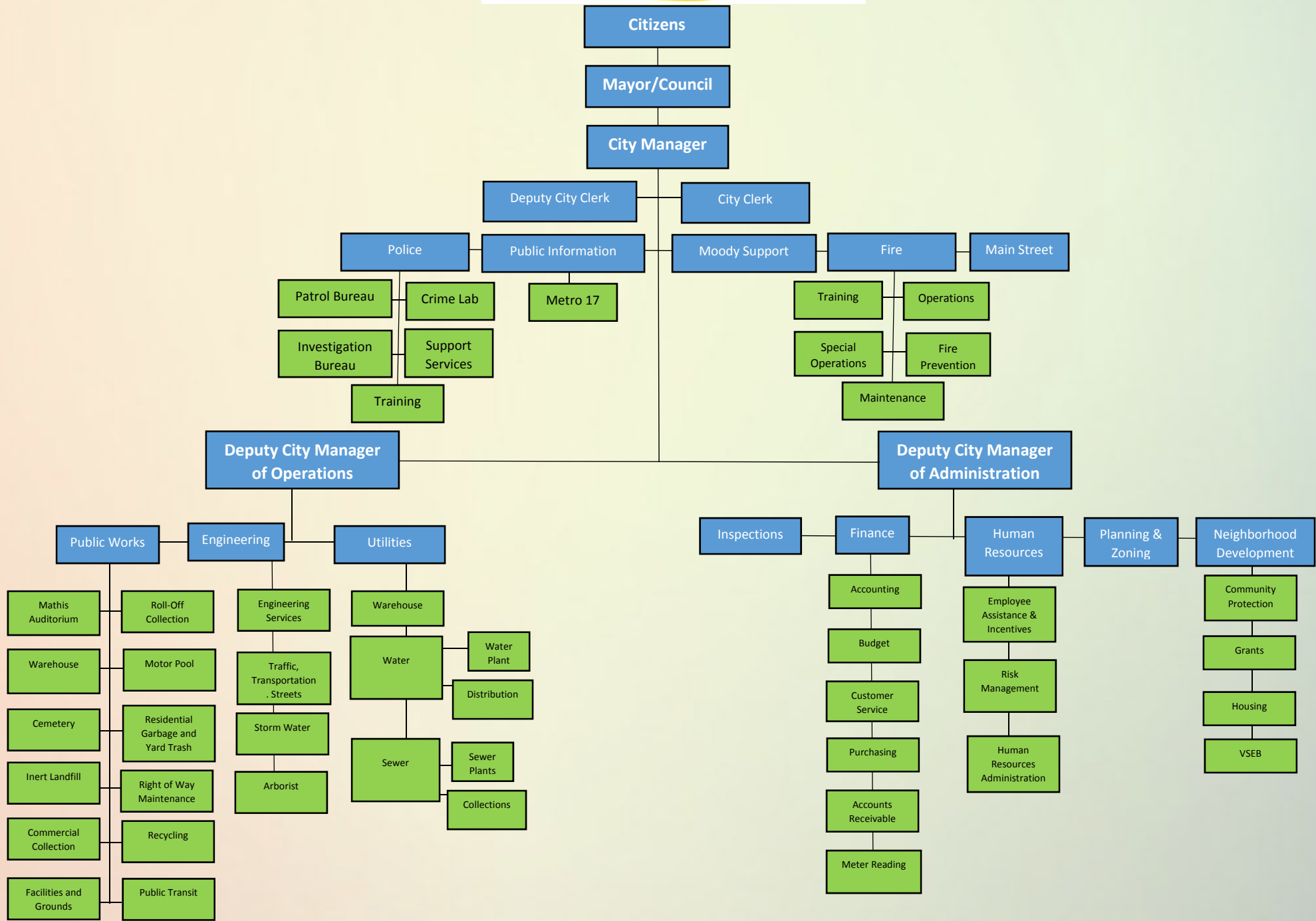
**City of Valdosta
Georgia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



PRINCIPAL OFFICIALS CITY OF VALDOSTA, GEORGIA

Mayor

Scott James Matheson

Council Member – At Large

Ben Norton

Council Member – District I

Vivian Miller-Cody

Council Member – District II

Sandra Tooley

Council Member – District III

Vacant

Council Member – District IV

Eric Howard

Council Member – District V

Tim Carroll

Council Member – District VI

Andy Gibbs

City Manager

L. Mark Barber

Clerk of Council

Teresa Bolden

City Attorney

Tim Tanner

Municipal Court Judge

Jeremy Baker

City Auditor

Maulden & Jenkins

Deputy City Manager of Administration

Catherine Nita

City Engineer

Benjamin O'Dowd

Fire Chief

Brian Boutwell

Police Chief

Leslie Manahan

Utilities Director

Vacant

Deputy City Manager of Operations

Richard Hardy

Finance Director

Chuck Dinkins



INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the 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** (the "City"), as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 6-18), the budgetary comparison information for the General Fund, Federal COVID Relief Fund, Central Valdosta Development Authority Fund, and the Airport Development Fund, pension information, and OPEB information (on pages 88 through 96) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Required Supplementary Information in accordance with 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.

Supplementary Information

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

Other Information

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

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

Other Reporting Required By Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Macon, Georgia
June 6, 2023

Management's Discussion & Analysis

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Valdosta's Annual Comprehensive Financial Report presents a discussion and analysis of the City's financial performance during the fiscal year ending June 30, 2022. Please read it in conjunction with the transmittal letter at the front of this report and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City of Valdosta exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$236.17 million. Of this amount, none may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's governmental net position increased by \$7.22 million, primarily due to higher volumes of Federal grants.
- The governmental activities revenue increased by .074 million or 1.42% and the net results from activities increased \$6.63 million. The results of activities produced an increase in net position of \$7.22 million. Governmental expenses increased by \$5.14 million.
- The business-type activities revenue increased by \$0.68 million and the net results from activities decreased by \$1.17 million. The results of activities produced an increase in net position of \$4.45 million.
- The total cost of all City programs increased by \$3.97 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 \$2.47 million.
- The City's total debt decreased \$11.57 million or -15.81%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The Governmental Funds statements explain how general government services such as public safety 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 funds consist of two Custodial Funds.

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Figure A-1

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

	Fund Statements			
	Government-wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire City government (except fiduciary funds) and the City's component units.	The activities of the City that are not proprietary or fiduciary, such as Police, Fire, and Engineering	Activities the City operates similar to private businesses: Sanitation, Water & Sewer, Inspections, Department of Labor Building, Auditorium, Storm Water, and Motor Fuel	Where the City is the trustee or agent for someone else's resources
Required financial statements	Statement of Net Position; Statement of Activities	Balance Sheet; Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Net Position; Statement of Revenues, Expenses, and Changes in Net Position; Statement of Cash Flows	Statement of Fiduciary Net Position Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; the City's funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-wide Statements

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

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

- Over time, increases or decreases in the City of Valdosta's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City, the reader should consider additional nonfinancial factors such as changes in the City's property tax base.
- *Governmental activities*—Most of the City's basic services are included here, such as the police, fire, public works, and general administration departments. Property taxes, sales and use taxes, and state and federal grants finance most of these activities.
- *Business-type activities*—The City of Valdosta charges fees to customers to help cover the costs of certain services provided. The City's garbage pickup, water/sewer service, building inspection, building rental, auditorium, storm water, and motor fuel services are included here.

Fund Financial Statements

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

- Some funds are required by State law and by bond covenants.
- The City establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

statements provide a detailed short-term view that help determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them. The measurement focus of governmental funds is upon determination of financial position and changes in financial position (sources, uses, and balance of financial resources) rather than upon net income determination. These funds are maintained on a modified accrual basis of accounting (explained further in the notes to the financial statements under "Summary of Significant Accounting Policies"). The basic financial statements for governmental funds are the Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balance. The City of Valdosta utilizes four types of governmental funds: the General Fund, Special Revenue Funds, Capital Project Funds and Permanent Funds.

- **Proprietary funds**—Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information. Two types of proprietary funds exist: enterprise funds and internal service funds. The City of Valdosta's enterprise funds are the same as its business-type activities yet provide more detail and additional information, such as cash flows. Internal service funds are used to report activities that provide supplies and services for the City's other programs and activities. The measurement focus of proprietary funds is upon determination of net income, financial position and change in financial position. These funds are maintained on the accrual basis of accounting. The Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position, and Statement of Cash Flows are all required statements.
- **Agency Funds**—because Agency funds are custodial in nature, the only required financial statements are the Statement of Net Position and the Statement of Changes in Net Position. The measurement focus of Agency Funds is upon determination of financial position. Agency Funds are maintained on the accrual basis of accounting. Activities of this fund are not included in the Government-wide Statement of Activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL ANALYSIS OF THE CITY OF VALDOSTA AS A WHOLE

Net Position. The City of Valdosta's combined net position increased 5.20 percent from \$224.49 million at June 30, 2021 to \$236.17 million at June 30, 2022. (See table A-1.)

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

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2021	2022	2021	2022	2021	2022	2021-2022
Current and other assets	\$49.12	\$59.68	\$1.28	(3.29)	\$50.40	\$56.39	11.88%
Capital Assets	127.25	127.91	216.34	213.04	343.59	340.95	-.077%
Total Assets	176.37	187.59	217.62	209.75	393.99	397.34	.85%
Deferred Outflows of Resources	\$20.54	21.99	-	-	20.54	21.99	7.06%
Long-term debt outstanding	3.52	3.02	69.67	58.60	73.19	61.62	-15.81%
Other liabilities	97.39	100.15	5.20	3.94	102.59	104.09	1.46%
Total Liabilities	100.91	103.17	74.87	62.54	175.78	165.71	-5.73%
Deferred Inflow of Resources	14.26	17.45	-	-	14.26	17.45	22.37%
Net Position							
Net investment in capital assets	123.73	124.89	146.67	152.44	270.40	277.33	2.56%
Restricted	4.42	3.43	-	-	4.42	3.43	-22.40%
Unrestricted	(46.41)	(39.36)	(3.92)	(5.23)	(50.33)	(44.59)	-11.40%
Total Net Position	\$81.74	88.96	142.75	147.21	224.49	236.17	5.20%

Net Position of the City's governmental activities increased by 8.83 percent to \$88.96 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 \$39.36 million deficit at the end of the year.

The deficit in unrestricted governmental net position was positively affected by positive results from operations.

The net position of the City's business-type activities increased by 3.12 percent to \$147.21 million. While business type activities do have a substantial positive net position, these resources cannot be used to add to the net position in governmental activities. The City generally can only use the net position to finance the continuing operations of the business-type activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Changes in net position

The City's total revenues increased by 1.42 percent to \$101.45 million. (See Table A-2) Approximately 35 percent of the City's revenue comes from fees charged for services, 12 percent from sales taxes, 14 percent from ad valorem taxes, and 11 percent comprising such revenue items as business occupation license fees, franchise fees, and insurance premium fees. The remaining 28 percent represents grants, accommodation tax and investment revenue.

The total cost of all programs and services increased by 4.63 percent to 89.77 million. The City's expenses cover a myriad of services, with approximately 29 percent related to public safety, 28 percent related to general government expenses, and 20 percent related to water/sewer expenses. The balance of 23 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 \$.74 million or 1 percent to \$68.24 million, while governmental activities expenses experienced an increase of \$7.22 million or 9% to \$88.96 million.

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

	Governmental		Business-type		Total		Total Percentage Change
	Activities		Activities		Total		
	2021	2022	2021	2022	2021	2022	2021-2022
REVENUES							
Program Revenues:							
Charges for Services	\$2.48	1.64	32.53	33.21	35.01	34.85	-.46%
Operating Grants & Contributions	9.92	8.39	-	-	9.92	8.39	-15.42%
Capital Grants & Contributions	15.00	16.64	-	-	15.00	16.64	10.93%
General Revenues:							
Property Taxes	14.19	13.98	-	-	14.19	13.98	-1.48%
Sales Taxes	11.66	12.11	-	-	11.66	12.11	3.86%
Accommodations Tax	2.89	3.84	-	-	2.89	3.84	32.87%
Other Taxes	10.64	10.99	-	-	10.64	10.99	3.29%
Investment Earnings	-	0.02	-	-	-	0.02	
Misc	0.72	0.63	-	-	0.72	0.63	-12.50%
Total Revenues	67.50	68.24	32.53	33.21	100.03	101.45	1.42%
EXPENSES							
Program Activities							
Primary Government:							
Governmental Activities:							
General Government	20.42	27.68	-	-	20.42	27.68	35.55%
Public Safety	28.71	26.85	-	-	28.71	26.85	-6.48%
Public Works	2.17	1.99	-	-	2.17	1.99	-8.29%
Economic Development and Assistance	3.74	3.66	-	-	3.74	3.66	-2.14%
Business-type Activities:							
Solid Waste	-	-	6.21	5.95	6.21	5.95	-4.19%
Water/Sewer	-	-	21.00	19.82	21.00	19.82	-5.62%
Housing Inspections	-	-	1.01	1.00	1.01	1.00	-0.99%
DOL Building	-	-	0.28	.027	.028	.027	-3.57%
Stormwater	-	-	1.73	1.78	1.73	1.78	2.89%
City Auditorium	-	-	0.32	.39	.032	.039	21.88%
Motor Fuel	-	-	0.21	0.38	0.21	0.38	80.95%
Total Expenses	55.04	60.18	30.76	29.59	85.80	89.77	4.63%
Excess (deficiency) before transfers	12.46	8.06	1.77	3.62	14.23	11.68	-17.92%
Transfers	(4.52)	(0.84)	4.52	0.84	-	-	.00%
Increase (Decrease) in Net Assets	7.94	7.22	6.29	4.46	14.23	11.68	-17.92%
Net position, beginning	-	-	-	-	-	-	-
PPA	-	-	-	-	-	-	-
Net position, beginning, revised	73.80	81.74	136.46	142.75	210.26	224.49	6.77%
Net position, ending	81.74	88.96	142.75	147.21	224.49	236.17	5.20%

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

- The cost of all governmental activities this year was \$60.18 million.
- However, the amount that taxpayers paid for these activities through City taxes was \$32.86 million. Some of the cost was paid by:
 - Those who benefited directly from the programs (\$4.64 million).
 - Other governments and organizations that subsidized certain programs with grants and contributions (\$25.03 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)

Function	<u>Total Cost Of Services</u>		<u>Percentage Change</u>	<u>Net Cost of Services</u>		<u>Percentage Change</u>
	2021	2022	2021-2022	2021	2022	2021-2022
General Government	\$20.42	\$27.68	35.55%	\$1.71	\$8.72	409.94%
Public Safety	28.71	26.85	-6.48%	20.55	19.79	-3.70%
Public Works	2.17	1.99	-8.29%	2.09	1.91	-8.61%
Economic Development and Assistance	3.74	3.66	-2.14%	3.28	3.08	-6.10%
Total	55.04	60.18	9.34%	27.63	33.50	21.25%

Business-type Activities

Total revenues available during the year to finance enterprise (business type) activities were \$33.21 million. Funding was made available as follows: program revenues \$33.21 million.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The cost of all enterprise (business-type) activities for the year accumulated to \$29.59 million consisting of the following activities: solid waste \$5.95 million, water/sewer \$20.00 million, inspections \$1.00 million, city auditorium \$.39 million, motor fuel \$.38 million, DOL building \$.27 million, and storm water \$1.78 million. In addition the Enterprise funds transferred \$3.04 million to the General Fund for administrative services, and \$.97 million to Group Insurance Fund.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

General Fund Budgetary Highlights

Comparing the FY 2022 original General Fund budget, in the amount of \$43.87 million, to the final budget amount of \$44.17 million represents an increase of \$.30 million.

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

The General Fund experienced an increase in fund balance due to a large increase in grant activity as well as an increase in tax revenues and increased transfers from Enterprise Funds as a result of improved revenues in those funds.

Sales Tax 2013 Fund Highlights

The Sales Tax 2013 Fund experienced an increase in fund balance of \$.52 million as a result of contributions from the Georgia Department of Transportation.

Sales Tax 2019 Fund Highlights

The Sales Tax 2019 Fund experienced a decrease in fund balance of -1.01 million as a result of project expenditures out pacing collections.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of the year-end, the City had \$340.95 million invested in a variety of capital assets, as reflected in the following schedule (Table A-4), which represents a net decrease (additions less retirements and depreciation) of \$2.64 million or -.77 percent from last year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

	Governmental		Business-type		Total		Total
	<u>Activities</u>		<u>Activities</u>		<u>Total</u>		<u>Percentage</u>
	2021	2022	2021	2022	2021	2022	2021-2022
Non-depreciable assets							
Land	\$77.10	\$77.10	\$3.04	\$3.04	\$80.14	\$80.14	0.00%
Construction in progress	1.94	5.08	1.31	4.02	3.25	9.10	180.00%
Depreciable Assets							
Land improvements	13.76	13.76	164.46	164.46	178.22	178.22	0.00%
Buildings	29.13	29.13	105.07	105.08	134.20	134.21	0.01%
Equipment	7.50	7.80	14.84	14.96	22.34	22.76	1.88%
Motor vehicles	23.94	25.97	-	-	23.94	25.97	8.48%
Infrastructure	108.86	108.88	-	-	108.86	108.88	0.02%
Intangibles	-	-	1.16	1.16	1.16	1.16	0.00%
Accumulated depreciation	(134.98)	(139.81)	(73.54)	(79.68)	(208.52)	(219.49)	5.26%
	\$127.25	\$127.91	\$216.34	\$213.04	\$343.59	\$340.95	-0.77%

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

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

The increase in motor vehicles is the result of several large vehicle acquisitions as well as the routine replacement of passenger and police vehicles.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

Long-term Debt

At year-end, the City had \$61.62 million in total debt outstanding. Government wide debt decreased by 15.81 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		Business-type		Total		Total
	<u>Activities</u>		<u>Activities</u>		<u>Total</u>		Percentage
	2021	2022	2021	2022	2021	2022	Change
Revenue Bonds	\$-	\$-	\$31.45	28.43	31.45	28.43	-9.60%
Notes Payable	-	-	38.22	30.17	38.22	30.17	-21.06%
Capital Leases	3.52	3.02	-	-	3.52	3.02	-14.20%
Total	3.52	3.02	69.67	58.60	73.19	61.62	-15.81%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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

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

The City of Valdosta collected major revenues that support governmental operations well in excess of what was budgeted. However, General Fund expenditures were slightly above budget. The City's commitment to controlling costs allowed Valdosta to weather the ongoing pandemic and maintain a high level of service to its citizens. During the past year, the City saw increases in governmental fund balances. This growth will allow the City to continue to provide the array of services expected by its citizens despite the economic impacts of Covid-19.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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

- Growth in the tax base of the City (excluding inflationary growth). There was a slight increase in the gross tax base this year. This change is primarily the result of an increase in personal property as well as reassessment growth in real property. This increase augmented by reassessments resulting in a slight increase to the net digest.
- Business Gross Receipts Taxes (based on a business' gross receipts). This revenue increased approximately 8.9% this year, this represents an increase greater than the significant level of inflation experienced over the last year, indicating an expanding local economy.
- General Fund's Ending Fund Balance – reflects the City's ability to meet ever increasing demands for general service while remaining financially sound and fiscally responsible by providing a buffer for short-term fluctuations in the economy. The General Fund experienced a significant increase in total fund balance at June 30, 2022.

FINANCIAL CONTACT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City of Valdosta Finance Department, P.O. Box 1125, Valdosta, Georgia 31603 or visit our website at www.valdostacity.com.

Basic Financial Statements

CITY OF VALDOSTA, GEORGIA
STATEMENT OF NET POSITION
AS OF JUNE 30, 2022

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equivalents	37,253,021	4,263,157	\$41,516,178
Receivables (net)	3,345,315	4,164,127	7,509,442
Due from other governments	4,289,728	532,509	4,822,237
Interfund balances	14,225,011	(14,225,011)	0
Inventories	567,839	489,173	1,057,012
Prepays	0	0	0
Restricted Cash	0	1,910,776	1,910,776
Capital assets:			
Non-depreciable	82,186,011	7,055,943	89,241,954
Depreciable (net)	45,728,102	205,986,886	251,714,988
Total Assets	187,595,027	210,177,560	\$397,772,587
DEFERRED OUTFLOWS OF RESOURCES			
Differences between actual and expected pension experience	5,120,613	0	\$5,120,613
Changes in pension actuarial assumptions	2,982,592	0	2,982,592
Pension payments after pension valuation	5,633,172	0	5,633,172
Net difference between projected and actual			0
Changes in OPEB actuarial assumptions	7,479,054	0	7,479,054
OPEB payments after OPEB valuation	772,775	0	772,775
Total Deferred Outflows	21,988,206	0	\$21,988,206
LIABILITIES			
Accounts payable	8,947,376	1,959,095	\$10,906,471
Contracts payable	366,233	0	366,233
Accrued interest payable	38,131	51,764	89,895
Deposits	0	1,356,786	1,356,786
Non-current liabilities			
Due within one year:			
Compensated absences	1,214,882	274,272	1,489,154
Due to other governments & agencies	238	2,720,356	2,720,594
Financed Purchase Obligation	733,394	0	733,394
Bonds payable	0	3,089,590	3,089,590
Accrued Revenue Bond Interest	0	53,391	53,391
Due in more than one year:			
Other post employment benefits	35,459,945	0	35,459,945
Compensated absences	622,277	248,414	870,691
Due to other governments & agencies	0	27,447,999	27,447,999
Financed Purchase Obligation	2,286,628	0	2,286,628
Net pension liability	48,672,603	0	48,672,603
Bonds payable	0	25,337,432	25,337,432
Unearned revenue	4,827,642	0	4,827,642
Total Liabilities	103,169,349	62,539,099	\$165,708,448
DEFERRED INFLOWS OF RESOURCES			
Net difference between projected and actual pension plan earnings	6,669,318	0	\$6,669,318
Differences between actual and expected Pension experience	113,347	0	113,347
Deferred lease revenue	0	435,515	435,515
Changes in OPEB actuarial assumptions	6,668,745	0	6,668,745
Differences between actual and expected OPEB experience	3,997,846	0	3,997,846
Total Deferred Inflows	17,449,256	435,515	\$17,884,771
NET POSITION			
Net investment in capital assets	123,508,656	151,853,934	\$275,362,590
Restricted for:			
Capital outlay	1,413,483	0	1,413,483
Housing Grants	1,772,548	0	1,772,548
Public Safety	234,299		
General Government	14,046	0	14,046
Unrestricted	(37,978,404)	(4,650,988)	(42,395,093)
Total Net Position	88,964,628	147,202,946	\$236,167,574

The accompanying notes are an integral part of these statements.

**CITY OF VALDOSTA, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Grants and	Grants and
			Contributions	Contributions
Function/Program Activities				
Primary Government:				
Governmental Activities				
General Government	\$27,678,831	\$78,777	\$2,327,196	\$16,550,666
Public Safety	26,848,385	1,481,144	5,487,207	88,368
Public Works	1,985,794	78,045	0	0
Community Development	3,659,396	0	579,560	2,690
Interest on Long-term Debt	5,138	0	0	0
Total governmental activities	60,177,544	1,637,966	8,393,963	16,641,724
Business-type Activities				
Sanitation	5,955,614	6,496,336	0	0
Water and Sewer	19,825,664	22,251,702	0	0
Inspection	1,000,373	1,779,057	0	0
DOL Building	278,620	435,514	0	0
Storm Water	1,782,234	1,819,547	0	0
Auditorium	390,914	35,638	0	0
Motor Fuel	388,261	395,245	0	0
Total business-type activities	29,621,680	33,213,039	0	0
Total Primary Government	\$89,799,224	\$34,851,005	\$8,393,963	\$16,641,724
General Revenues:				
Taxes:				
Property Taxes				
Sales Tax				
Accommodations 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				
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
(\$8,722,192)	\$0	(\$8,722,192)
(19,791,666)	0	(19,791,666)
(1,907,749)	0	(1,907,749)
(3,077,146)	0	(3,077,146)
(5,138)	0	(5,138)
<u>(33,503,891)</u>	<u>0</u>	<u>(33,503,891)</u>
0	540,722	540,722
0	2,426,038	2,426,038
0	778,684	778,684
0	156,894	156,894
0	37,313	37,313
0	(355,276)	(355,276)
0	6,984	6,984
<u>0</u>	<u>3,591,359</u>	<u>3,591,359</u>
<u>(\$33,503,891)</u>	<u>\$3,591,359</u>	<u>(\$29,912,532)</u>
13,977,803	0	13,977,803
12,109,364	0	12,109,364
3,841,113	0	3,841,113
3,576,955	0	3,576,955
4,541,268	0	4,541,268
-	0	-
2,859,908	0	2,859,908
23,507	0	23,507
633,737	21,932	655,669
(838,843)	838,843	0
<u>40,724,812</u>	<u>860,775</u>	<u>41,585,587</u>
<u>7,220,921</u>	<u>4,452,134</u>	<u>11,673,055</u>
<u>81,743,707</u>	<u>142,750,812</u>	<u>224,494,519</u>
<u>\$88,964,628</u>	<u>\$147,202,946</u>	<u>\$236,167,574</u>

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 tax, sales tax, licenses and permits. Primary expenditures are for police and fire protection, engineering, community development, cemetery and general administration.

Federal Covid Relief - to account for proceeds of the American Rescue Plan Act of 2021.

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.

Sales Tax 2019 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 2020.

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.

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

**CITY OF VALDOSTA, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

	GENERAL	FEDERAL COVID RELIEF	SALES TAX 2013	SALES TAX 2019	AIRPORT DEVELOPMENT	CVDA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS								
Cash and equivalents	\$2,367,985	\$4,912,940	\$3,570,766	\$14,465,708	\$791,985	\$129,783	\$9,535,024	\$35,774,191
Receivables (net)					0			
Taxes	365,384	0	0	1,212,089	0	2,393	0	1,579,866
Accounts	80,199	0	0	0	0	0	330,853	411,052
Second mortgages	0	0	0	0	0	0	1,287,099	1,287,099
Special assessments	45,387	0	0	0	0	0	0	45,387
Due from other governments and agencies	1,636,935	0	0	0	1,627,905	0	1,024,888	4,289,728
Interfund balances	6,554,392	0	0	0	0	17,919	403,789	6,976,100
Advance to other funds	6,720,094	0	0	0	0	0	0	6,720,094
Inventories, at cost	0	0	0	213,395	0	0	0	213,395
Total assets	<u>\$17,770,376</u>	<u>\$4,912,940</u>	<u>\$3,570,766</u>	<u>\$15,891,192</u>	<u>\$2,419,890</u>	<u>\$150,095</u>	<u>\$12,581,653</u>	<u>\$57,296,912</u>
LIABILITIES								
Liabilities:								
Accounts payable	\$1,803,462	\$57,520	\$70,532	\$2,743,548	\$1,562,170	\$0	\$635,175	\$6,872,407
Contracts payable	0	0	4,410	361,823	0	0	0	366,233
Due to:					0			
Other funds	2,160,890	27,200	37,845	155,360	688,338	0	1,888,546	4,958,179
Other governments and agencies	238	0	0	0	0	0	0	238
Advances from other funds	0	0	0	0	0	0	30,000	30,000
Unearned Revenue	0	4,827,642	0	0	0	0	0	4,827,642
Total liabilities	<u>3,964,590</u>	<u>4,912,362</u>	<u>112,787</u>	<u>3,260,731</u>	<u>2,250,508</u>	<u>0</u>	<u>2,553,721</u>	<u>17,054,699</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue	827,520	0	0	1,212,089	1,112,545	1,502	507,555	3,661,211
FUND BALANCES								
Fund Balance (deficit):								
Nonspendable	7,120,094	0	0	213,395	0	0	1,832,471	9,165,960
Restricted	282,130	578	1,038,118	4,867,423	0	148,593	2,596,010	8,932,852
Committed	10,767	0	0	0	0	0	0	10,767
Assigned	1,258,962	0	2,419,861	6,337,554	0	0	5,264,605	15,280,982
Unassigned	4,306,313	0	0	0	(943,163)	0	(172,709)	3,190,441
Total fund balance	<u>12,978,266</u>	<u>578</u>	<u>3,457,979</u>	<u>11,418,372</u>	<u>(943,163)</u>	<u>148,593</u>	<u>9,520,377</u>	<u>36,581,002</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$17,770,376</u>	<u>\$4,912,940</u>	<u>\$3,570,766</u>	<u>\$15,891,192</u>	<u>\$2,419,890</u>	<u>\$150,095</u>	<u>\$12,581,653</u>	<u>\$57,296,912</u>

The accompanying notes are an integral part of these statements.

**CITY OF VALDOSTA, GEORGIA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2022**

Fund balances - total governmental funds		\$36,581,002
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	\$237,902,376	
Less accumulated depreciation	<u>(120,156,334)</u>	117,746,042
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds		
Net other post employment benefits liability	(35,459,945)	
Changes in actuarial assumptions	810,309	
Differences between expected and actual experience	(3,997,846)	
OPEB payments after OPEB valuation date	<u>772,775</u>	(37,874,707)
Compensated absences		(1,791,950)
Financed Purchase Obligation		(298,227)
Net pension liability	(\$48,672,603)	
Differences between expected and actual experience	5,007,266	
Changes in actuarial assumptions	2,982,592	
Pension payments after pension valuation date	5,633,172	
Net difference between projected and actual investment earnings	<u>(6,669,318)</u>	(41,718,891)
Revenue not received within 31 days in governmental funds is susceptible to full accrual on the entity-wide statements		
Unavailable revenue		3,661,211
Internal service funds are used by management to charge the costs of certain activities to individual funds.		
The assets and liabilities of the internal service funds that are reported with governmental activities.		<u>12,660,148</u>
Net position of governmental activities		<u><u>\$88,964,628</u></u>

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	GENERAL	FEDERAL COVID RELIEF	SALES TAX 2013	SALES TAX 2019	AIRPORT DEVELOPMENT	CVDA	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:								
Taxes	\$36,563,400	\$0	\$0	\$0	\$0	\$87,480	\$3,841,113	\$40,491,993
Licenses and permits	578,565	0	0	0	0	0	0	578,565
Charges for service	188,590	0	0	0	0	0	0	188,590
Fines and forfeitures	561,010	0	0	0	0	0	37,598	598,608
Interest income	23,332	0	0	0	0	175	0	23,507
Contributions	0	0	0	0	0	9,744	8,800	18,544
Miscellaneous	331,553	0	0	0	0	578	29,295	361,426
Intergovernmental	1,300,055	85,120	771,958	12,678,909	5,161,422	0	4,117,377	24,114,841
TOTAL REVENUES	39,546,505	85,120	771,958	12,678,909	5,161,422	97,977	8,034,183	66,376,074
EXPENDITURES:								
Current:								
General government	9,444,746	81,520	0	0	0	78,843	3,605,766	13,210,875
Public safety	24,710,232	0	0	0	0	0	7,821	24,718,053
Public works	1,708,983	0	0	0	0	0	0	1,708,983
Economic development and assistance	1,582,895	0	0	0	1,326,568	0	665,008	3,574,471
Capital outlay	228,594	3,600	252,957	13,689,459	5,033,197	0	1,164,733	20,372,540
Debt service principal	72,106	0	0	0	0	0	0	72,106
Debt service interest	5,138	0	0	0	0	0	0	5,138
TOTAL EXPENDITURES	37,752,694	85,120	252,957	13,689,459	6,359,765	78,843	5,443,328	63,662,166
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,793,811	0	519,001	(1,010,550)	(1,198,343)	19,134	2,590,855	2,713,908
OTHER FINANCING SOURCES (USES):								
Transfers in	3,037,095	0	0	0	0	0	0	3,037,095
Transfers out	(2,362,429)	0	0	0	0	0	(295,000)	(2,657,429)
TOTAL OTHER FINANCING SOURCES (USES)	674,666	0	0	0	0	0	(295,000)	379,666
NET CHANGE IN FUND BALANCES	2,468,477	0	519,001	(1,010,550)	(1,198,343)	19,134	2,295,855	3,093,574
FUND BALANCES - BEGINNING	10,509,789	578	2,938,978	12,428,922	255,180	129,459	7,224,522	33,487,428
FUND BALANCES - END OF YEAR	\$12,978,266	\$578	\$3,457,979	\$11,418,372	(\$943,163)	\$148,593	\$9,520,377	\$36,581,002

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Net change in fund balances - total governmental funds	\$3,093,574
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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	\$20,372,540	
Less capital expenditures not capitalized in governmental funds	(17,131,048)	
Less current year depreciation	(2,918,801)	322,691

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	(5,939)	
Change in pension liability	311,034	
Other post employment benefits	538,411	
Principal payments on long-term debt	72,106	
Long-term accounts receivable	1,861,234	
Internal service funds	1,027,810	
Change in net position of governmental activities	\$7,220,921	

The accompanying notes are an integral part of these statements.

Proprietary Funds

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

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

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

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

CITY OF VALDOSTA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
	SANITATION	WATER/ SEWER REVENUE	DEPARTMENT OF LABOR BUILDING	STORMWATER	OTHER ENTERPRISE FUNDS	
ASSETS						
Current assets:						
Cash & equivalents	\$254,167	\$246,663	\$88,054	\$905,163	\$2,207,157	\$3,701,204
Receivables (net)						\$1,489,508
Accounts	771,317	2,662,992	0	176,138	129,876	3,740,323
Leases Receivable	0	0	423,804	0	0	423,804
Due from other governments and agencies	0	532,509	0	0	0	532,509
Due from other funds	0	0	0	697,532	0	697,532
Inventories at cost	0	489,173	0	0	0	489,173
Restricted assets						
Cash	7,042	1,903,734	0	0	0	1,910,776
Investments	0	0	0	0	0	0
Total current assets	1,032,526	5,835,071	511,858	1,778,833	2,337,033	11,495,321
Noncurrent assets:						3,810,404
Capital assets:						
Land	0	2,791,492	0	246,911	0	3,038,403
Land improvement	201,059	162,495,612	0	1,766,105	0	164,462,776
Buildings and structures	1,172,902	99,508,325	4,394,543	0	0	105,075,770
Motor vehicles	0	0	0	0	0	0
Equipment	151,734	14,773,118	0	0	39,216	14,964,068
Intangibles	0	0	0	1,161,791	0	1,161,791
Construction in progress	0	4,017,540	0	0	0	4,017,540
	1,525,695	283,586,087	4,394,543	3,174,807	39,216	292,720,348
Less accumulated depreciation	(891,551)	(76,345,891)	(1,579,246)	(821,723)	(39,108)	(79,677,519)
Net capital assets	634,144	207,240,196	2,815,297	2,353,084	108	213,042,829
Total noncurrent assets	634,144	207,240,196	2,815,297	2,353,084	108	213,042,829
Total assets	\$1,666,670	\$213,075,267	\$3,327,155	\$4,131,917	\$2,337,141	\$224,538,150
						\$13,978,475
LIABILITIES						
Current liabilities:						
Accounts payable	\$120,937	\$1,646,990	\$49,805	\$78,005	\$63,358	\$1,959,095
Accrued interest	0	40,016	11,748	0	0	51,764
Compensated absences (current portion)	62,993	160,728	0	33,828	16,723	274,272
Due to other funds	266,929	500,000	645,050	362,812	272,106	2,046,897
Due to other governments and agencies (current portion)	0	2,720,356	0	0	0	2,720,356
Financed Purchase Obligation (current portion)	0	0	0	0	0	0
Bonds payable (current portion)	0	0	233,000	0	0	233,000
Current liabilities (payable from restricted assets):						
Accrued revenue bond interest	0	53,391	0	0	0	53,391
Deposits	7,042	1,349,744	0	0	0	1,356,786
Current portion of revenue bonds	0	2,856,590	0	0	0	2,856,590
Total current liabilities	457,901	9,327,815	939,603	474,645	352,187	11,552,151
Noncurrent liabilities (payable from unrestricted assets):						8,606,621
Compensated absences	72,997	115,265	0	10,952	49,200	248,414
Financed Purchase Obligation (net of current portion)	0	0	0	0	0	0
Bonds payable (net of current portion)	0	25,121,432	216,000	0	0	25,337,432
Advances from other funds	0	0	963,872	0	0	963,872
Due to other governments and agencies, (net of current portion)	0	27,447,999	0	0	0	27,447,999
Total noncurrent liabilities (payable from unrestricted assets)	72,997	52,684,696	1,179,872	10,952	49,200	53,997,717
Total liabilities	530,898	62,012,511	2,119,475	485,597	401,387	65,549,868
						12,668,148
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue	0	0	435,515	0	0	435,515
						0
NET POSITION (DEFICIT)						
Net investment in capital assets	634,144	146,500,301	2,366,297	2,353,084	108	151,853,934
Restricted						7,413,527
Restricted for workmen's compensation claims	0	0	0	0	0	0
Unrestricted	501,628	4,562,455	(1,594,132)	1,293,236	1,935,646	6,698,833
Total net position (deficit)	\$1,135,772	\$151,062,756	\$772,165	\$3,646,320	\$1,935,754	158,552,767
						\$1,310,327
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						(11,349,821)
Net position of business-type activities						\$147,202,946

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS						GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
		WATER/ SEWER REVENUE	DEPARTMENT OF LABOR BUILDING	STORMWATER	OTHER ENTERPRISE FUNDS	TOTAL	
	SANITATION						
Operating revenues:							
Permits	\$0	\$0	\$0	\$0	\$1,666,410	\$1,666,410	\$0
Charges for services	6,221,121	21,883,495	435,514	1,819,547	528,326	30,888,003	12,083,224
Recycling revenue	26,832	0	0	0	0	26,832	0
Intergovernmental revenues	0	0	0	0	0	0	0
Miscellaneous revenues	50,418	349,569	0	0	15,205	415,192	266,555
TOTAL OPERATING REVENUES	6,298,371	22,233,064	435,514	1,819,547	2,209,941	32,996,437	12,349,779
Operating expenses:							
Personal services	2,448,699	5,309,447	0	783,805	859,445	9,401,396	832,961
Contractual services	1,528,767	2,703,428	148,386	369,883	169,373	4,919,837	3,338,571
Claims paid	0	0	0	0	0	0	7,449,819
Supplies	144,289	1,504,222	585	80,451	443,630	2,173,177	2,724,121
Travel and training	9,957	34,502	0	932	5,567	50,958	3,345
Other services and charges	1,300,655	2,479,785	16,845	353,889	212,668	4,363,842	99,687
Amortization expense	0	0	0	73,956	0	73,956	0
Depreciation expense	38,058	5,927,929	89,110	0	1,297	6,056,394	2,010,167
TOTAL OPERATING EXPENSES	5,470,425	17,959,313	254,926	1,662,916	1,691,980	27,039,560	16,458,671
OPERATING INCOME (LOSS)	827,946	4,273,751	180,588	156,631	517,961	5,956,877	(4,108,892)
Non-operating revenues (expenses):							
Interest income	0	0	21,932	0	0	21,932	0
Intergovernmental revenues	197,965	18,638	0	0	0	216,603	0
Gain (Loss) on disposal of assets	0	0	0	0	0	0	0
Interest expense and fiscal charges	0	(1,244,027)	(23,694)	0	0	(1,267,721)	(102,844)
TOTAL NON-OPERATING REVENUES (EXPENSES)	197,965	(1,225,389)	(1,762)	0	0	(1,029,186)	(102,844)
INCOME (LOSS) BEFORE CONTRIBUTIONS, TRANSFERS, AND SPECIAL ITEMS							
	1,025,911	3,048,362	178,826	156,631	517,961	4,927,691	(4,211,736)
Capital contribution revenue	0	4,551,870	0	0	0	4,551,870	591,786
Transfers in	0	0	0	0	295,000	295,000	3,333,361
Transfers out	(426,876)	(3,020,193)	0	(288,267)	(272,691)	(4,008,027)	0
	(426,876)	1,531,677	0	(288,267)	22,309	838,843	3,925,147
Change in Net Position	599,035	4,580,039	178,826	(131,636)	540,270	5,766,534	(286,589)
NET POSITION - BEGINNING (DEFICIT)	536,737	146,482,717	593,339	3,777,956	1,395,484		1,596,916
NET POSITION - ENDING (DEFICIT)	\$1,135,772	\$151,062,756	\$772,165	\$3,646,320	\$1,935,754		\$1,310,327
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						(1,314,399)	
Change in net position of business-type activities						\$4,452,135	

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES						GOVERNMENTAL
	ENTERPRISE FUNDS						ACTIVITIES
	WATER/ SEWER SANITATION	DEPARTMENT OF LABOR REVENUE	BUILDING	STORMWATER	OTHER ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUNDS
Cash flows from operating activities:							
Cash received from customers	\$6,384,735	\$21,633,439	\$469,157	\$1,825,750	\$2,044,047	\$32,357,128	\$12,259,983
Cash payments to suppliers for goods and services	(3,512,117)	(4,518,161)	(124,409)	(381,715)	(328,244)	(8,864,646)	(11,888,972)
Cash payments to employees for services	(2,474,051)	(5,304,110)	0	(780,949)	(838,535)	(9,397,645)	(835,977)
Other operating revenues	26,832	935	0	0	0	27,767	0
Miscellaneous income	50,418	348,634	0	0	15,205	414,257	0
New customer utility deposits	1,100	431,425	0	0	0	432,525	0
Refunded customer utility deposits	(2,369)	(325,625)	0	0	0	(327,994)	0
Net change in cash from operating activities	474,548	12,266,537	344,748	663,086	892,473	14,641,392	(464,966)
Cash flows from noncapital financing activities:							
Intergovernmental revenues	197,965	0	0	0	0	197,965	0
Transfers-in from other funds	0	4,551,870	0	0	295,000	4,846,870	3,925,147
Transfers-out to other funds	(426,876)	(3,020,193)	0	(288,267)	(272,691)	(4,008,027)	0
Net change in cash from noncapital financing activities	(228,911)	1,531,677	0	(288,267)	22,309	1,036,808	3,925,147
Cash flows from capital and related financing activities:							
Principal paid on Georgia Environmental Finance Authority Loan	0	(8,830,242)	0	0	0	(8,830,242)	0
Loan from Georgia Environmental Finance Authority	0	794,600	0	0	0	794,600	0
Acquisition and construction of capital assets	0	(2,831,901)	0	0	0	(2,831,901)	(2,250,294)
Principal paid on revenue bonds' maturities	0	(2,791,976)	0	0	0	(2,791,976)	0
Principal paid on DOL intergovernmental note	0	0	(233,000)	0	0	(233,000)	0
Principal paid on GMA Bond	0	0	0	0	0	0	(426,627)
Interest paid on GEFA loan and revenue bonds	0	(1,258,292)	0	0	0	(1,258,292)	0
Interest paid on DOL intergovernmental note	0	0	(23,694)	0	0	(23,694)	0
Interest paid on GMA bond	0	0	0	0	0	0	(107,631)
Net change in cash from capital and related financing activities	0	(14,917,811)	(256,694)	0	0	(15,174,505)	(2,784,552)
Cash flows from investing activities:							
Sale of investment securities	0	0	0	0	0	0	0
Purchase of investment securities	0	(15,000)	0	0	0	(15,000)	0
Net change in cash from investing activities	0	(15,000)	0	0	0	(15,000)	0
Net change in cash	245,637	(1,134,597)	88,054	374,819	914,782	488,695	675,629
Cash beginning of year	15,572	3,269,994	0	530,344	1,292,375	5,108,285	813,879
Cash at end of year	\$261,209	\$2,135,397	\$88,054	\$905,163	\$2,207,157	\$5,596,980	\$1,489,508
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CHANGE IN CASH FROM OPERATING ACTIVITIES							
Operating income (loss)	\$827,946	\$4,273,751	\$180,588	\$156,631	\$517,961	\$5,956,877	(\$4,108,892)
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	38,058	5,927,929	89,110	0	1,297	6,056,394	2,010,167
Non-operating miscellaneous income	0	0	0	0	0	0	(97,397)
New customer utility deposit	1,100	431,425	0	0	0	432,525	0
Refunded customer utility deposit	(2,369)	(325,625)	0	0	0	(327,994)	0
Change in assets and liabilities:							
(Increase) decrease in accounts receivable	209,075	(55,588)	0	6,203	(115,051)	44,639	7,601
Decrease in due from other funds	0	0	0	2,468	153,209	155,677	495,507
Decrease in due from other governments and agencies	0	3,303,395	0	0	16,881	3,320,276	0
Decrease (increase) in inventory	16,138	(1,594)	0	0	0	14,544	49,891
Increase in deferred revenue	0	0	33,643	0	0	33,643	0
(Decrease) increase in accounts payable	(197,395)	(1,241,621)	41,407	62,707	33,434	(1,301,468)	186,509
(Decrease) increase in compensated absences liability	(36,864)	(21,270)	0	777	16,723	(40,634)	(3,016)
Increase (decrease) in due to other funds	242,190	(24,265)	0	360,344	268,019	846,288	3,331,775
(Decrease) increase in advances from other funds	(623,331)	0	0	0	0	(623,331)	(2,337,111)
Net change in cash from operating activities	\$474,548	\$12,266,537	\$344,748	\$663,086	\$892,473	\$14,641,392	(\$464,966)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES							
Contributed capital assets from SPLOST 2019	0	4,551,870	0	0	0	4,551,870	0
GEFA forgiveness	0	18,638	0	0	0	18,638	0

The accompanying notes are an integral part of these statements.

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.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2022

	<u>Custodial Funds</u>
	<u>TOTAL</u>
ASSETS	
Cash and equivalents	\$172,598
Total assets	<u>\$172,598</u>
LIABILITIES	
Noncurrent liabilities:	
Accounts payable	36,433
Total liabilities	<u>36,433</u>
NET POSITION	
Restricted for other governments	136,165
Total net position	<u>\$136,165</u>

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Custodial Funds</u>
	<u>TOTAL</u>
ADDITIONS	
Contributions	
Private contributions	\$10,000
Evidence confiscations	35,570
TOTAL CONTRIBUTIONS	<u>45,570</u>
Investment earnings:	
Interest	0
TOTAL INVESTMENT EARNINGS	<u>0</u>
LESS INVESTMENT EXPENSE	<u>0</u>
NET INVESTMENT EARNINGS	<u>0</u>
TOTAL ADDITIONS	<u>45,570</u>
DEDUCTIONS	
Purchases of trees/materials	280
Evidence awarded for use/repaid to citizens	50,269
TOTAL DEDUCTIONS	<u>50,549</u>
NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION	(4,979)
NET POSITION - BEGINNING	<u>133,738</u>
NET POSITION - ENDING	<u><u>\$128,759</u></u>

Notes to Financial Statements

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

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.

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

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. Interfund services provided and used are not 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.

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 and the fiduciary fund financial statements. Accordingly, all the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net 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

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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.

Federal Covid Relief Fund – to account for federal covid relief funds.

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.

Sales Tax 2019 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 2020.

Airport Development – 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.

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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.

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

IT SERVICES FUND

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

FIDUCIARY FUNDS

Fiduciary Funds include the Custodial Funds. The Tree Commission Custodial Fund accounts for monies collected for the Tree Commission. The Evidence Custodial 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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 Custodial 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.

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

The following funds' expenditures/expenses exceeded legal appropriations.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

Fund/Department	Expenditures/ Expenses on Budgetary Basis	Appropriations	Amount Exceeding
General Fund/Human Resources Dept	\$664,860	\$487,249	\$177,611
Accommodations Tax	2,575,430	2,187,369	388,061
Sales Tax 2019	15,827,028	12,879,451	2,947,577

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, 2022.

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

- b. Sales Taxes, Franchise Taxes, and Public Utilities Receivable – recorded as revenue when they become both measurable and available for collection within the current period paying cycle, which is 31 days past year end. The balance of what has been earned though not available is recorded as a deferred inflow of resources – unavailable revenue.
2. Accounts Receivable which includes:
- a. Accounts Receivable – Sanitation and Water and Sewer service charges are recognized when earned, with an allowance for uncollectible accounts of 1% of the accounts receivable balance at June 30 after allowing for troubled customers at a graduated scale based on age. Services performed by various departments are recognized as revenue when they are measured and assured of collection within the current paying cycle of the City. That which is earned, but not collected within 31 days of year end, is recognized as a deferred revenue. In the Proprietary Funds, they are recognized as revenue when earned.
 - b. Returned Checks – the balance of checks written by the public that the banks have returned to the City over the past 12 months.
 - c. Accounts Receivable-Employees – the balance that City employees owe the City for travel advances, garnishments, etc.
 - d. Unbilled Services Receivable – within the City’s Enterprise Funds, an estimated amount has been recorded for services rendered but not yet billed as of June 30, 2022. 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 principal and interest on paving assessments are payable in semi-annual installments over a five year period. The principle is recognized when due. The balance due at June 30 that has not been collected within 31 days past year end is recorded as a deferred revenue. There is no allowance for uncollectibles as delinquent accounts are declared as a special assessment lien against the property per Section 7.2, paragraph I, of the City’s Code. The entire outstanding balance is delinquent at June 30, 2022.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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. Leases

Lessor: The City is a lessor for a noncancellable lease of a building. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines: (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

I. 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.

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

J. 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, 2022, 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.

K. ADVANCE TO OTHER FUNDS

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

L. INVENTORIES

Inventories in Proprietary Funds are adjusted to annual and periodic physical counts and are valued at cost using the first-in, first-out method (FIFO) of valuation. Inventory in the Sales Tax 2019 Fund, which is valued at cost first-in, first-out method (FIFO), consists of wetland credits held for construction.

M. PREPAID EXPENDITURES/EXPENSES

Payments made to various vendors for items or services for a future period beyond June 30, 2022 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.

N. RESTRICTED ASSETS

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

O. INTANGIBLE ASSETS

Intangible assets are reported in the applicable governmental or business type activity columns in the government-wide financial statements. The City's policy has set the

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

capitalization threshold at \$5,000 for intangible assets. All intangibles are valued at cost or estimated fair market value if donated. Intangible assets are amortized over their estimated useful lives.

P. CAPITAL ASSETS

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

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

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

The estimated useful lives are as follows:

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

Q. COMPENSATED ABSENCES

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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, 2022 has been recorded in the government wide statements representing the City's commitment to fund such costs from future operations.

R. LONG-TERM OBLIGATIONS

Long-term liabilities for 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 financed purchases. See Note 9 for additional information.

S. PENSION FUND

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

T. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

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

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

Unavailable Resources	General	CVDA	Sales Tax 2019	Airport	Other Gov't	Total
Property Taxes	\$245,189	\$1,502	\$0	\$0	\$0	\$246,691
Sales Tax	0	0	1,212,089	0	110,097	1,322,186
Paving Assessments	45,387	0	0	0	0	45,387
Miscellaneous	446,701	0	0	0	0	446,701

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Def rev TSA	1,985	0	0	0	0	1,985
LAG	72,392	0	0	0	0	72,392
Grants	15,866	0	0	1,112,545	397,458	1,525,869
Total	<u>\$827,520</u>	<u>\$1,502</u>	<u>1,212,089</u>	<u>1,112,545</u>	<u>\$507,555</u>	<u>\$3,661,211</u>

U. 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

CITY OF VALDOSTA, GEORGIA
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FOR THE YEAR ENDED JUNE 30, 2022

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.

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

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

A. DEPOSITS

At year end, the carrying amount of the City's deposits was \$33,096,891 and the bank balance was \$35,410,945. In addition, the City also had \$6,200 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, \$388,178, was covered by federal depository insurance and \$35,022,767 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, 2022 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.

CITY OF VALDOSTA, GEORGIA
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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.

B. INVESTMENTS

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

<u>Form of Deposit</u>	<u>Carrying Amount</u>
Certificate of Deposit	7,406
Total	\$7,406

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 AAA 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.

CITY OF VALDOSTA, GEORGIA
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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 Deposit	Investments
Cash in Bank – Primary Government	\$33,068,688	\$0
Cash in State Pool Fund	10,194,281	0
Petty Cash and Change	6,200	0
Cash and Investments on Hand	43,269,169	0
Fiduciary Assets	157,786	7,406
	<u>\$43,426,955</u>	<u>\$7,406</u>
Non Restricted	\$41,516,179	\$0
Restricted	1,910,776	7,406
Balance per Financial Statement	<u>\$43,426,955</u>	<u>\$7,406</u>

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 2021 property taxes, levied September 15, 2021 on a 40% assessed valuation as of the lien date January 1, 2021, were due November 15, 2021. The levy for 2021 is as follows:

<u>Type of Levy</u>	<u>Rate per \$1,000 of Assessed Value</u>	<u>Legal Maximum</u>
General Operations	14.1411	
Less Sales Tax Rebate	6.3451	
Net for General Operations	7.796	10.00
 Schools	16.318	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, 2022 per the following table:

95% of the 2014 Levy
95% of the 2015 Levy
95% of the 2016 Levy
80% of the 2017 Levy
70% of the 2018 Levy
60% of the 2019 Levy
50% of the 2020 Levy
25% of the 2021 Levy

CITY OF VALDOSTA, GEORGIA
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FOR THE YEAR ENDED JUNE 30, 2022

Taxes receivable at June 30, 2022 consist of the following:

Property Taxes	General Fund	CVDA
2014	\$1,529	\$5
2015	4,642	232
2016	6,179	5
2017	8,607	5
2018	10,827	5
2019	55,997	289
2020	69,156	1,742
2021	298,171	2,428
	<u>455,108</u>	<u>4,711</u>
Franchise Taxes	65,524	0
Total Taxes Receivable	<u>520,632</u>	<u>4,711</u>
Less Allowance for Uncollectible	<u>(155,248)</u>	<u>(2,318)</u>
	<u>\$365,384</u>	<u>\$2,393</u>

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE. 4 INTERFUND RECEIVABLES/PAYABLES

Individual fund interfund receivables and payables including advances at June 30, 2022 are as follows:

Payables	General Fund	CVDA	Non Major Governmental Funds	Stormwater	Internal Service Funds	Total
General Fund	\$0	\$17,919	\$300,000	\$697,532	\$1,145,439	\$2,160,890
Federal COVID Relief	27,200	0	0		0	27,200
Airport Development	688,338	0	0	0	0	688,338
SPLOST 13	37,845	0	0	0	0	37,845
SPLOST 19	51,571	0	103,789	0	0	155,360
CVDA	0	0	0	0	0	0
Sanitation	266,929	0	0	0	0	266,929
Water/Sewer	500,000	0	0	0	0	500,000
Department of Labor	2,170,875	0	0	0	0	2,170,875
Stormwater	362,812	0	0	0	0	362,812
Internal Service Funds	6,988,944	0	0	0	0	6,988,944
Non Major Governmental Funds	1,907,866	0	0	0	0	1,907,866
Non Major Enterprise Funds	272,106	0	0	0	0	272,106
Total	<u>\$13,274,486</u>	<u>\$17,919</u>	<u>\$403,789</u>	<u>\$697,532</u>	<u>\$1,145,439</u>	<u>\$15,539,165</u>

All interfund balances are due to routine interfund transactions that were not paid or received at June 30, 2022 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 Inspection Fund in the amount of \$400,000, the Department of Labor Fund in the amount of \$963,872, and the Motor Pool Fund in the amount of \$5,726,222. 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

**CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022**

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.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Primary Government					
	Beginning Balance	Additions	Retirements	Reclass	Transfer	Ending Balance
Governmental Activities:						
Non-depreciable assets						
Land	\$77,109,294	-	\$0	\$0	\$0	\$77,109,294
Construction in progress	\$1,936,623	3,140,094	0	0	0	5,076,717
Total non-depreciable assets	79,045,917	3,140,094	0	0	0	82,186,011
Depreciable assets						
Land improvements	13,758,475	0	0	0	0	13,758,475
Buildings	29,127,947	0	0	0	0	29,127,947
Equipment	7,499,796	297,197	0	0	0	7,796,993
Motor vehicles	23,937,560	2,130,326	97,396	0	0	25,970,490
Infrastructure	108,865,523	21,565	0	0	0	108,887,088
Total depreciable assets	183,189,301	2,449,088	97,396	0	0	185,540,993
Total at historical cost	262,235,218	5,589,182	97,396	0	0	267,727,004
Less accumulated depreciation for:						
Land improvements	8,081,545	409,902	0	0	0	8,491,447
Buildings	12,326,868	624,570	0	0	0	12,951,438
Equipment	6,064,731	500,636	0	0	0	6,565,367
Motor vehicles	14,813,669	1,876,758	97,396	0	0	16,593,031
Infrastructure	93,694,507	1,517,101	0	0	0	95,211,608
Total accumulated depreciation	134,981,320	4,928,967	97,396	0	0	139,812,891
Governmental activities capital assets, net	<u>\$127,253,898</u>	<u>\$660,215</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$127,914,113</u>
Business-type activities:						
Non-depreciable assets						
Land	\$3,038,403	\$0	\$0	\$0	\$0	\$3,038,403
Construction in progress	\$1,308,801	2,708,739	0	0	0	4,017,540
Total non-depreciable assets	\$4,347,204	2,708,739	0	0	0	7,055,943
Depreciable assets						
Land improvements	164,462,776	0	0			164,462,776
Buildings	105,075,770	0	0	0	0	105,075,770
Equipment	14,840,905	123,163	0			14,964,068
Intangibles	1,161,791	0	0	0	0	1,161,791
Total depreciable assets	285,541,242	123,163	0	0	0	285,664,405
Total at historical cost	289,888,446	2,831,902	0	0	0	292,720,348

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

Less accumulated depreciation for:

Land improvements	44,578,265	3,271,130	0	0	0	47,849,395
Buildings	23,889,634	2,095,634	0	0	0	25,985,268
Equipment	4,640,118	724,953	0	0	0	5,365,071
Intangibles	439,152	38,633	0	0	0	477,785
Total accumulated depreciation	73,547,169	6,130,350	0	0	0	79,677,519
Business-type activities capital assets, net	\$216,341,277	(\$3,298,448)	\$0	\$0	\$0	\$213,042,829

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

Governmental Depreciation:		
General Government		\$4,278,191
Finance		1,959
Engineering		14,888
Public Safety		619,402
Public Works		14,527
Total governmental depreciation		<u>4,928,967</u>
Business-type Depreciation:		
Sanitation		38,058
Water & Sewer		5,927,929
Inspections		89,110
Department of Labor		1,297
Storm Water		<u>73,956</u>
Total business-type depreciation/		<u>6,130,350</u>
Total depreciation expense		<u><u>\$11,059,317</u></u>

Internal Service Funds predominantly serve governmental funds. Accordingly, \$28,828,337 in capital assets, \$19,656,557 in accumulated depreciation, and \$2,010,167 in current depreciation in these funds are included in the above totals for governmental activities.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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. This is an agent multiple employer plan.

Employees Covered Under the Plan

Effective January 1, 2015, the Plan was amended to provide for immediate participation for employees. At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	372
Inactive employees entitled to but not yet receiving benefits	111
Active employees	526
Elected Officials	<u>3</u>
Total covered employees	<u><u>1012</u></u>

Funding Policy

Employees are 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, 2022, the City reported a liability of \$48,672,603 as its net pension liability. The net pension liability was measured as of September 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2022. 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, 2022.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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, 2022:

Changes in Net Pension Liability	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at September 30, 2020	\$ 101,979,896	\$ 49,933,755	\$ 52,046,141
Changes for the year:			
Service cost	1,442,506	-	1,442,506
Interest	7,344,546	-	7,344,546
Differences between expected and actual experience	4,896,973	-	4,896,973
Contributions - employer	-	4,529,241	(4,529,241)
Contributions - employee	-	682,828	(682,828)
Net investment income	-	11,977,359	(11,977,359)
Benefit payments, including refunds of employee contributions	(7,670,662)	(7,670,662)	-
Administrative expense	-	(131,865)	131,865
Other	-	-	-
Net changes	6,013,363	9,386,901	(3,373,538)
Balances at September 30, 2021	<u>\$ 107,993,259</u>	<u>\$ 59,320,656</u>	<u>\$ 48,672,603</u>

**Entry Age Normal liabilities calculated using ages and service amounts as of January 1, 2021 are used to measure TPL as of September 30, 2020. The balances as of September 30, 2019 constitute measurements of the NPL for the fiscal year ending June 30, 2021.*

***Entry Age Normal liabilities calculated using ages and service amounts as of January 1, 2022 are used to measure TPL as of September 30, 2021. The balances as of September 30, 2020 constitute measurements of the NPL for the fiscal year ending June 30, 2022.*

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

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 6 – EMPLOYEE RETIREMENT PLAN, CONTINUED

For the year ended June 30, 2022, the City recognized pension expense of 5,795,067. 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, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience \$	5,120,613	\$ (113,347)
Changes of assumptions	2,982,592	-
Net difference between projected and actual earnings on pension plan investments	-	(6,669,318))
City contributions subsequent to the measurement date	<u>5,633,172</u>	<u>-</u>
Total	<u>\$ 13,736,377</u>	<u>\$ (6,782,665))</u>

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.

\$5,633,122 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, 2023. 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 June 30,	Deferred Outflows/(Inflows) of Resources
<u> </u>	<u> </u>
2023	1,262,700
2024	1,580,237
2025	(823,738)
2026	(698,659)
2027	
Thereafter	<u>-</u>
Total	<u>\$ 1,320,540</u>

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 6 – EMPLOYEE RETIREMENT PLAN, CONTINUED

Actuarial Methods and Assumptions

The total pension liability in the January 1, 2022 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	2.25%
Net Investment Rate of Return	7.375%
Projected Salary Increases	2.25% plus service based merit increases
Cost of Living Adjustments	0.00%
Retirement Age:	
<i>Normal</i>	65 with 5 years of service
<i>Early</i>	55 with 10 years of service
Mortality:	
<i>Healthy</i>	Sex-distinct Pri-2012 head count weighted healthy retiree mortality table with rates multiplied by 1.25
<i>Disabled</i>	Sex-distinct Pri-2012 head count weighted disabled retiree mortality table with rates multiplied by 1.25
<i>Plan termination basis (all lives)</i>	1994 Group Annuity Reserving Unisex Table

The mortality and economic actuarial assumptions used in the January 1, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through June 30, 2023.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

NOTE 6 – EMPLOYEE RETIREMENT PLAN, CONTINUED

The 7.375% 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, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	45%	6.55%
International equity	20%	7.30%
Real estate	10%	3.65%
Global Fixed Income	5%	.50%
Domestic Fixed Income	20%	.40%
Cash	0%	
 Total	 100%	

Discount Rate

The discount rate used to measure the total pension liability was 7.375%, 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 pension 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:

	<u>1% Decrease (6.375%)</u>	<u>Current Discount Rate (7.375%)</u>	<u>1% Increase (8.375%)</u>
Net pension liability	<u>\$ 60,686,227</u>	<u>\$ 48,672,603</u>	<u>\$ 38,616,013</u>

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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.

For the year ended June 30, 2022 the City's contribution to this plan was \$0.

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, 2022, 169 retirees participated in the plan, paying a monthly premium of \$77 - \$280. However, their dental is the same group coverage as active employees. This is a single employer plan.

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.

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The City's self-insured health plan, City of Valdosta Group Insurance, provides medical and hospitalization benefits for two classes of retirees. Retirees who retired before July 1, 2009 with twenty-five years of continuous service are eligible for health insurance paid by the City. All other retirees must pay a monthly premium of \$77 - \$280 to participate in the plan. The plan is administered by the Plan Administrator, with United American, an Administrative Service Agent, acting as claims paying agent. The Mayor and City Council has the authority to amend the plan. The City contributions are financed on a pay-as-you-go basis. During the current year, the City expended \$772,775 for retirees' health insurance for 169 participants. In addition, 33 participants spouses were covered.

Employees Covered by Benefit Terms –

Retired members currently receiving benefits	169
Vested terminated members entitled to but not yet receiving benefits	-
Active members	<u>566</u>
 Total covered employees	 <u><u>735</u></u>

Actuarial Assumptions –

Actuarial Assumptions:

Inflation	2.25%
Salary Increases	3.00% to 8.50%, including inflation
Discount Rate	2.16%
Healthcare cost trend rates	Non-Medicare Advantage Health: 7.00% trended down to 4.50% by 2030 Medicare Advantage: 0.00% for the first two years, then 4.50% Dental: 3.00%
Health Mortality Rates	Sex-distinct Pri-2012 head-count weighted Healthy Retiree Mortality Table with adjustments and mortality improvement from 2012

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to June 30, 2020.

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Changes in Total OPEB Liability –

	Total OPEB Liability (a) - (b)
Balances at June 30, 2021	\$ 34,676,440
Changes for the year:	
Service cost	850,236
Interest	776,812
Differences between expected and actual experience	(375,570)
Changes of Assumptions	289,794
Contributions - employer	
Change of benefit terms	-
Benefit payments, including refunds of employee contributions	(757,767)
Administrative expense	-
Other	-
Net changes	783,505
Balances at June 30, 2022	\$ 35,459,945

Discount Rate -

Discount rate -Since the City funds this Plan on a total OPEB, GASB requires the discount rate be based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). To comply with this requirement, the discount rate is based on an index of 20-year, tax-exempt general obligation bonds. Specifically, the chosen rate is 2.21%, the Bond Buyer 20-Bond GO Index rate published closest to, but not later than, the measurement date of June 30, 2021.

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

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Net OPEB Liability (Asset)	\$ 42,071,306	\$ 35,459,945	\$ 30,271,803

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

	1% Decrease	Current Healthcare Cost Trend Current Discount Rate	1% Increase
Net OPEB Liability (Asset)	\$ 29,558,985	\$ 35,459,945	\$ 43,186,148

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB –

For the year ended June 30, 2022, the City recognized an actuarial expense against its total OPEB liability of \$234,365. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 7,479,054	\$ (6,668,745)
Net difference between projected and actual experience in the Total OPEB Liability	-	-
		(3,997,846)
City contributions subsequent to the measurement date	<u>772,775</u>	<u>-</u>
Total	<u>\$ 8,251,829</u>	<u>\$ (10,666,591)</u>

\$772,775 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources
2023	(1,392,685)
2024	(683,495)
2025	214,702
2026	214,702
2027	(1,528,507)
Thereafter	<u>(12,254)</u>
Total	<u>\$ (3,187,537)</u>

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

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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.

	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2022</u>	<u>Due Within One Year</u>
Governmental Funds					
Other Post Employment Benefits	<u>\$34,676,440</u>	<u>\$1,916,842</u>	<u>\$1,133,337</u>	<u>\$35,459,945</u>	<u>\$0</u>
Total OPEB	<u>\$34,676,440</u>	<u>\$1,916,842</u>	<u>\$1,133,337</u>	<u>\$35,459,945</u>	<u>\$0</u>

NOTE 9. LONG TERM DEBT

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, 2022, the limit for the City was \$162,779,645.

Long term bonded debt of the City is as follows:

	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2022</u>	<u>Due Within One Year</u>
Enterprise Funds					
4.19% Department of Labor Building.					
Original issue amount \$4,410,000.	<u>\$682,000</u>	<u>\$0</u>	<u>\$233,000</u>	<u>\$449,000</u>	<u>\$233,000</u>
Total Notes	<u>\$682,000</u>	<u>\$0</u>	<u>\$233,000</u>	<u>\$449,000</u>	<u>\$233,000</u>

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.

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The annual requirement to amortize this bond series as of June 30, 2022, including interest of \$18,813 on the Bond Series 2003 is as follows:

Year Ended June 30	Principal	Interest	Total
2023	233,000	13,932	246,932
2024	216,000	4,881	220,881
Total	\$449,000	\$18,813	\$467,813

Enterprise Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Water & Sewerage Revenue Refunding Bonds, Series 2020					
Original issue amount \$32,134,000.	\$30,769,997	\$0	\$2,791,976	\$27,978,021	\$2,856,590
Total Notes	\$30,769,997	\$0	\$2,791,976	\$27,978,021	\$2,856,590

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

The annual requirement to amortize this bond series as of June 30, 2022, including interest of \$3,222,667 on the Bonds, Series 2020 is as follows:

Year Ended June 30	Principal	Interest	Total
2023	\$2,856,590	\$610,714	\$3,467,304
2024	2,857,366	545,039	3,402,405
2025	2,653,818	481,993	3,135,811
2026	2,715,235	420,576	3,135,811
2027	2,778,073	357,738	3,135,811
2028-2032	13,584,932	802,038	14,386,970
2033	532,007	4,569	536,576
Total	\$27,978,021	\$3,222,667	\$31,200,688

The liability for compensated absences and other post employment benefits of the City is as follows:

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	<u>Balance</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Due Within</u> <u>One</u> <u>Year</u>
Enterprise Funds					
Accrued vacation	\$567,867	\$536,618	\$567,867	\$536,618	\$274,272
Internal Service Funds					
Accrued vacation	50,039	45,209	50,039	45,209	4,830
Governmental Funds					
Accrued vacation	1,786,011	1,791,950	1,786,011	1,791,950	1,210,052
Total OPEB Liability	<u>34,676,440</u>	<u>1,916,842</u>	<u>1,133,339</u>	<u>35,459,945</u>	<u>0</u>
Total	<u>\$37,088,300</u>	<u>\$4,290,619</u>	<u>\$3,511,166</u>	<u>\$37,833,722</u>	<u>\$1,489,154</u>

Compensated absences, pension liabilities, and OPEB liabilities are generally liquidated by the General Fund.

The City of Valdosta has entered into a contract for three loans with Georgia Environmental Facilities Authority for an aggregate loan balance of \$53,828,326. Payments for these loans are repaid monthly. In addition, the City has entered into one additional contract to finance water and sewer projects. As of June 30, 2022, \$6,368,555 in draws had been made on this loan in progress.

<u>Loan Name</u>	<u>Loan Amount</u>	<u>Payment Period</u>
CW13-006	37,767,770	June 1, 2017 to June 1, 2037
2013-L31WJ	10,551,369	February 1, 2018 to February 1, 2038
GF2017012	5,509,187	January 1, 2020 to December 31, 2039
DW2020004	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, 2022. GEFA retitles notes as modifications are made.

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Georgia Environmental Facilities Loans

Loan #	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
CW13-006	\$16,727,315	\$0	\$6,516,612	\$10,210,703	\$2,036,053
2013-L31WJ	9,345,968	0	445,368	8,900,600	456,175
GF2017012	5,291,696	0	222,746	5,068,950	228,128
DW2020004	6,857,655	775,963	1,645,516	5,988,102	0
Totals	\$38,222,634	\$775,963	\$8,830,242	\$30,168,355	\$2,720,356

The requirements to amortize the Georgia Environmental Facilities Loans debt outstanding with the exception of the pending notes as of June 30, 2022 is as follows:

Fiscal Year Ending June 30	Loan # CW13-006		Loan # 2013-L31WJ		Loan # GF2017012	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$2,036,053	\$130,126	\$456,175	\$208,618	\$228,128	\$118,660
2024	2,064,950	101,229	467,244	197,549	233,641	113,147
2025	2,094,046	72,132	478,584	186,209	239,286	107,502
2026	2,123,551	42,627	490,196	174,597	245,068	101,720
2027	1,892,103	12,801	502,090	162,703	250,990	95,798
2028-2032	0	0	2,699,228	624,737	1,348,907	385,033
2033-2037	0	0	3,043,004	280,961	1,519,947	213,993
2038	0	0	764,079	11,514	1,002,983	37,384
Totals	\$10,210,703	\$358,915	\$8,900,600	\$1,846,888	\$5,068,950	\$1,173,237

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Fiscal Year Ending June 30	Total All Loans	
	Principal	Interest
2023	\$2,720,356	\$457,404
2024	2,765,835	411,925
2025	2,811,916	365,843
2026	2,858,815	318,944
2027	2,645,183	271,302
2028-2032	4,048,135	1,009,770
2033-2037	4,562,951	494,954
2038	1,767,062	48,898
Totals	\$24,180,253	\$3,379,040

The present interest rates range from 1.4% to 2.4%. This debt has been issued to improve and maintain the City's water system.

The City of Valdosta has a note to GEFA in the draw down phase so long term payments are not scheduled. Total draw down as of June 30, 2022 are 5,988,102.

Police Department Financed Purchases

The City of Valdosta entered into a financed purchase agreement on November 12, 2019, with Dell for computer equipment for the Police Department. The total payments are \$117,234 with annual interest imputed at 2.86%, payable in three annual payments of \$37,232 and one final payment of \$5,539.

The annual requirement to amortize the Dell Agreement outstanding balance as of June 30, 2022, is a follows:

Year Ending June 30	Principal	Interest	Total
2023	5,518	20	5,538
Total	\$5,518	\$20	\$5,538

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Governmental Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Dell Computer Financed Purchase Obligation					
Original Issue Amount \$110,770	\$41,530	\$0	\$36,012	\$5,518	\$5,518
	<u>\$41,530</u>	<u>\$0</u>	<u>\$36,012</u>	<u>\$5,518</u>	<u>\$5,518</u>

Police Department Financed Purchases

The City of Valdosta entered into a financed purchases agreement on April 11, 2021, with Dell for computer equipment for the Police Department. The total lease payments are \$126,022 with annual interest imputed at 2.86%, payable in three annual payments of \$40,013 and one final payment of \$5,983.

The annual requirement to amortize the Dell Financed purchases Agreement outstanding balance as of June 30, 2022, is as follows:

Year Ending June 30	Principal	Interest	Total
2023	37,870	2,143	40,013
2024	5,703	281	5,984
Total	<u>\$43,573</u>	<u>\$2,424</u>	<u>\$45,997</u>

Governmental Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Dell Computer Financed Purchase Obligation					
Original Issue Amount \$119,680	\$79,667	\$0	\$36,094	\$43,573	\$37,870
	<u>\$79,667</u>	<u>\$0</u>	<u>\$36,094</u>	<u>\$43,573</u>	<u>\$37,870</u>

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Police Department Financed Purchases

The City of Valdosta entered into a financed purchases agreement on July 21, 2017, with Motorola for body cameras for the Police Department. The total lease payments are \$448,172, with annual interest imputed at 3.0%, payable in payments of \$68,750, \$120,162, and 3 payments of \$86,420.

The annual requirement to amortize the Dell Financed purchases Agreement outstanding balance as of June 30, 2022, is as follows:

Year Ended June 31	Principal	Interest	Total
2023	249,136	10,124	259,260
Total	\$249,136	\$10,124	\$259,260

Governmental Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Body Cameras					
Original Issue Amount \$422,219	\$249,136	\$0	\$0	\$249,136	\$249,136
	<u>\$249,136</u>	<u>\$0</u>	<u>\$0</u>	<u>\$249,136</u>	<u>\$249,136</u>

Motor Pool Fund Financed Purchases

The City of Valdosta entered into a financed purchases agreement on February 23, 2016, with GMA, funded by BB&T Governmental Finance Project Funds, to finance the purchase of four firetrucks for the Fire Department in the amount of \$1,932,479. The total lease payments are \$2,215,661 with a variable interest rate. The current annual interest rate imputed at 2.73%, payable in ten annual payments of \$222,468.

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The annual requirement to amortize the GMA Lease Agreement outstanding balance as of June 30, 2022, is as follows:

Enterprise Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Four Sutphen Firetrucks.					
Original issue amount \$1,932,479	\$1,026,739	\$0	\$194,438	\$832,301	\$199,747
Total Notes	<u>\$1,026,379</u>	<u>\$0</u>	<u>\$194,438</u>	<u>\$832,301</u>	<u>\$199,747</u>

Year Ended June 30	Principal	Interest	Total
2023	199,747	22,721	222,468
2024	205,199	17,269	222,468
2025	210,801	11,667	222,468
2026	216,555	5,913	222,468
Total	<u>\$832,302</u>	<u>\$57,570</u>	<u>\$889,872</u>

Motor Pool Fund Financed Purchases

The City of Valdosta entered into a financed purchases agreement on February 13, 2019, with GMA, funded by BB&T Governmental Finance Project Funds, to finance the purchase of two firetrucks for the Fire Department in the amount of \$2,561,946. The total lease payments are \$3,177,897 with an imputed interest rate. The current annual interest rate imputed at 3.74%, payable in ten annual payments of \$311,790.

The annual requirement to amortize the GMA Lease Agreement outstanding balance as of June 30, 2022, is as follows:

Enterprise Funds	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Two Sutphen Firetrucks.					
Original issue amount \$2,561,946	\$2,121,923	\$0	\$232,430	\$1,889,493	\$241,123
Total Notes	<u>\$2,121,923</u>	<u>\$0</u>	<u>\$232,430</u>	<u>\$1,889,493</u>	<u>\$241,123</u>

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Year Ended June 30	Principal	Interest	Total
2023	241,123	70,667	311,790
2024	250,141	61,649	311,790
2025	259,496	52,294	311,790
2026	269,201	42,589	311,790
2027	279,269	32,521	311,790
2028-2029	590,263	33,317	623,580
Total	\$1,889,493	293,037	\$2,182,530

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.

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	General Fund	Federal Covid Relief	Sales Tax 2013	Sales Tax 2019	Airport	CVDA	Non-Major Governmental Funds	Total
Nonspendable. The following fund balances are nonspendable:								
Long term receivables	\$7,120,094	\$0	\$0	\$0	\$0	\$0	\$0	\$7,120,094
Inventories	0	0	0	213,395	0	0	0	213,395
Required to be maintained in tact	0	0	0	0	0	0	1,832,471	1,832,471
	<u>7,120,094</u>	<u>0</u>	<u>0</u>	<u>213,395</u>	<u>0</u>	<u>0</u>	<u>1,832,471</u>	<u>9,165,960</u>
Restricted. The following fund balances are restricted for:								
Public safety	138,113	0	0	0	0	0	96,928	235,041
Land Bank Authority	72,392	0	0	0	0	0	0	72,392
Community development	0	0	0	0	0	148,593	1,641,835	1,790,428
NPDES permitting	71,625	0	0	0	0	0	0	71,625
Redevelopment	0	0	0	0	0	0	0	0
Capital outlay	0	578	1,038,118	4,867,423	0	0	1,413,483	7,319,602
	<u>282,130</u>	<u>578</u>	<u>1,038,118</u>	<u>4,867,426</u>	<u>0</u>	<u>148,593</u>	<u>3,152,246</u>	<u>9,489,088</u>
Committed. The following fund balances are committed:								
Committed for urban forestry	10,767	0	0	0	0	0	0	10,767
	<u>10,767</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>10,767</u>
Assigned. The following fund balances are assigned to:								
Tourism development	0		0	0	0	0	3,478,630	3,478,630
Capital Improvement	1,258,962	0	2,419,861	6,337,554	0	0	1,785,975	11,802,352
	<u>1,258,962</u>	<u>0</u>	<u>2,419,861</u>	<u>6,337,554</u>	<u>0</u>	<u>0</u>	<u>5,264,605</u>	<u>15,280,982</u>
Unassigned. The following balances are unassigned:								
	4,306,313	0	0	0	(943,163)	0	(728,945)	2,634,205
	<u>4,306,313</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(943,163)</u>	<u>0</u>	<u>(728,945)</u>	<u>2,634,205</u>
Total Fund Balance	<u>\$12,978,266</u>	<u>\$578</u>	<u>\$3,457,979</u>	<u>\$11,418,372</u>	<u>(943,163)</u>	<u>\$148,593</u>	<u>\$9,520,377</u>	<u>\$36,581,002</u>

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NOTE 11. 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, 2022, against the self-insurance fund. This incurred but not reported (IBNR) liability is estimated to be \$1,200,000. This number was calculated by analyzing the plan's payment lag and projecting the resulting trend into the next fiscal year.

NOTE 12. 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) in the Governmental Funds and transfers section in the Proprietary Funds.

Transfers between fund types during the year ended June 30, 2022, were:

	Transfers In	Transfers Out
General Fund	\$3,037,095	\$2,362,429
Sanitation Fund	0	426,876
Water and Sewer Fund	0	3,020,193
Storm Water Fund	0	288,267
Other Governmental Funds	0	295,000
Other Enterprise Funds	295,000	272,691
Internal Service Funds	3,333,361	0
	<u>\$6,665,456</u>	<u>6,665,456</u>

General Fund transferred \$2,362,429 to Group Insurance. Sanitation transferred \$280,376 to Group Insurance. Water and Sewer transferred \$529,599 to Group Insurance. Inspections

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

transferred \$51,922 to Group Insurance. Storm Water transferred \$88,267 to Group Insurance. Mathis Auditorium transferred \$20,769 to Group Insurance. Accommodations Tax transferred \$295,000 to the Auditorium Fund. 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 13. 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, 2022, the City paid \$75,805 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 14. 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, 2022, there is no known liability.

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

The City is also self-insured for medical claims by the employees and employees' dependents that are covered under the medical plan. The plan is a self-funded welfare benefit plan providing health and hospitalization benefits. Claims under the plan are paid solely from the general assets of the City of Valdosta. Losses greater than \$150,000 per aggregate individual claim are insured by a private insurance company. The plan is administered by the Plan Administrator, with BAS, Inc., an Administrative Service Agent, acting as claims paying agent. The City of Valdosta and employees' contributions cover the cost of the plan. The City's contributions and any employee pretax contributions withheld by way of payroll deduction are held by the City and used to pay the plan's benefits. Any after-tax employee contributions may be held in trust by the trustee. The amount of all such contributions are actuarially determined where necessary. As previously stated in Note 11, there is a liability of \$1,200,000 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:

	Unpaid claims, beginning of fiscal year	Incurred claims (including IBNR's)	Claim payments	Unpaid claims, end of fiscal year
June 30, 2021	1,156,666	5,657,558	(5,727,461)	1,086,763
June 30, 2022	1,086,763	6,098,554	(5,916,936)	1,268,381

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:

2022	\$0
2021	0
2020	0

NOTE 15. DEPARMENT OF LABOR BUILDING LEASE

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

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

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 \$469,157. 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 \$4,394,543 and its carrying amount is \$2,815,297. Depreciation on the building amounts to \$89,110 annually. Under GASB 87 the City of Valdosta is required to recognize certain long-term lease agreements. The DOL Building Fund recognizes \$435,515 in lease revenue and \$21,932 in interest revenue during the current fiscal year. The leased receivable for the DOL as of June 30, 2022 was \$423,804. The DOL has deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. The balance of the deferred inflow of resources associated with this lease was \$435,515 as of June 30, 2022.

NOTE 16. ACCOMMODATIONS TAX

The City collects and disburses an accommodations tax in accordance with the provisions with OCGA 48-13-51. The total rate of 7% generated \$3,736,731, net of vendor's compensation of \$104,382, in tax receipts and was allocated as follows: \$1,536,068, or 40% of the first 5% and 50% of the remaining 2%, to the Valdosta/Lowndes County Tourism Authority, \$258,971 to the Valdosta/Lowndes Conference Center, \$436,009 to the Airport Authority, \$25,000 to the Public Art Society, \$25,000 to the Historical Society, and \$190,000 to the Turner Arts Center. The remainder of \$691,456 was retained by the City and will be spent in accordance with legal provisions.

NOTE 17. CONSTRUCTION COMMITMENTS

The City has active construction projects as of June 30, 2022. The projects include the expansion and maintenance of the City's water and sewer system. At year end, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
Dukes Bay Lift Station and Sewer Improvements	\$130,208	\$2,260,461

NOTE 18. TAX ABATEMENTS

During the fiscal year ended June 30, 2022, the City of Valdosta did not enter into any tax abatement agreements. The City is subject to tax abatements granted by the Valdosta-Lowndes

CITY OF VALDOSTA, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

Development Authority, an entity created by the City of Valdosta and Lowndes County. The authorities stated purpose is to build and grow businesses in the Valdosta-Lowndes County area. During the fiscal year 2021, the authority abated taxes to four businesses within the City. The Authority entered into these agreements to encourage new business as well as expansion to existing businesses. The total taxes abated for the year were \$16,430. Information relevant to disclosure of these abatements of the fiscal year ended June 30, 2022 is:

Type of Business	Property Taxes Abated during the Fiscal Year
Valdosta Lowndes County Indu:	12,520
South Georgia Pecan	3,910
	<u>\$16,430</u>

Budgetary Comparison Schedules

CITY OF VALDOSTA, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	
Revenues:				
Taxes	\$34,983,873	\$34,983,873	\$36,563,400	\$1,579,527
Licenses and permits	513,000	513,000	578,565	65,565
Charges for services	115,106	115,106	188,590	73,484
Fines and forfeitures	968,500	968,500	561,010	(407,490)
Interest income	25,000	25,000	23,332	(1,668)
Contributions and donations	25,000	25,000	0	(25,000)
Miscellaneous	315,800	328,800	331,553	2,753
Intergovernmental	1,512,496	1,616,034	1,300,055	(315,979)
Capital leases	0	0	0	0
Transfer in	5,053,829	5,053,829	3,037,095	(2,016,734)
TOTAL REVENUES	43,512,604	43,629,142	42,583,600	(1,045,542)
Expenditures:				
Current:				
General government	9,837,549	9,872,061	9,130,947	741,114
Public safety	27,914,373	28,174,320	24,825,658	3,348,662
Public works	2,959,897	2,959,897	2,542,524	417,373
Economic development and assistance	1,207,873	1,207,678	1,080,323	127,355
Debt service principal	163,666	163,666	72,106	91,560
Debt service interest	0	0	5,138	(5,138)
Transfer out	1,788,337	1,788,337	2,362,429	(574,092)
TOTAL EXPENDITURES	43,871,695	44,165,959	40,019,125	4,146,834
REVENUES OVER (UNDER) EXPENDITURES	(359,091)	(536,817)	2,564,475	3,101,292
Fund balance - beginning of year budgetary basis	8,241,763	8,241,763	8,241,763	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$7,882,672	\$7,704,946	\$10,806,238	\$3,101,292

Explanation of Differences between Budgetary Inflows and Outflows and GAAP

Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.

\$42,583,600

Differences - budget to GAAP:

Transfers from other funds are inflows for budgetary resources but are not revenues for financial reporting purposes.

(3,037,095)

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$39,546,505

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.

\$40,019,125

Differences - budget to GAAP:

Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.

95,998

Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes.

(2,362,429)

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$37,752,694

CITY OF VALDOSTA, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FEDERAL COVID RELIEF
FOR THE YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Intergovernmental	\$0	\$1,086,800	\$85,120	(\$1,001,680)
TOTAL REVENUES	<u>0</u>	<u>1,086,800</u>	<u>85,120</u>	<u>(1,001,680)</u>
Expenditures:				
Current:				
Capital outlay	0	3,600	3,600	0
TOTAL EXPENDITURES	<u>0</u>	<u>3,600</u>	<u>3,600</u>	<u>0</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>0</u>	<u>1,083,200</u>	<u>81,520</u>	<u>(1,001,680)</u>
Fund balance - beginning of year - budgetary basis	<u>578</u>	<u>578</u>	<u>578</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u><u>\$578</u></u>	<u><u>\$1,083,778</u></u>	<u><u>\$82,098</u></u>	<u><u>(\$1,001,680)</u></u>

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.

\$85,120

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$85,120

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$3,600

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$3,600

**CITY OF VALDOSTA, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
CENTRAL VALDOSTA DEVELOPMENT AUTHORITY
FOR YEAR ENDED JUNE 30, 2022**

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Taxes		\$92,000	\$92,000	\$87,480	(\$4,520)
Interest income		0	0	175	175
Contributions		9,000	9,000	9,744	744
Miscellaneous		1,000	1,000	578	(422)
Intergovernmental		0	0	0	0
	TOTAL REVENUES	<u>102,000</u>	<u>102,000</u>	<u>97,977</u>	<u>(4,023)</u>
Expenditures:					
General Government		102,000	102,000	78,843	23,157
	TOTAL EXPENDITURES	<u>102,000</u>	<u>102,000</u>	<u>78,843</u>	<u>23,157</u>
	REVENUES OVER (UNDER) EXPENDITURES	<u>0</u>	<u>0</u>	<u>19,134</u>	<u>19,134</u>
	Fund Balance - beginning of year - budgetary basis	<u>129,459</u>	<u>129,459</u>	<u>129,459</u>	<u>0</u>
	FUND BALANCE - END OF YEAR	<u><u>\$129,459</u></u>	<u><u>\$129,459</u></u>	<u><u>\$148,593</u></u>	<u><u>\$19,134</u></u>

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.

\$97,977

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in net positions - governmental funds.

\$97,977

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$78,843

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in net positions - governmental funds.

\$78,843

**CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
AIRPORT DEVELOPMENT FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$10,032,160	\$5,161,422	(\$4,870,738)
Interest revenue	0	0	0
TOTAL REVENUES	<u>10,032,160</u>	<u>5,161,422</u>	<u>(4,870,738)</u>
Expenditures:			
Capital outlay:			
Airport improvement	10,032,160	6,359,765	3,672,395
TOTAL EXPENDITURES	<u>10,032,160</u>	<u>6,359,765</u>	<u>3,672,395</u>
REVENUES UNDER EXPENDITURES	<u>0</u>	<u>(1,198,343)</u>	<u>(1,198,343)</u>
Fund balance - beginning of year - budgetary basis	(58,139)	(58,139)	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u>(\$58,139)</u>	<u>(\$1,256,482)</u>	<u>(\$1,198,343)</u>

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.

\$5,161,422

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$5,161,422

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$6,359,765

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$6,359,765

CITY OF VALDOSTA, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2022

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:									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u><i>Total pension liability</i></u>										
Service cost	\$ 1,442,506	\$ 1,387,096	\$ 1,413,080	\$ 1,311,813	\$ 1,086,275	\$ 1,128,876	\$ 1,186,364	\$ 1,168,292		
Interest	7,344,546	7,219,966	6,515,504	6,460,190	6,282,650	6,096,193	5,796,872	5,621,355		
Differences between expected and actual experience	4,896,973	306,937	2,547,179	(566,737)	641,340	614,516	1,329,502	414,792		
Changes of assumptions	0	0	7,456,479	0	1,572,966	0	(4,587,307)	5,432,537		
Changes of benefit terms	0	0	0	0	0	0	0	0	(info pri to impl of GASB 6)	
Benefit payments, including refunds of employee contributions	(7,670,662)	(6,889,700)	(6,873,906)	(6,264,126)	(5,387,133)	(5,480,240)	(5,005,586)	(4,979,503)		
Net change in total pension liability	6,013,363	2,024,299	11,058,336	941,140	4,196,098	2,359,345	(1,280,155)	7,657,473		
Total pension liability - beginning	101,979,896	99,955,597	88,897,261	87,956,121	83,760,023	81,400,678	82,680,833	75,023,360		
Total pension liability - ending (a)	\$107,993,259	\$101,979,896	\$99,955,597	\$88,897,261	\$87,956,121	\$83,760,023	\$81,400,678	\$82,680,833		
<u><i>Plan fiduciary net position</i></u>										
Contributions - employer	\$ 4,529,241	\$ 5,097,234	\$ 5,512,755	\$ 4,278,310	\$ 3,981,181	\$ 4,474,678	\$ 3,146,917	\$ 3,402,750		
Contributions - employee	682,828	580,592	558,848	556,129	490,871	366,280	355,472	333,321		
Net investment income	11,977,359	4,343,717	1,430,524	4,242,588	5,779,324	3,952,625	471,566	3,877,248		
Benefit payments, including refunds of employee contributions	(7,670,662)	(6,889,700)	(6,873,906)	(6,264,126)	(5,387,133)	(5,480,240)	(5,005,586)	(4,979,503)	(info pri to impl of GASB 6)	
Administrative expense	(131,865)	(120,220)	(127,501)	(122,993)	(131,920)	(75,213)	(83,287)	(67,292)		
Other	0	0	0	0	0	0	0	0		
Net change in fiduciary net position	9,386,901	3,011,623	500,720	2,689,908	4,732,323	3,238,130	(1,114,918)	2,566,524		
Plan fiduciary net position - beginning	49,933,755	46,922,132	46,421,412	43,731,504	38,999,181	35,761,051	36,875,969	34,309,445		
Plan fiduciary net position - ending (b)	\$ 59,320,656	\$ 49,933,755	\$ 46,922,132	\$46,421,412	\$43,731,504	\$38,999,181	\$35,761,051	\$36,875,969		
Net pension liability - ending (a)-(b)	\$ 48,672,603	\$ 52,046,141	\$ 53,033,465	\$42,475,849	\$44,224,617	\$44,760,842	\$45,639,627	\$45,804,864		
Plan's fiduciary net position as a percentage of the total pension liability	54.93%	48.96%	46.94%	52.22%	49.72%	46.56%	43.93%	44.60%	(info pri to impl of GASB 6)	
Covered payroll	\$ 23,373,931	\$ 23,604,882	\$ 23,735,198	\$24,387,924	\$23,419,149	\$20,841,771	\$21,525,912	\$19,640,929		
Net pension liability as a percentage of covered payroll	208.23%	220.49%	223.44%	174.17%	188.84%	214.77%	212.02%	233.21%		

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

	Year Ended June 30:									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Required Employer Contribution	4,973,495	4,977,629	5,444,446	5,078,703	4,183,365	3,904,094	3,600,000	3,516,500		
Contributions recognized by the pension plan	4,973,495	4,977,629	5,444,446	5,078,703	4,183,365	3,904,094	3,600,000	3,516,500		
Contribution deficiency (excess)	-	-	-	-	0	0	0	0	(info pri to impl of GASB 68)	
Covered payroll	23,373,931	23,604,882	23,735,198	24,387,924	25,440,527	24,102,953	22,036,245	22,009,376		
Contributions as a percentage of covered payroll	21.28%	21.09%	22.94%	20.82%	16.44%	16.20%	16.34%	15.98%		

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

	Year Ended June 30:									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u><i>Total OPEB liability</i></u>										
Service cost	\$850,236	\$1,099,789	\$598,329	\$1,288,098	\$1,524,705					
Interest	776,812	1,540,137	1,176,172	1,295,555	1,111,230					
Differences between expected and actual experience	(375,570)	(3,498,801)	(451,195)	(2,537,347)	(439,063)					
Changes of assumptions	289,794	(7,114,970)	12,653,653	(2,851,834)	(3,816,076)					
Changes of benefit terms	-	180,093	0	(1,303,614)	0	(Historical information prior to implementation of GASB 74 & 75 is not req				
Benefit payments, including refunds of employee contributions	(757,767)	(860,439)	(880,075)	(1,115,378)	(776,672)					
Net change in total OPEB liability	783,505	(8,654,191)	13,096,884	(5,224,520)	(2,395,876)					
Total OPEB liability - beginning	34,676,440	43,330,631	30,233,747	35,458,267	37,854,143					
Total OPEB liability - ending (a)	<u>\$35,459,945</u>	<u>\$34,676,440</u>	<u>\$43,330,631</u>	<u>\$30,233,747</u>	<u>\$35,458,267</u>					
<u><i>Plan fiduciary net position</i></u>										
Contributions - employer	\$757,767	\$860,439	\$880,075	\$1,115,378	\$776,672					
Contributions - employee	0	0	0	0	0					
Net investment income	0	0	0	0	0					
Benefit payments, including refunds of employee contributions	(757,767)	(860,439)	(880,075)	(1,115,378)	(776,672)	(Historical information prior to implementation of GASB 74 & 75 is not req				
Administrative expense	0	0	0	0	0					
Other	0	0	0	0	0					
Net change in fiduciary net position	0	0	0	0	0					
Plan fiduciary net position - beginning	0	0	0	0	0					
Plan fiduciary net position - ending (b)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>					
Net pension OPEB - ending (a)-(b)	<u>\$35,459,945</u>	<u>\$34,676,440</u>	<u>\$43,330,631</u>	<u>\$30,233,747</u>	<u>\$35,458,267</u>					
Plan's fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	(Historical information prior to implementation of GASB 74 & 75 is not req				
Covered payroll	\$24,158,984	\$23,627,368	\$23,419,149	\$21,525,912	\$20,841,771					
Net OPEB liability as a percentage of covered payroll	146.78%	146.76%	185.02%	140.45%	170.13%					

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

	Year Ended June 30:									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	1,084,601	2,539,377	2,861,945	1,812,332	2,619,382	3,667,792	3,428,378	4,520,756	4,183,653	5,049,620
Contributions in relation to the actuarially determined contribution	757,767	860,439	880,075	880,075	1,115,378	776,672	990,141	1,220,203	1,273,383	421,097
Contribution deficiency (excess)	326,834	1,678,938	1,981,870	932,257	1,504,004	2,891,120	2,438,237	3,300,553	2,910,270	4,628,523
Covered payroll	24,158,984	23,627,368	23,735,198	23,419,149	21,525,912	21,525,912	21,525,912	19,143,280	19,143,280	18,493,053
Contributions as a percentage of covered payroll	3.14%	3.64%	3.71%	3.76%	5.18%	3.61%	4.60%	6.37%	6.65%	2.28%

Non-Major Governmental Funds

Special Revenue Funds

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

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

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 (UDAG) - 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 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 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

GA DCA CHIP 2016 -116 - 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.

Transit Grant Fund - to account for grant funds related to the city's transit system.

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.

Capital Project Funds

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

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

Permanent Fund

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, 2022

	CONFISCATED FUNDS	PROPERTY EVIDENCE FUND	U.S. DEPT OF JUSTICE LOCAL LAW BLOCK GRANTS	UDAG
ASSETS				
Cash and equivalents	109,383	\$54,718	\$10	\$17,709
Receivables (net)				
Accounts	0	0	0	0
Taxes	0	0	0	0
Second mortgages	0	0	0	26,162
Due from other funds	0	0	0	0
Due from other governments and agencies	0	0	0	0
Total assets	<u>\$109,383</u>	<u>\$54,718</u>	<u>\$10</u>	<u>\$43,871</u>
LIABILITIES				
Liabilities:				
Vouchers and accounts payable	1,648	0	0	0
Due to:				
Other funds	11,549	53,976	10	0
Advances from other funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities	<u>13,197</u>	<u>53,976</u>	<u>10</u>	<u>0</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances (deficits):				
Nonspendable	0	0	0	0
Restricted	96,186	742	0	43,871
Assigned	0	0	0	0
Unassigned	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total fund balances (deficits)	<u>96,186</u>	<u>742</u>	<u>0</u>	<u>43,871</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$109,383</u>	<u>\$54,718</u>	<u>\$10</u>	<u>\$43,871</u>

SPECIAL REVENUE FUNDS

GA DCA CHIP 02M-X-092-2-2695	HUD FEDERAL GRANT	GA DCA CHIP 07M-X-092-2-2961	GA DCA CHIP 07MR-X-092-2-2979	GA DCA CHIP 2016-116
\$0	\$320,454	\$0	\$0	\$1,934
0	0	0	0	0
0	0	0	0	0
600	1,139,897	5,600	2,000	112,840
0	0	0	0	0
0	335,093	0	0	0
<u>\$600</u>	<u>\$1,795,444</u>	<u>\$5,600</u>	<u>\$2,000</u>	<u>\$114,774</u>
0	150,261	0	0	0
0	471,679	0	0	0
0	30,000	0	0	0
<u>0</u>	<u>651,940</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	224,750	0	0	0
0	0	0	0	0
600	918,754	5,600	2,000	114,774
0	0	0	0	0
0	0	0	0	0
<u>600</u>	<u>918,754</u>	<u>5,600</u>	<u>2,000</u>	<u>114,774</u>
<u>\$600</u>	<u>\$1,795,444</u>	<u>\$5,600</u>	<u>\$2,000</u>	<u>\$114,774</u>

CAPITAL PROJECTS					
FUND					
TRANSIT GRANT FUND	ACCOMMODATIONS TAX	ROAD IMPROVEMENT FUND	TSPLOST 2018	SUNSET HILL PERMANENT FUND	TOTAL OTHER GOVERNMENTAL FUNDS
\$0	\$3,260,154	\$1,413,483	\$2,524,755	\$1,832,424	\$9,535,024
0	330,806	0	0	47	330,853
0	0	0	0	0	0
0	0	0	0	0	1,287,099
0	300,000	0	103,789	0	403,789
343,372	0	0	346,423	0	1,024,888
<u>\$343,372</u>	<u>\$3,890,960</u>	<u>\$1,413,483</u>	<u>\$2,974,967</u>	<u>\$1,832,471</u>	<u>\$12,581,653</u>
86,917	260,617	0	135,732	0	635,175
256,456	1,094,876	0	0	0	1,888,546
0	0	0	0	0	30,000
<u>343,373</u>	<u>1,355,493</u>	<u>0</u>	<u>135,732</u>	<u>0</u>	<u>2,553,721</u>
172,708	0	0	110,097	0	507,555
0	0	0	0	1,832,471	1,832,471
0	0	1,413,483	0	0	2,596,010
0	2,535,467	0	2,729,138	0	5,264,605
(172,709)	0	0	0	0	(172,709)
<u>(172,709)</u>	<u>2,535,467</u>	<u>1,413,483</u>	<u>2,729,138</u>	<u>1,832,471</u>	<u>9,520,377</u>
<u>\$343,372</u>	<u>\$3,890,960</u>	<u>\$1,413,483</u>	<u>\$2,974,967</u>	<u>\$1,832,471</u>	<u>\$12,581,653</u>

CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (DEFICITS)
OTHER GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	CONFISCATED FUNDS	PROPERTY EVIDENCE FUND	U.S. DEPT OF JUSTICE LOCAL LAW BLOCK GRANTS	UDAG
Revenues:				
Taxes	\$0	\$0	\$0	\$0
Interest income	0	0	0	0
Contributions	0	0	0	0
Intergovernmental	0	0	0	0
Fines and forfeitures	33,106	4,492	0	0
Miscellaneous revenues	0	0	0	0
TOTAL REVENUES	33,106	4,492	0	0
Expenditures:				
Current:				
General government	0	0	0	0
Public safety	360	7,461	0	0
Economic development and assistance	0	0	0	18,913
Capital outlay	0	0	0	0
TOTAL EXPENDITURES	360	7,461	0	18,913
REVENUES OVER (UNDER) EXPENDITURES	32,746	(2,969)	0	(18,913)
Other financing sources (uses):				
Transfers out	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	0	0	0	0
NET CHANGE IN FUND BALANCES	32,746	(2,969)	0	(18,913)
Fund balances beginning of year	63,440	3,711	0	62,784
FUND BALANCES END OF YEAR	\$96,186	\$742	\$0	\$43,871

SPECIAL REVENUE FUNDS

GA DCA CHIP 02M-X-092-2-2695	FEDERAL HUD GRANT	GA DCA CHIP 07M-X-092-2-2961	GA DCA CHIP 07MR-X-092-2-2979
\$0	\$0	\$0	\$0
0	0	0	0
0	0	0	0
0	968,140	0	0
0	0	0	0
0	0	0	0
0	968,140	0	0
0	0	0	0
0	0	0	0
600	537,031	7,000	4,000
0	100,000	0	0
600	637,031	7,000	4,000
(600)	331,109	(7,000)	(4,000)
0	0	0	0
0	0	0	0
(600)	331,109	(7,000)	(4,000)
1,200	587,645	12,600	6,000
\$600	\$918,754	\$5,600	\$2,000

			CAPITAL PROJECTS FUND
GA DCA CHIP 2016-116	TRANSIT GRANT FUND	ACCOMMODATIONS TAX	ROAD IMPROVEMENT FUND
\$0	\$0	\$3,841,113	\$0
0	0	0	0
0	0	0	0
0	1,054,531	0	640,566
0	0	0	0
0	0	0	0
0	1,054,531	3,841,113	640,566
0	1,030,336	2,575,430	0
0	0	0	0
97,464	0	0	0
0	0	0	430,380
97,464	1,030,336	2,575,430	430,380
(97,464)	24,195	1,265,683	210,186
0	0	(295,000)	0
0	0	(295,000)	0
(97,464)	24,195	970,683	210,186
212,238	(196,904)	1,564,784	1,203,297
\$114,774	(\$172,709)	\$2,535,467	\$1,413,483

TSPLOST 2018	SUNSET HILL PERMANENT FUND	TOTAL OTHER GOVERNMENTAL FUNDS
\$0	\$0	\$3,841,113
0	0	0
0	8,800	8,800
1,454,140	0	4,117,377
0	0	37,598
0	29,295	29,295
<u>1,454,140</u>	<u>38,095</u>	<u>8,034,183</u>
0	0	3,605,766
0	0	7,821
0	0	665,008
<u>634,353</u>	<u>0</u>	<u>1,164,733</u>
<u>634,353</u>	<u>0</u>	<u>5,443,328</u>
<u>819,787</u>	<u>38,095</u>	<u>2,590,855</u>
<u>0</u>	<u>0</u>	<u>(295,000)</u>
<u>0</u>	<u>0</u>	<u>(295,000)</u>
819,787	38,095	2,295,855
1,909,351	1,794,376	7,224,522
<u>\$2,729,138</u>	<u>\$1,832,471</u>	<u>\$9,520,377</u>

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Current Operations:				
General government				
Administration				
Mayor and council				
Personal services	\$210,185	\$220,319	\$217,459	\$2,860
Contractual services	151,073	140,939	129,281	11,658
Supplies	19,620	23,170	23,160	10
Travel and training	208,987	208,987	141,446	67,541
Other services and charges	255,495	254,845	176,589	78,256
	845,360	848,260	687,935	160,325
City manager				
Personal services	430,935	430,935	452,409	(21,474)
Contractual services	60,168	57,660	58,472	(812)
Supplies	9,500	9,500	21,976	(12,476)
Travel and training	8,980	13,491	15,217	(1,726)
Other services and charges	30,523	28,520	23,766	4,754
	540,106	540,106	571,840	(31,734)
Elections				
Contractual services	30,000	30,000	14,981	15,019
	30,000	30,000	14,981	15,019
City attorney				
Other services and charges	250,000	275,000	297,609	(22,609)
	250,000	275,000	297,609	(22,609)
Solicitor				
Other services and charges	90,000	90,000	57,017	32,983
	90,000	90,000	57,017	32,983
Indigent Defense				
Other services and charges	25,000	25,000	7,424	17,576
	25,000	25,000	7,424	17,576
TOTAL ADMINISTRATION	1,780,466	1,808,366	1,636,806	171,560
Human resources department				
Administration				
Personal services	366,864	360,402	357,502	2,900
Contractual services	6,009	6,407	6,406	1
Supplies	11,100	13,227	13,227	0
Travel and training	13,611	12,612	12,612	0
Other services and charges	37,165	37,595	17,970	19,625
	434,749	430,243	407,717	22,526
Employee incentives/assistance				
Personal services	3,000	5,900	5,878	22
Other services and charges	0	1,606	1,604	2
	\$3,000	\$7,506	\$7,482	\$24

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Risk division				
Contractual services	\$29,500	\$29,500	\$45,167	(\$15,667)
Other services and charges	20,000	20,000	204,494	(184,494)
	49,500	49,500	249,661	(200,161)
TOTAL HUMAN RESOURCES	487,249	487,249	664,860	(177,611)
Finance department				
Finance director				
Personal services	205,313	218,162	218,162	0
Contractual services	1,184	1,667	1,101	566
Supplies	1,350	2,493	2,493	0
Travel and training	5,235	3,350	3,349	1
Other services and charges	91,643	76,434	75,382	1,052
	304,725	302,106	300,487	1,619
Accounting division				
Personal services	431,760	398,038	398,037	1
Contractual services	6,170	6,608	6,607	1
Supplies	4,350	6,295	6,295	0
Travel and training	8,630	1,688	1,285	403
Other services and charges	60,589	151,937	151,936	1
	511,499	564,566	564,160	406
Budget division				
Personal services	180,943	188,962	188,962	0
Contractual services	2,088	1,297	1,256	41
Supplies	3,900	3,940	3,937	3
Travel and training	2,025	172	172	0
Other services and charges	15,128	9,888	9,888	0
	204,084	204,259	204,215	44
Customer service division				
Personal services	623,542	625,822	625,821	1
Contractual services	146,168	125,543	125,542	1
Supplies	18,795	18,620	18,227	393
Travel and training	1,835	1,335	605	730
Other services and charges	136,495	114,609	114,608	1
	926,835	885,929	884,803	1,126
Business License				
Personal services	51,584	52,099	52,099	0
Contractual services	42,865	41,859	40,778	1,081
Supplies	2,850	2,850	585	2,265
Travel and training	2,198	1,598	1,103	495
Other services and charges	11,598	5,736	5,735	1
	111,095	104,142	100,300	3,842
Purchasing division				
Personal services	158,040	164,305	164,305	0
Contractual services	3,654	1,933	1,735	198
Supplies	2,000	807	558	249
Travel and training	3,080	3,552	3,551	1
Other services and charges	15,811	9,224	9,223	1
	182,585	179,821	179,372	449
TOTAL FINANCE	\$2,240,823	\$2,240,823	\$2,233,337	\$7,486

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Engineering department				
Engineering division				
Personal services	\$766,247	\$766,247	\$573,654	\$192,593
Contractual services	11,016	11,016	10,223	793
Supplies	8,635	8,635	6,838	1,797
Travel and training	8,061	8,061	3,216	4,845
Other services and charges	98,563	98,563	83,674	14,889
	<u>892,522</u>	<u>892,522</u>	<u>677,605</u>	<u>214,917</u>
Signal Maintenance				
Personal services	192,632	204,671	204,671	0
Contractual services	7,909	20,481	20,481	0
Supplies	51,685	35,273	27,281	7,992
Travel and training	1,705	1,705	255	1,450
Other services and charges	24,465	13,265	10,577	2,688
	<u>278,396</u>	<u>275,395</u>	<u>263,265</u>	<u>12,130</u>
Signs and Markings				
Personal services	158,566	158,566	154,962	3,604
Contractual services	3,406	3,406	3,361	45
Supplies	56,471	56,471	56,349	122
Travel and training	580	580	85	495
Other services and charges	5,633	5,633	4,237	1,396
	<u>224,656</u>	<u>224,656</u>	<u>218,994</u>	<u>5,662</u>
Traffic Mgt Center				
Personal services	306,646	307,843	307,842	1
Contractual services	1,437,184	1,510,661	1,510,661	0
Supplies	11,854	10,070	10,068	2
Travel and training	3,498	5,490	5,490	0
Other services and charges	35,828	26,845	26,844	1
	<u>1,795,010</u>	<u>1,860,909</u>	<u>1,860,905</u>	<u>4</u>
Street Repair				
Personal services	373,199	309,301	296,394	12,907
Contractual services	15,407	15,598	14,771	827
Supplies	54,560	54,369	42,819	11,550
Travel and training	3,315	3,315	66	3,249
Other services and charges	118,936	118,936	72,643	46,293
Capital Outlay	0	13,000	0	13,000
	<u>565,417</u>	<u>514,519</u>	<u>426,693</u>	<u>87,826</u>
TOTAL ENGINEERING	<u>\$3,756,001</u>	<u>\$3,768,001</u>	<u>\$3,447,462</u>	<u>\$320,539</u>

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
City hall				
Personal services	\$124,664	\$124,664	\$107,197	\$17,467
Contractual services	74,490	76,890	57,534	19,356
Supplies	12,130	9,730	5,197	4,533
Travel and training	1,858	1,858	0	1,858
Other services and charges	57,031	57,031	32,846	24,185
Capital Outlay	62,000	62,000	0	62,000
	<u>332,173</u>	<u>332,173</u>	<u>202,774</u>	<u>129,399</u>
City hall annex				
Personal services	49,092	51,000	51,000	0
Contractual services	78,367	76,459	68,664	7,795
Supplies	11,004	1,635	876	759
Other services and charges	13,960	23,329	23,328	1
Capital Outlay	0	0	0	0
	<u>152,423</u>	<u>152,423</u>	<u>143,868</u>	<u>8,555</u>
Customer service				
Contractual services	21,271	21,271	18,794	2,477
Supplies	5,303	5,303	22	5,281
Other services and charges	8,760	8,760	4,665	4,095
	<u>35,334</u>	<u>35,334</u>	<u>23,481</u>	<u>11,853</u>
Rental				
Contractual services	37,705	37,705	25,686	12,019
Supplies	25,189	25,189	2,896	22,293
Other services and charges	21,260	21,260	4,194	17,066
Capital Outlay	150,000	150,000	58,275	91,725
	<u>234,154</u>	<u>234,154</u>	<u>91,051</u>	<u>143,103</u>
TOTAL OTHER GENERAL ADMINISTRATIVE	<u>754,084</u>	<u>754,084</u>	<u>461,174</u>	<u>292,910</u>
Municipal court				
Administration				
Personal services	384,852	384,852	370,064	14,788
Contractual services	58,134	58,134	54,449	3,685
Supplies	21,500	21,500	9,180	12,320
Travel and training	12,190	12,190	7,736	4,454
Other services and charges	342,250	336,862	245,879	90,983
	<u>818,926</u>	<u>813,538</u>	<u>687,308</u>	<u>126,230</u>
TOTAL MUNICIPAL COURT	<u>818,926</u>	<u>813,538</u>	<u>687,308</u>	<u>126,230</u>
TOTAL GENERAL GOVERNMENT	<u>9,837,549</u>	<u>9,872,061</u>	<u>9,130,947</u>	<u>741,114</u>
Public safety				
Police department				
Police administration division				
Personal services	891,462	978,651	978,651	0
Contractual services	250,154	148,511	137,378	11,133
Supplies	114,910	86,364	65,062	21,302
Travel and training	50,240	50,240	10,738	39,502
Other services and charges	530,427	573,427	370,903	202,524
Capital Outlay	75,500	75,500	42,137	33,363
	<u>1,912,693</u>	<u>1,912,693</u>	<u>1,604,869</u>	<u>307,824</u>
Patrol bureau division				
Personal services	8,021,949	7,901,308	6,576,636	1,324,672
Contractual services	198,307	198,307	161,488	36,819
Supplies	21,500	50,225	46,602	3,623
Travel and training	43,120	48,120	39,287	8,833
Other services and charges	1,002,315	1,100,453	957,234	143,219
Capital Outlay	28,000	41,000	40,757	243
	<u>\$9,315,191</u>	<u>\$9,339,413</u>	<u>\$7,822,004</u>	<u>\$1,517,409</u>

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Investigative bureau division				
Personal services	\$2,091,324	\$1,968,919	\$1,798,899	\$170,020
Contractual services	46,831	46,831	40,654	6,177
Supplies	59,800	57,500	13,494	44,006
Travel and training	43,686	43,686	23,388	20,298
Other services and charges	209,993	334,698	302,342	32,356
	<u>2,451,634</u>	<u>2,451,634</u>	<u>2,178,777</u>	<u>272,857</u>
Training				
Personal services	405,977	405,977	301,035	104,942
Contractual services	9,499	9,499	6,257	3,242
Supplies	489,411	476,315	188,304	288,011
Travel and training	28,314	28,314	6,895	21,419
Other services and charges	19,775	31,371	28,482	2,889
	<u>952,976</u>	<u>951,476</u>	<u>530,973</u>	<u>420,503</u>
Support services bureau division				
Personal services	1,152,726	1,152,726	1,050,044	102,682
Contractual services	579,318	579,318	464,609	114,709
Supplies	55,975	55,975	21,490	34,485
Travel and training	10,770	10,770	3,573	7,197
Other services and charges	117,150	117,150	91,756	25,394
Capital outlay	0	0	0	0
Debt service	163,666	163,666	77,245	86,421
	<u>2,079,605</u>	<u>2,079,605</u>	<u>1,708,717</u>	<u>370,888</u>
Crime lab				
Personal services	926,461	901,437	854,301	47,136
Contractual services	189,935	189,935	167,147	22,788
Supplies	64,835	64,835	55,835	9,000
Travel and training	32,185	32,185	18,026	14,159
Other services and charges	86,539	111,563	102,200	9,363
Capital outlay	36,000	36,000	33,502	2,498
	<u>1,335,955</u>	<u>1,335,955</u>	<u>1,231,011</u>	<u>104,944</u>
TOTAL POLICE DEPARTMENT	<u>18,048,054</u>	<u>18,070,776</u>	<u>15,076,351</u>	<u>2,994,425</u>
Fire department				
Fire administration division				
Personal services	505,321	521,576	521,575	1
Contractual services	17,649	15,834	15,202	632
Supplies	31,050	35,494	34,545	949
Travel and training	31,335	13,378	11,807	1,571
Other services and charges	80,364	83,881	78,880	5,001
Capital Outlay	<u>665,719</u>	<u>670,163</u>	<u>662,009</u>	<u>8,154</u>
Fire fighting division				
Personal services	6,338,761	6,256,559	6,243,014	13,545
Contractual services	223,685	223,685	201,151	22,534
Supplies	0	13,000	243,067	(230,067)
Travel and training	34,735	14,534	12,019	2,515
Other services and charges	973,200	1,158,756	1,009,259	149,497
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>7,570,381</u>	<u>7,666,534</u>	<u>7,708,510</u>	<u>(41,976)</u>
Fire inspection division				
Personal services	312,404	312,404	254,020	58,384
Contractual services	8,153	8,153	7,134	1,019
Supplies	20,250	20,250	9,101	11,149
Travel and training	8,420	8,420	4,399	4,021
Other services and charges	63,605	63,605	26,030	37,575
	<u>\$412,832</u>	<u>\$412,832</u>	<u>\$300,684</u>	<u>\$112,148</u>

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Fire maintenance division				
Personal services	\$127,734	\$96,383	\$96,383	\$0
Contractual services	77,921	82,540	82,540	\$0
Supplies	84,023	120,392	120,392	\$0
Travel and training	4,500	4,500	1,163	\$3,337
Other services and charges	55,428	45,791	39,638	\$6,153
	<u>349,606</u>	<u>349,606</u>	<u>340,116</u>	<u>9,490</u>
Fire training division				
Personal services	248,083	250,363	88,302	162,061
Contractual services	24,625	34,506	34,505	1
Supplies	49,630	38,495	10,453	28,042
Travel and training	19,640	16,692	5,013	11,679
Other services and charges	16,668	18,590	9,555	9,035
Capital Outlay	0	55,325		55,325
	<u>358,646</u>	<u>413,971</u>	<u>147,828</u>	<u>266,143</u>
Special operations				
Personal services	73,980	81,556	81,556	0
Contractual services	1,843	1,968	1,968	0
Supplies	0	77,916	90,821	(12,905)
Travel and training	20,525	16,205	2,604	13,601
Other services and charges	8,922	8,922	4,383	4,539
	<u>105,270</u>	<u>186,567</u>	<u>181,332</u>	<u>5,235</u>
TOTAL FIRE DEPARTMENT	<u>9,462,454</u>	<u>9,699,673</u>	<u>9,340,479</u>	<u>359,194</u>
Other protection services				
Community protection				
Personal services	306,998	294,419	294,419	0
Contractual services	82,648	108,385	108,385	0
Supplies	2,100	5,611	5,610	1
Travel and training	6,581	5,081	4,998	83
Other services and charges	71,311	56,142	33,866	22,276
	<u>469,638</u>	<u>469,638</u>	<u>447,278</u>	<u>22,360</u>
Neighborhood development				
Personal services	70,173	69,912	12,744	57,168
Contractual services	778	1,279	1,273	6
Supplies	0	0	0	0
Travel and training	300	66	0	66
Other services and charges	26,642	26,642	24,777	1,865
	<u>97,893</u>	<u>97,899</u>	<u>38,794</u>	<u>59,105</u>
TOTAL OTHER PROTECTION SERVICES	<u>567,531</u>	<u>567,537</u>	<u>486,072</u>	<u>81,465</u>
TOTAL PUBLIC SAFETY	<u>28,078,039</u>	<u>28,337,986</u>	<u>24,902,902</u>	<u>3,435,084</u>
Public works				
Public works department				
Right of way maintenance				
Personal services	1,484,261	1,484,261	1,302,660	181,601
Contractual services	120,097	120,097	102,471	17,626
Supplies	39,093	39,093	19,861	19,232
Travel and training	2,690	2,690	372	2,318
Other services and charges	366,409	366,409	282,545	83,864
Capital Outlay	9,000	9,000	21,575	(12,575)
	<u>2,021,550</u>	<u>2,021,550</u>	<u>1,729,484</u>	<u>292,066</u>
Cemetery division				
Personal services	428,309	450,952	450,951	1
Contractual services	49,025	42,222	40,119	2,103
Supplies	15,770	18,175	18,175	0
Travel and training	1,560	1,560	50	1,510
Other services and charges	161,926	143,681	87,131	56,550
Capital Outlay	30,000	30,000	0	30,000
	<u>\$686,590</u>	<u>\$686,590</u>	<u>\$596,426</u>	<u>\$90,164</u>

(Continued)

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF EXPENDITURES BY DEPARTMENT
BUDGETARY LEVEL OF CONTROL - BUDGET TO ACTUAL COMPARISONS
GENERAL FUND
FOR THE YEAR ENDING JUNE 30, 2022

	BUDGET			VARIANCE (OVER) UNDER
	ORIGINAL	FINAL	ACTUAL	
Arborist				
Personal services	\$162,975	\$170,963	\$170,962	\$1
Contractual services	16,740	15,604	15,603	1
Supplies	9,875	8,485	8,484	1
Travel and training	1,855	1,336	1,336	0
Other services and charges	60,312	55,369	20,229	35,140
	251,757	251,757	216,614	35,143
TOTAL PUBLIC WORKS	2,959,897	2,959,897	2,542,524	417,373
Economic Development and Assistance				
Administration				
Personal services	108,828	99,012	99,011	1
Contractual services	2,636	1,865	1,365	500
Supplies	1,500	1,525	1,270	255
Travel and training	3,000	3,940	3,340	600
Other services and charges	2,700	12,322	12,321	1
	118,664	118,664	117,307	1,357
Public relations				
Personal services	194,762	179,004	179,004	0
Contractual services	19,237	27,637	27,640	(3)
Supplies	22,588	22,413	18,486	3,927
Travel and training	28,570	31,096	31,096	0
Other services and charges	44,229	49,236	48,922	314
	309,386	309,386	305,148	4,238
Main street division				
Personal services	80,166	104,251	104,251	0
Contractual services	201	2,079	2,078	1
Supplies	245,500	214,342	106,602	107,740
Other services and charges	81,381	86,381	25,520	60,861
	407,248	407,053	238,451	168,602
Planning and Zoning				
Personal services	309,455	316,274	316,273	1
Contractual services	8,198	8,881	8,880	1
Supplies	2,920	1,041	1,033	8
Travel and training	3,978	1,514	1,290	224
Other services and charges	41,573	38,414	35,807	2,607
Capital Outlay	0	0	43,131	(43,131)
	366,124	366,124	406,414	(40,290)
Great promise internship				
Other services and charges	6,451	6,451	13,003	(6,552)
	6,451	6,451	13,003	(6,552)
TOTAL ECONOMIC DEV AND ASSIST	1,207,873	1,207,678	1,080,323	127,355
TOTAL EXPENDITURES	\$42,083,358	\$42,377,622	\$37,656,696	\$4,720,926

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
CONFISCATED FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Fines and forfeitures	\$0	\$360	\$33,106	\$32,746
TOTAL REVENUES	<u>0</u>	<u>360</u>	<u>33,106</u>	<u>32,746</u>
Expenditures:				
Current:				
Public safety				
Police administration division				
Other services and charges	290	650	360	290
TOTAL EXPENDITURES	<u>290</u>	<u>650</u>	<u>360</u>	<u>290</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(290)</u>	<u>(290)</u>	<u>32,746</u>	<u>33,036</u>
Fund balance - beginning of year - budgetary basis	<u>63,440</u>	<u>63,440</u>	<u>63,440</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u><u>\$63,150</u></u>	<u><u>\$63,150</u></u>	<u><u>\$96,186</u></u>	<u><u>\$33,036</u></u>

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.

\$33,106

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$33,106

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$360

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$360

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
PROPERTY EVIDENCE FUND
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Fines and forfeitures		\$0	\$7,461	\$4,492	(\$2,969)
TOTAL REVENUES		0	7,461	4,492	(2,969)
Expenditures:					
Current:					
Public safety					
TOTAL EXPENDITURES		0	7,461	7,461	0
REVENUES OVER (UNDER) EXPENDITURES		0	0	(2,969)	(2,969)
Fund balance - beginning of year - budgetary basis		3,711	3,711	3,711	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		\$3,711	\$3,711	\$742	(\$2,969)
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.				\$4,492	
Differences - budget to GAAP:					
None				0	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$4,492	
Uses/outflows of resources					
Actual expenditures (budgetary basis) from the budgetary comparison schedule.				\$7,461	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$7,461	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
U. S. DEPARTMENT OF JUSTICE - LOCAL LAW ENFORCEMENT BLOCK GRANTS
FOR THE YEAR ENDED JUNE 30, 2022

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

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
URBAN DEVELOPMENT ACTION GRANT FUND
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenue:					
Interest income		\$0	\$18,913	\$0	(\$18,913)
	TOTAL REVENUES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:					
Current:					
Economic development and assistance					
UDAG		0	18,913	18,913	0
	TOTAL EXPENDITURES	<u>0</u>	<u>18,913</u>	<u>18,913</u>	<u>0</u>
	REVENUES OVER (UNDER) EXPENDITURES	<u>0</u>	<u>(18,913)</u>	<u>(18,913)</u>	<u>0</u>
Fund balance - beginning of year - budgetary basis		<u>62,784</u>	<u>62,784</u>	<u>62,784</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		<u>\$62,784</u>	<u>\$43,871</u>	<u>\$43,871</u>	<u>\$0</u>
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.				<u>\$0</u>	
Uses/outflows of resources					
Actual expenditures (budgetary basis) from the budgetary comparison schedule.				\$18,913	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				<u>\$18,913</u>	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GA DCA CHIP - 02M-X-092-2-2695
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Intergovernmental		\$0	\$600	\$0	(\$600)
TOTAL REVENUES		0	600	0	(600)
Expenditures:					
Current:					
Housing development activities					
Construction		0	600	600	0
TOTAL EXPENDITURES		0	600	600	0
REVENUES UNDER EXPENDITURES		0	0	(600)	(600)
Fund balance - beginning of year - budgetary basis		1,200	1,200	1,200	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		\$1,200	\$1,200	\$600	(\$600)
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.				\$600	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$600	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
FEDERAL HUD GRANT
FOR THE YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Intergovernmental	\$693,677	\$811,500	\$968,141	\$156,641
TOTAL REVENUES	693,677	811,500	968,141	156,641
Expenditures:				
Current:				
Economic development and assistance				
Community development				
CDBG-CV 2020 funding				
COVID-19 ppe and sanitation equipment for public buildings	0	38,620	38,620	0
CDBG 2018 funding				
Infrastructure - Community Smith street sidewalk project	0	100,000	100,000	0
Single unit residential rehab	0	71,157	71,157	0
CDBG 2020 funding				
Single unit residential rehab	0	228,463	228,463	0
CDBG 2021 funding				
Single unit residential rehab	475,382	215,770	43,769	172,001
Continuing small business education	50,000	20,000	20,000	0
Great promise partnership program	25,000	21,555	21,555	0
Neighborhood action associations (naas) public service	1,500	1,576	1,576	0
Program administration	131,795	111,891	111,891	0
Fair housing education	10,000	10,000	0	10,000
TOTAL EXPENDITURES	693,677	819,032	637,031	182,001
REVENUES OVER EXPENDITURES	0	(7,532)	331,110	(25,360)
Fund balance - beginning of year - budgetary basis	430,114	430,114	430,114	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$430,114	\$422,582	\$761,224	(\$25,360)

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.

\$968,141

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$968,141

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$637,031

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$637,031

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GA DCA CHIP - 07M-X-092-2-2961
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Intergovernmental		\$0	\$7,000	\$0	(\$7,000)
TOTAL REVENUES		0	7,000	0	(7,000)
Expenditures:					
Current:					
Housing development activities					
Construction		0	7,000	7,000	0
TOTAL EXPENDITURES		0	7,000	7,000	0
REVENUES UNDER EXPENDITURES		0	0	(7,000)	(7,000)
Fund balance - beginning of year - budgetary basis		12,600	12,600	12,600	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		\$12,600	\$12,600	\$5,600	(\$7,000)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP					
Revenues and Expenditures					
Sources/inflows of resources					
Actual revenues (budgetary basis) from the budgetary comparison schedule.				\$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.				\$7,000	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$7,000	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GA DCA CHIP - 07MR-X-092-2-2979
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Intergovernmental		\$0	\$4,000	\$0	(\$4,000)
TOTAL REVENUES		0	4,000	0	(4,000)
Expenditures:					
Housing development activities					
Construction		0	4,000	4,000	0
TOTAL EXPENDITURES		0	4,000	4,000	0
REVENUES OVER EXPENDITURES		0	0	(4,000)	(4,000)
Fund balance - beginning of year - budgetary basis		6,000	6,000	6,000	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		\$6,000	\$6,000	\$2,000	(\$4,000)
Explanation of Differences between Budgetary Inflows and Outflows and GAAP					
Revenues and Expenditures					
Sources/inflows of resources					
Actual revenues (budgetary basis) from the budgetary comparison schedule.				\$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.				\$4,000	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$4,000	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GA DCA CHIP - 2016-116
FOR THE YEAR ENDED JUNE 30, 2022

		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
		ORIGINAL	FINAL		
Revenues:					
Intergovernmental		\$0	\$97,464	\$0	(\$97,464)
TOTAL REVENUES		0	97,464	0	(97,464)
Expenditures:					
Housing development activities					
Construction		0	97,464	97,464	0
TOTAL EXPENDITURES		0	97,464	97,464	0
REVENUES OVER EXPENDITURES		0	0	(97,464)	(97,464)
Fund balance - beginning of year - budgetary basis		212,237	212,237	212,237	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS		\$212,237	\$212,237	\$114,773	(\$97,464)
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.				\$97,464	
Differences - budget to GAAP:					
None				0	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.				\$97,464	

CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
TRANSIT GRANT FUND
FOR THE YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
Revenues:				
Intergovernmental	\$1,021,300	\$1,116,128	\$1,054,531	(\$61,597)
TOTAL REVENUES	<u>1,021,300</u>	<u>1,116,128</u>	<u>1,054,531</u>	<u>(61,597)</u>
Expenditures:				
Current				
General government	1,021,300	1,116,128	1,116,128	0
TOTAL EXPENDITURES	<u>0</u>	<u>1,116,128</u>	<u>1,116,128</u>	<u>0</u>
REVENUES OVER EXPENDITURES	<u>1,021,300</u>	<u>0</u>	<u>(61,597)</u>	<u>(61,597)</u>
Fund balance - beginning of year - budgetary basis	<u>(196,904)</u>	<u>(196,904)</u>	<u>(196,904)</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u><u>\$824,396</u></u>	<u><u>(\$196,904)</u></u>	<u><u>(\$258,501)</u></u>	<u><u>(\$61,597)</u></u>

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.

\$1,054,531

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$1,054,531

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$1,116,128

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.

(85,792)

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$1,030,336

**CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
ACCOMMODATIONS TAX
FOR YEAR ENDED JUNE 30, 2022**

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL	ACTUAL	
Revenues:				
Taxes	\$2,800,100	\$2,800,100	\$3,841,113	\$1,041,013
Interest income	500	500	0	(500)
TOTAL REVENUES	2,800,600	2,800,600	3,841,113	1,040,513
Expenditures:				
Other services and charges	2,187,369	2,187,369	2,575,430	(388,061)
Transfer out	895,000	895,000	295,000	600,000
TOTAL EXPENDITURES	3,082,369	3,082,369	2,870,430	211,939
REVENUES OVER (UNDER) EXPENDITURES	(281,769)	(281,769)	970,683	1,252,452
Net position - beginning of year - budgetary basis	1,564,784	1,564,784	1,564,784	0
NET POSITION - END OF YEAR	\$1,283,015	\$1,283,015	\$2,535,467	\$1,252,452

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.

\$3,841,113

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in net positions - governmental funds.

\$3,841,113

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$2,870,430

Differences - budget to GAAP:

Transfers to other funds are outflows for budgetary resources but are not expenditures for financial reporting purposes.

(295,000)

Total expenditures as reported on the statement of revenues, expenditures, and changes in net positions - governmental funds.

\$2,575,430

**CITY OF VALDOSTA, GEORGIA
SALES TAX 2013 FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$0	\$771,958	\$771,958
TOTAL REVENUES	0	771,958	771,958
Expenditures:			
Capital outlay:			
Road improvements	0	33,339	(33,339)
Sidewalk improvements	7,648	593,941	(586,293)
Miscellaneous parks and recreation projects	0	112,806	(112,806)
Sewer collections system	1,500,000	8,575	1,491,425
TOTAL EXPENDITURES	1,507,648	748,661	758,987
REVENUES OVER EXPENDITURES	(1,507,648)	23,297	1,530,945
Fund balance - beginning of year - budgetary basis	2,823,355	2,823,355	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	\$1,315,707	\$2,846,652	\$1,530,945
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.		\$771,958	
Differences - budget to GAAP:			
None		0	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		<u>\$771,958</u>	
Uses/outflows of resources			
Actual expenditures (budgetary basis) from the budgetary comparison schedule.		\$748,661	
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.		(495,704)	
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.		<u>\$252,957</u>	

**CITY OF VALDOSTA, GEORGIA
SALES TAX 2019 FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$12,240,000	\$12,678,909	\$438,909
TOTAL REVENUES	12,240,000	12,678,909	438,909
Expenditures:			
Capital outlay:			
Resurfacing	650,000	933,625	(283,625)
Sidewalk improvements	2,982,410	3,056,859	(74,449)
Intersection improvements	318,000	23,982	294,018
Drainage improvements	450,000	651,978	(201,978)
Traffic improvements	139,585	63,748	75,837
Street maintenance repairs	70,000	54,769	15,231
Piping of ditches	143,000	0	143,000
Rear end loader (2)	1,040,000	1,224,568	(184,568)
SCBA airpaks	127,000	80,319	46,681
Cascade air filling system	0	55,990	(55,990)
EPD sewer collection	1,850,000	1,316,712	533,288
Emergency repairs	0	1,607,615	(1,607,615)
GEFA debt reduction	4,545,456	4,545,455	1
Water/sewer utility adjustment	0	98,455	(98,455)
Existing parks	0	2,112,863	(2,112,863)
Bank fees	0	90	(90)
Transfer out	564,000	0	564,000
TOTAL EXPENDITURES	12,879,451	15,827,028	(2,947,577)
REVENUES OVER EXPENDITURES	(639,451)	(3,148,119)	(2,508,668)
Fund balance - beginning of year - budgetary basis	9,272,278	9,272,278	0
FUND BALANCE (DEFICIT) - END OF YEAR - BUDGETARY BASIS	\$8,632,827	\$6,124,159	(\$2,508,668)

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.

\$12,678,909

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$12,678,909

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$15,827,028

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.

(2,137,569)

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$13,689,459

**CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
ROAD IMPROVEMENT FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$630,000	\$640,566	\$10,566
TOTAL REVENUES	<u>630,000</u>	<u>640,566</u>	<u>10,566</u>
Expenditures:			
Capital outlay:			
Road improvement	630,000	575,712	54,288
TOTAL EXPENDITURES	<u>630,000</u>	<u>575,712</u>	<u>54,288</u>
REVENUES UNDER EXPENDITURES	<u>0</u>	<u>64,854</u>	<u>64,854</u>
Fund balance - beginning of year - budgetary basis	<u>(567,094)</u>	<u>(567,094)</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u><u>(\$567,094)</u></u>	<u><u>(\$502,240)</u></u>	<u><u>\$64,854</u></u>

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.

\$640,566

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$640,566

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$575,712

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.

(145,332)

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$430,380

**CITY OF VALDOSTA, GEORGIA
BUDGETARY COMPARISON SCHEDULE
TSPLOST 2018
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Revenues:			
Intergovernmental	\$10,220,000	\$1,454,140	(\$8,765,860)
TOTAL REVENUES	<u>10,220,000</u>	<u>1,454,140</u>	<u>(8,765,860)</u>
Expenditures:			
Capital outlay:			
Road improvement	5,792,014	2,836	5,789,178
Intersection improvements	3,708,048	7,115	3,700,933
Sidewalk improvements	0	(78,720)	78,720
Buildings and structures	0	402,450	(402,450)
TOTAL EXPENDITURES	<u>9,500,062</u>	<u>333,681</u>	<u>9,166,381</u>
REVENUES UNDER EXPENDITURES	<u>719,938</u>	<u>1,120,459</u>	<u>400,521</u>
Fund balance - beginning of year - budgetary basis	<u>816,534</u>	<u>816,534</u>	<u>0</u>
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	<u><u>\$1,536,472</u></u>	<u><u>\$1,936,993</u></u>	<u><u>\$400,521</u></u>

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.

\$1,454,140

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$1,454,140

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$333,681

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.

300,672

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$634,353

**CITY OF VALDOSTA, GEORGIA
SUNSET HILL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2022**

	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET OVER (UNDER)
Operating revenues:			
Interest income	\$0	\$0	\$0
Contributions	7,000	8,800	1,800
Rental income	26,952	29,295	2,343
TOTAL OPERATING REVENUES	33,952	38,095	4,143
Operating expenditures:			
Other services and charges	8,104	0	8,104
TOTAL OPERATING EXPENDITURES	8,104	0	8,104
REVENUES OVER (UNDER) EXPENDITURES	25,848	38,095	12,247
Fund Balance - beginning of year - budgetary basis	1,794,376	1,794,376	0
FUND BALANCE - END OF YEAR - BUDGETARY BASIS	\$1,820,224	\$1,832,471	\$12,247

**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.

\$38,095

Differences - budget to GAAP:

None

0

Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$38,095

Uses/outflows of resources

Actual expenditures (budgetary basis) from the budgetary comparison schedule.

\$0

Differences - budget to GAAP:

None

0

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.

\$0

Custodial Funds

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

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

CITY OF VALDOSTA, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2022

	Custodial Funds		
	TREE COMMISSION	EVIDENCE FUND	Total
ASSETS			
Cash and equivalents	\$76,283	\$88,909	165,192
Total assets	<u>\$76,283</u>	<u>\$88,909</u>	<u>\$165,192</u>
LIABILITIES			
Accounts payable	0	36,433	36,433
Total liabilities	<u>0</u>	<u>36,433</u>	<u>36,433</u>
NET POSITION			
Restricted for other governments	76,283	52,476	128,759
Total net position	<u>\$76,283</u>	<u>\$52,476</u>	<u>\$128,759</u>

The accompanying notes are an integral part of these statements.

CITY OF VALDOSTA, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

		Custodial Funds		
		<u>TREE</u>	<u>EVIDENCE</u>	<u>Total</u>
		<u>COMMISSION</u>	<u>FUND</u>	
ADDITIONS				
Contributions				
Private contributions		\$10,000	\$0	\$10,000
Evidence confiscations		0	35,570	35,570
TOTAL CONTRIBUTIONS		<u>10,000</u>	<u>35,570</u>	<u>45,570</u>
Investment earnings:				
Interest		0	0	
TOTAL INVESTMENT EARNINGS		<u>0</u>	<u>0</u>	<u>0</u>
LESS INVESTMENT EXPENSE		<u>0</u>	<u>0</u>	<u>0</u>
NET INVESTMENT EARNINGS		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL ADDITIONS		<u>10,000</u>	<u>35,570</u>	<u>45,570</u>
DEDUCTIONS				
Purchases of trees/materials		280	0	280
Evidence awarded for use/repaid to citizens		0	50,269	50,269
TOTAL DEDUCTIONS		<u>280</u>	<u>50,269</u>	<u>50,549</u>
NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION		9,720	(14,699)	(4,979)
NET POSITION - BEGINNING		<u>66,563</u>	<u>67,175</u>	<u>133,738</u>
NET POSITION - ENDING		<u><u>\$76,283</u></u>	<u><u>\$52,476</u></u>	<u><u>\$128,759</u></u>

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 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, 2022

	ENTERPRISE FUNDS			TOTAL OTHER ENTERPRISE FUNDS
	INSPECTION	AUDITORIUM	MOTOR FUEL	
ASSETS				
Current assets:				
Cash & equivalents	\$2,063,985	\$142,995	\$177	\$2,207,157
Receivables (net)				
Accounts	0	0	129,876	129,876
Due from other governments and agencies	0	0		0
Due from other funds				0
Total current assets	<u>2,063,985</u>	<u>142,995</u>	<u>130,053</u>	<u>2,337,033</u>
Non-current assets:				
Capital assets:				
Equipment	<u>39,216</u>	<u>0</u>	<u>0</u>	<u>39,216</u>
	<u>39,216</u>	<u>0</u>	<u>0</u>	<u>39,216</u>
Less accumulated depreciation	<u>(39,108)</u>	<u>0</u>	<u>0</u>	<u>(39,108)</u>
Net capital assets	<u>108</u>	<u>0</u>	<u>0</u>	<u>108</u>
Total non-current assets	<u>108</u>	<u>0</u>	<u>0</u>	<u>108</u>
Total assets	<u><u>\$2,064,093</u></u>	<u><u>\$142,995</u></u>	<u><u>\$130,053</u></u>	<u><u>\$2,337,141</u></u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$21,511	\$41,847	\$0	\$63,358
Due to other funds	101,252	130,854	40,000	272,106
Compensated absences	<u>8,620</u>	<u>8,103</u>	<u>0</u>	<u>16,723</u>
Total current liabilities	<u>131,383</u>	<u>180,804</u>	<u>40,000</u>	<u>352,187</u>
Non-current liabilities (payable from unrestricted assets):				
Compensated absences	<u>39,288</u>	<u>9,912</u>	<u>0</u>	<u>49,200</u>
Advances from other funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total non-current liabilities (payable from unrestricted assets)	<u>39,288</u>	<u>9,912</u>	<u>0</u>	<u>49,200</u>
Total liabilities	<u><u>170,671</u></u>	<u><u>190,716</u></u>	<u><u>40,000</u></u>	<u><u>401,387</u></u>
NET POSITION				
Invested in capital assets	108	0	0	108
Unrestricted	<u>1,893,314</u>	<u>(47,721)</u>	<u>90,053</u>	<u>1,935,646</u>
Total net position (deficit)	<u><u>\$1,893,422</u></u>	<u><u>(\$47,721)</u></u>	<u><u>\$90,053</u></u>	<u><u>\$1,935,754</u></u>

CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
OTHER ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	ENTERPRISE FUNDS			TOTAL OTHER ENTERPRISE FUNDS
	INSPECTION	AUDITORIUM	MOTOR FUEL	
Operating revenues:				
Permits	\$1,666,410	\$0	\$0	\$1,666,410
Charges for services	97,442	35,638	395,246	528,326
Miscellaneous revenues	15,205	0	0	15,205
TOTAL OPERATING REVENUES	1,779,057	35,638	395,246	2,209,941
Operating expenses:				
Personal services	677,190	182,255	0	859,445
Contractual services	74,481	94,892	0	169,373
Supplies	33,094	22,275	388,261	443,630
Travel and training	3,269	2,298	0	5,567
Other services and charges	141,671	70,997	0	212,668
Depreciation expense	1,297	0	0	1,297
TOTAL OPERATING EXPENSES	931,002	372,717	388,261	1,691,980
OPERATING INCOME (LOSS)	848,055	(337,079)	6,985	517,961
Non-operating revenues:				
Interest income	0	0	0	0
TOTAL NON-OPERATING REVENUES	0	0	0	0
INCOME (LOSS) BEFORE TRANSFERS	848,055	(337,079)	6,985	517,961
Transfers in	0	295,000	0	295,000
Transfers out	(251,922)	(20,769)	0	(272,691)
	(251,922)	274,231	0	22,309
Change in Net Position	596,133	(62,848)	6,985	540,270
NET POSITION - BEGINNING	1,297,289	15,127	83,068	1,395,484
NET POSITION - ENDING	\$1,893,422	(\$47,721)	\$90,053	\$1,935,754

CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
OTHER ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	ENTERPRISE FUNDS			TOTAL OTHER ENTERPRISE FUNDS
	INSPECTION	AUDITORIUM	MOTOR FUEL	
<u>NET CHANGE IN CASH</u>				
Cash flows from operating activities:				
Cash received from customers	\$1,763,852	0	\$280,195	\$2,044,047
Cash payments to suppliers for goods and services	(83,070)	38,729	(283,903)	(328,244)
Cash payments to employees for services	(668,570)	(169,965)	0	(838,535)
Miscellaneous income	15,205	0	0	15,205
Scrap sales	0	0	0	0
Examination fees	0	0	0	0
Net change in cash from operating activities	1,027,417	(131,236)	(3,708)	892,473
Cash flows from noncapital financing activities:				
Intergovernmental revenue	0	0	0	0
Transfers-in from other funds	0	295,000	0	295,000
Transfers-out to other funds	(251,922)	(20,769)	0	(272,691)
Net change in cash from noncapital financing activities	(251,922)	274,231	0	22,309
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	0	0	0	0
Net cash (used in) capital and related financing activities	0	0	0	0
Cash flows from investing activities:				
Sale of investment securities	0	0	0	0
Purchase of investment securities	0	0	0	0
Interest and dividends on investments	0	0	0	0
Net change in cash from investing activities	0	0	0	0
Net change in cash	775,495	142,995	(3,708)	914,782
Cash beginning of year	1,288,490	0	3,885	1,292,375
Cash at end of year	\$2,063,985	\$142,995	\$177	\$2,207,157
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CHANGE IN CASH FROM OPERATING ACTIVITIES</u>				
Operating income (loss)	\$848,055	(\$337,079)	\$6,985	\$517,961
Adjustments to reconcile operating income (loss) to net change in cash from operating activities:				
Depreciation	1,297	0	0	1,297
Non-operating miscellaneous income	0	0	0	0
Intergovernmental revenue	0	0	0	0

Scrap sales	0	0	0	0
Examination fees	0	0	0	0
Change in assets and liabilities:				
(Increase) in accounts receivable	0	0	(115,051)	(115,051)
Decrease in investments	0	0	0	0
Decrease in prepaid expenses	0	0	0	0
Decrease in due from other funds	70,222	35,510	47,477	153,209
(Increase) in due from other governments and agencies	0	0	16,881	16,881
Increase in due to other funds	99,635	128,384	40,000	268,019
(Decrease) in accounts payable	(412)	33,846	0	33,434
Increase in compensated absences	8,620	8,103	0	16,723
(Decrease) in due to other funds	0	0	0	0
(Decrease) in advances from other funds	0	0	0	0
(Decrease) in due to other governments and agencies	0	0	0	0
Net change in cash from operating activities	<u>\$1,027,417</u>	<u>(\$131,236)</u>	<u>(\$3,708)</u>	<u>\$892,473</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Contributions of fixed assets from government				
Contribution from General Fund	0	0	0	0
Contribution from Splost 3	0	0	0	0
Contribution from Splost 4	0	0	0	0

Internal Service Funds

Motor Pool Fund - to account for the cost of operating a maintenance facility for the automotive equipment. The fund purchases 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, 2022

GOVERNMENTAL ACTIVITIES
INTERNAL SERVICE FUNDS

	<u>MOTOR POOL</u>	<u>GROUP INSURANCE</u>	<u>WORKMEN'S COMPENSATION</u>	<u>IT SERVICES</u>	<u>TOTAL INTERNAL SERVICE FUNDS</u>
ASSETS					
Current assets:					
Cash & equivalents	\$232,984	\$636,671	\$385,595	\$234,258	\$1,489,508
Receivables (net)					
Accounts	0	21,911	0	0	21,911
Due from other funds	0	799,102	1,145,439	0	1,944,541
Inventories at cost	354,444	0	0	0	354,444
Total current assets	<u>587,428</u>	<u>1,457,684</u>	<u>1,531,034</u>	<u>234,258</u>	<u>3,810,404</u>
Noncurrent assets:					
Land	92,563	0	0	0	92,563
Land improvements	375,370	0	0	0	375,370
Buildings and structures	528,358	0	0	0	528,358
Motor vehicles	25,970,490	0	0	0	25,970,490
Equipment	2,852,740	0	0	0	2,852,740
Construction in progress	5,107	0	0	0	5,107
	<u>29,824,628</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>29,824,628</u>
Less accumulated depreciation	<u>(19,656,557)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(19,656,557)</u>
Net capital assets (net of accumulated depreciation)	<u>10,168,071</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>10,168,071</u>
Total assets	<u>\$10,755,499</u>	<u>\$1,457,684</u>	<u>\$1,531,034</u>	<u>\$234,258</u>	<u>\$13,978,475</u>
LIABILITIES					
Current liabilities:					
Accounts payable	\$575,779	\$1,457,684	\$39,900	\$1,606	\$2,074,969
Accrued interest	\$38,131	\$0	\$0	\$0	\$38,131
Compensated absences (current portion)	4,830	0	0	0	4,830
Due to other funds	1,648,364	0	180,808	232,651	2,061,823
Financed Purchase Obligation (current portion)	440,870	0	0	0	440,870
Total current liabilities	<u>2,707,974</u>	<u>1,457,684</u>	<u>220,708</u>	<u>234,257</u>	<u>4,620,623</u>
Noncurrent liabilities:					
Compensated absences	40,379	0	0	0	40,379
Financed Purchase Obligation (net of current portion)	2,280,924	0	0	0	2,280,924
Advances from other funds	5,726,222	0	0	0	5,726,222
Total liabilities	<u>10,755,499</u>	<u>1,457,684</u>	<u>220,708</u>	<u>234,257</u>	<u>12,668,148</u>
NET POSITION					
Net investment in capital assets	7,413,527	0	0	0	7,413,527
Reserve for workmen's compensation claims	0	0	1,310,326	0	1,310,326
Unrestricted	<u>(7,413,527)</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>(7,413,526)</u>
Total net position	<u>\$0</u>	<u>\$0</u>	<u>\$1,310,326</u>	<u>\$1</u>	<u>\$1,310,326</u>

CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	GOVERNMENTAL ACTIVITIES				
	INTERNAL SERVICE FUNDS				
	<u>MOTOR POOL</u>	<u>GROUP INSURANCE</u>	<u>WORKMEN'S COMPENSATION</u>	<u>IT SERVICES</u>	<u>TOTAL INTERNAL SERVICE FUNDS</u>
Operating revenues:					
Charges for services	\$5,210,324	\$4,819,197	\$711,103	\$1,342,600	\$12,083,224
Miscellaneous revenues	158,067	108,488	0	0	266,555
TOTAL OPERATING REVENUES	<u>5,368,391</u>	<u>4,927,685</u>	<u>711,103</u>	<u>1,342,600</u>	<u>12,349,779</u>
Operating expenses:					
Personal services	832,961	0	0	0	832,961
Contractual services	267,757	1,744,041	0	1,326,773	3,338,571
Claims paid	0	6,495,616	954,203	0	7,449,819
Supplies	2,699,378	10,397	0	14,346	2,724,121
Travel and training	3,345	0	0	0	3,345
Other services and charges	43,724	10,992	43,490	1,481	99,687
Depreciation expense	2,010,167	0	0	0	2,010,167
TOTAL OPERATING EXPENSES	<u>5,857,332</u>	<u>8,261,046</u>	<u>997,693</u>	<u>1,342,600</u>	<u>16,458,671</u>
OPERATING INCOME (LOSS)	<u>(488,941)</u>	<u>(3,333,361)</u>	<u>(286,590)</u>	<u>0</u>	<u>(4,108,892)</u>
Nonoperating revenue (expenses):					
Interest expense	(102,844)	0	0	0	(102,844)
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>(102,844)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(102,844)</u>
NET INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(591,785)</u>	<u>(3,333,361)</u>	<u>(286,590)</u>	<u>0</u>	<u>(4,211,736)</u>
Capital contributions	591,786	0	0	0	591,786
Transfers in	0	3,333,361	0	0	3,333,361
	<u>591,786</u>	<u>3,333,361</u>	<u>0</u>	<u>0</u>	<u>3,925,147</u>
CHANGE IN NET POSITION	1	0	(286,590)	0	(286,589)
NET POSITION - BEGINNING	(1)	0	1,596,916	1	1,596,916
NET POSITION - ENDING	<u>\$0</u>	<u>\$0</u>	<u>\$1,310,326</u>	<u>\$1</u>	<u>\$1,310,327</u>

**CITY OF VALDOSTA, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	MOTOR POOL	GROUP INSURANCE	WORKMEN'S COMP	IT SERVICES	TOTAL INTERNAL SERVICE FUNDS
<u>NET CHANGE IN CASH</u>					
Cash flows from operating activities:					
Cash received from customers	\$5,270,995	\$4,935,286	\$711,102	\$1,342,600	\$12,259,983
Cash payments to suppliers for goods and services	(2,009,268)	(7,921,376)	(849,985)	(1,108,343)	(11,888,972)
Cash payments to employees for services	(835,977)	0	0	0	(835,977)
Net change in cash from operating activities	2,425,750	(2,986,090)	(138,883)	234,257	(464,966)
Cash flows from non capital financing activities:					
Due from other governments and agencies	0	0	0	0	0
Transfer in from other fund	591,786	3,333,361	0	0	3,925,147
Transfer out to other fund	0	0	0	0	0
Net change in cash from capital financing activities	591,786	3,333,361	0	0	3,925,147
Cash flows from capital and related financing activities:					
Loan from GMA bond	0	0	0	0	0
Acquisition and construction of capital assets	(2,250,294)	0	0	0	(2,250,294)
Sale of capital assets	0	0	0	0	0
Principal payment GMA bond	(426,868)	0	0	0	(426,868)
Interest paid on GMA Bond	(107,390)	0	0	0	(107,390)
Net change in cash from capital and related financing activities	(2,784,552)	0	0	0	(2,784,552)
Cash flows from investing activities:					
Purchase of investment securities	0	0	0	0	0
Interest and dividends on investments	0	0	0	0	0
Interest income GMA lease	0	0	0	0	0
Net change in cash from investing activities	0	0	0	0	0
Net change in cash	232,984	347,271	(138,883)	234,257	675,629
Cash at beginning of year	0	289,400	524,478	1	813,879
Cash at end of year	\$232,984	\$636,671	\$385,595	\$234,258	\$1,489,508
<u>RECONCILIATION OF OPERATING INCOME (LOSS) NET CHANGE IN CASH FROM OPERATING ACTIVITIES:</u>					
Operating income (loss)	(\$488,941)	(\$3,333,361)	(\$286,590)	\$0	(\$4,108,892)
Adjustments to reconcile operating income (loss) to net change in cash from operating activities:					
Depreciation	2,010,167	0	0	0	2,010,167
Non-operating expense	(97,397)	0	0	0	(97,397)
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	0	7,601	0	0	7,601
Decrease (increase) in due from other funds	0	438,324	(34,534)	91,717	495,507
(Increase) in inventory	49,891	0	0	0	49,891
Decrease in prepaid expenses	0	0	0	0	0
Increase (Decrease) increase in accounts payable	373,841	(98,654)	1,433	(90,111)	186,509
(Decrease) in compensated absences	(3,016)	0	0	0	(3,016)
(Decrease) in due to other funds	2,918,316	0	180,808	232,651	3,331,775
Increase in advances from other funds	(2,337,111)	0	0	0	(2,337,111)
Net change in cash from operating activities	\$2,425,750	(\$2,986,090)	(\$138,883)	\$234,257	(\$464,966)

Supplemental Financial Data

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
SALES TAX 2013 FUND
For the Year Ended June 30, 2022

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	\$2,226,754	\$1,794,145	\$0	\$0	\$1,794,145	81%
2	Road improvements	3,075,000	5,198,527	5,474,069	58,999	0	5,533,068	100%
3	Sidewalk improvements	2,000,000	1,756,278	1,895,902	66,970	0	1,962,872	100%
4	Intersection improvements	200,000	0	89,740	0	0	89,740	0%
5	Drainage improvements	3,000,000	486,329	596,923	0	0	596,923	100%
6	Traffic improvements	750,000	1,149,583	1,228,511	0	0	1,228,511	100%
7	Street maintenance repairs	350,000	321,184	564,900	0	0	564,900	100%
8	Piping of ditches	300,000	536,345	426,400	0	0	426,400	80%
9	Police buildings	130,000	192,308	192,602	0	0	192,602	100%
10	Police contingency	105,000	0	0	0	0	0	0%
11	Public safety radio	2,505,000	2,241,574	2,596,378	0	0	2,596,378	100%
12	Technology police	633,000	626,067	626,067	0	0	626,067	100%
13	Police weapons	127,000	0	0	0	0	0	0%
14	Miscellaneous parks and recreation projects	1,000,000	1,000,000	1,168,108	112,806	0	1,280,914	100%
15	100' aerial fire truck	1,100,000	0	0	0	0	0	0%
16	County wide radio	2,000,000	1,641,750	1,286,945	0	0	1,286,945	78%
17	Pumper trucks	1,600,000	0	0	0	0	0	0%
18	Public works claw truck	435,000	0	0	0	0	0	0%
19	Miscellaneous equipment	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	107,180	0	0	107,180	67%
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	5,028,259	3,217,489	8,575	0	3,226,064	64%
26	Equipment	375,000	0	0	0	0	0	0%
27	GEFA debt repayment for Force Main Project	6,034,554	13,120,357	13,758,889	0	0	13,758,889	100%
28	Manhole/liner rehabilitation	3,100,000	3,400,000	3,362,146	0	0	3,362,146	99%
29	Sewer collections smoke testing	633,260	385,594	385,594	0	0	385,594	100%
30	Withlacoochee sewer plant	20,000,000	23,510,590	23,455,742	0	0	23,455,742	100%
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	201,801	56,755	0	0	56,755	28%
34	Vallotton lighting	0	34,850	34,850	0	0	34,850	100%
35	Force main easements	0	40,614	40,614	0	0	40,614	100%
36	Supplement environmental project	0	331,801	335,195	5,607	0	340,802	100%
37	Sugar creek stream/wetlands credits	0	24,000	24,000	0	0	24,000	100%
38	Withlacoochee stream/wetlands credits	0	62,605	62,605	0	0	62,605	100%
39	Mathis auditorium fly line replacement	0	174,300	174,300	0	0	174,300	100%
40	Mathis auditorium roof repairs	0	20,350	20,350	0	0	20,350	100%
41	Vac con truck	0	323,541	323,541	0	0	323,541	100%
42	Council chamber remodel	0	16,034	16,034	0	0	16,034	100%
43	Customer service building	0	31,723	31,723	0	0	31,723	100%
44	Downtown land improvements	0	243,094	243,094	0	0	243,094	100%
45	Five points paving	0	36,307	36,307	0	0	36,307	100%
46	AMI radio read system	0	1,148,481	1,906,927	0	0	1,906,927	100%
Subtotal		80,025,000	66,171,000	65,534,025	252,957	0	65,786,982	
Transfer in		0	0	(827,565)	0	0	(827,565)	
Transfer out		0	0	213,395	0	0	213,395	
TOTAL		\$80,025,000	\$66,171,000	\$64,919,855	\$252,957	\$0	\$65,172,812	

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

CITY OF VALDOSTA, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
SALES TAX 2019 FUND
For the Year Ended June 30, 2022

No.	Project	Original Estimated Cost	Revised Estimated Cost	Prior Years	Current Year SPLOST	Current Year Other Sources	Total	Estimated Percentage of Completion
1	Resurfacing	\$4,160,000	\$4,160,000	\$28,772	\$488,793	\$0	\$517,565	12%
2	Road improvements	0	0	0	0	0	0	0%
3	Sidewalk improvements	4,943,660	4,943,660	50	1,210,391	0	1,210,441	24%
4	Intersection improvements	271,440	271,440	7,539	23,982	0	31,521	12%
5	Drainage improvements	821,718	821,718	0	0	0	0	0%
6	Traffic improvements	240,000	240,000	99,176	53,248	0	152,424	64%
7	Street maintenance repairs	1,005,000	1,005,000	49,468	54,769	0	104,237	10%
8	Piping of ditches	1,800,000	1,800,000	0	0	0	0	0%
9	Police buildings	250,000	250,000	0	0	0	0	0%
10	Police in car camera system	600,000	600,000	0	0	0	0	0%
11	Grapple loader (2)	350,000	350,000	0	0	0	0	0%
12	Rear end loader (2)	540,000	540,000	0	1,224,568	0	1,224,568	100%
13	Front end loader	265,000	265,000	0	0	0	0	0%
14	Sweeper	220,000	220,000	0	0	0	0	0%
15	Baler	450,000	450,000	0	0	0	0	0%
16	Recycle shed	500,000	500,000	0	0	0	0	0%
17	SCBA airpacks	380,000	380,000	0	261,756	0	261,756	69%
18	Cascade air filling system	75,000	75,000	0	55,990	0	55,990	75%
19	EPD sewer collection	6,500,000	6,500,000	362,747	547,408	0	910,155	14%
20	Lift station replacement	4,000,000	4,000,000	0	0	0	0	0%
21	Smoke testing	150,000	150,000	0	0	0	0	0%
22	Water transmission system	2,000,000	2,000,000	0	0	0	0	0%
23	Water mains	2,500,000	2,500,000	0	0	0	0	0%
24	Manhole rehab	2,050,000	2,050,000	177,176	132,124	0	309,300	15%
25	Water plant generator	1,500,000	1,500,000	461,500	0	0	461,500	31%
26	Well rehab	3,000,000	3,000,000	0	0	0	0	0%
27	Treatment plant basin resurfacing	450,000	450,000	0	0	0	0	0%
28	Water treatment plant II or loop	2,000,000	2,000,000	0	0	0	0	0%
29	Emergency repairs	2,000,000	2,000,000	0	1,607,615	0	1,607,615	80%
30	GEFA debt reduction	10,917,140	10,917,140	2,272,727	4,545,455	0	6,818,182	62%
31	AMI radio read system	2,500,000	2,500,000	1,440,034	0	0	1,440,034	58%
32	Facilities	4,450,000	4,450,000	0	0	0	0	0%
33	Hardware/software	300,000	300,000	0	0	0	0	0%
34	Downtown	312,925	312,925	0	0	0	0	0%
35	New district 5 park	1,500,000	1,500,000	0	0	0	0	0%
36	Existing parks	2,000,000	2,000,000	152,947	3,384,815	0	3,537,762	100%
37	Undesignated contingency	0	0	362,521	0	0	362,521	0%
38	Water/sewer utility adjustment	0	0	0	98,455	0	98,455	0%
39	Bank fees	0	0	0	90	0	90	0%
Subtotal		65,001,883	65,001,883	5,414,657	13,689,459	0	19,104,116	
Transfer in		0	0	(213,395)	0	0	(213,395)	
Transfer out		0	0	0	0	0	0	
TOTAL		\$65,001,883	\$65,001,883	\$5,201,262	\$13,689,459	\$0	\$18,890,721	

Schedule accounts for the total funding to be received under the 2019 SPLOST referendum.

Statistical Section (*Unaudited*)

City of Valdosta, Georgia
Statistical Section
(Unaudited)

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Source:

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

CITY OF VALDOSTA, GEORGIA

Net Position by Component

Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net Investment in Capital Assets	\$132,065,895	\$130,310,228	\$82,400,730	\$123,787,408	\$126,737,107	\$125,177,312	\$124,632,388	\$123,992,944	\$123,365,691	\$123,508,656
Restricted	8,345,295	4,545,543	4,545,543	3,998,000	5,034,717	6,786,721	6,234,963	3,749,772	7,152,077	3,434,376
Unrestricted	(5,970,254)	(7,135,321)	(6,568,573)	(55,838,470)	(52,750,184)	(64,753,444)	(58,377,709)	(53,588,328)	(48,774,061)	(37,978,404)
Total governmental activities net position	<u>\$134,440,936</u>	<u>\$127,720,450</u>	<u>\$80,377,700</u>	<u>\$71,946,938</u>	<u>\$79,021,640</u>	<u>\$67,210,589</u>	<u>\$72,489,642</u>	<u>\$74,154,388</u>	<u>\$81,743,707</u>	<u>\$88,964,628</u>
Business-type activities										
Net Investment in Capital Assets	\$101,298,255	\$106,519,347	\$122,682,085	\$133,344,497	\$129,682,586	\$134,147,501	\$136,646,269	\$143,080,879	\$144,666,144	\$151,853,934
Restricted	0	0	0	0	0	0	0	0	0	0
Unrestricted	(2,694,424)	(4,367,660)	(6,796,181)	(5,160,842)	(3,356,799)	(5,974,943)	(6,779,041)	(6,982,870)	(1,915,332)	(4,650,988)
Total business-type activities net position	<u>\$98,603,831</u>	<u>\$102,151,687</u>	<u>\$115,885,904</u>	<u>\$128,183,655</u>	<u>\$126,325,787</u>	<u>\$128,172,558</u>	<u>\$129,867,228</u>	<u>\$136,098,009</u>	<u>\$142,750,812</u>	<u>\$147,202,946</u>
Primary government										
Net Investment in Capital Assets	\$233,364,150	\$236,829,575	\$205,082,815	\$257,131,905	\$256,419,693	\$259,324,813	\$261,278,657	\$267,073,823	\$268,031,835	\$275,362,590
Restricted	8,345,295	4,545,543	4,545,543	3,998,000	5,034,717	6,786,721	6,234,963	3,749,772	7,152,077	3,434,376
Unrestricted	(8,664,678)	(11,502,981)	(13,364,754)	(60,999,312)	(56,106,983)	(70,728,387)	(65,156,750)	(60,571,198)	(50,689,393)	(42,629,392)
Total primary government net position	<u>\$233,044,767</u>	<u>\$229,872,137</u>	<u>\$196,263,604</u>	<u>\$200,130,593</u>	<u>\$205,347,427</u>	<u>\$195,383,147</u>	<u>\$202,356,870</u>	<u>\$210,252,397</u>	<u>\$224,494,519</u>	<u>\$236,167,574</u>

CITY OF VALDOSTA, GEORGIA

Changes in Net Positions

Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities										
General government	\$22,929,060	\$22,657,247	\$21,365,496	\$19,793,450	\$21,222,388	\$17,828,062	\$16,947,416	\$19,471,991	\$20,417,727	\$30,665,122
Public safety	20,074,107	21,558,234	21,876,662	24,181,599	22,026,971	25,732,425	25,588,378	25,900,150	28,712,613	26,853,523
Culture - recreation	0	0	0	0	0	0	0	0	0	0
Public works	1,613,315	1,597,172	1,720,736	2,042,771	1,664,440	1,763,484	1,772,936	1,886,658	2,170,497	1,985,794
Community development	1,042,940	1,276,726	1,036,031	1,104,091	2,037,292	2,188,188	2,166,248	2,273,856	3,730,409	3,655,415
Interest on long-term debt	0	9,846	5,003	3,044	9,645	16,859	5,941	10,658	2,278	0
Total governmental activities	<u>45,659,422</u>	<u>47,099,225</u>	<u>46,003,928</u>	<u>47,124,955</u>	<u>46,960,736</u>	<u>47,528,818</u>	<u>46,480,919</u>	<u>49,543,313</u>	<u>55,033,524</u>	<u>63,159,854</u>
Business-type activities										
Sanitation	4,482,868	4,611,013	4,793,589	4,992,623	5,262,973	5,709,783	5,660,431	5,632,534	6,207,759	5,955,614
Water and sewer	12,260,646	14,365,317	16,259,357	15,891,914	19,902,939	19,904,646	21,178,047	19,006,552	20,996,360	19,825,664
Inspection	940,143	1,042,114	949,697	862,507	811,270	840,559	900,375	883,166	1,006,627	1,000,373
Zoning	359,543	0	0	0	0	0	0	0	0	0
DOL building	355,022	341,979	373,249	423,139	343,828	343,698	309,336	301,288	282,704	278,620
Storm Water	1,223,050	1,238,148	1,090,243	1,091,578	1,354,319	1,489,702	1,397,631	1,474,837	1,727,600	1,782,234
Auditorium	212,676	196,780	242,997	245,846	276,172	276,489	283,656	315,395	320,516	390,914
Motor fuel	556,674	532,420	402,611	271,105	292,619	318,224	345,705	256,317	207,370	388,261
Total business-type activities	<u>20,390,622</u>	<u>22,327,771</u>	<u>24,111,743</u>	<u>23,778,712</u>	<u>28,244,120</u>	<u>28,883,101</u>	<u>30,075,181</u>	<u>27,870,089</u>	<u>30,748,936</u>	<u>29,621,680</u>
Total primary government	<u>\$66,050,044</u>	<u>\$69,426,996</u>	<u>\$70,115,671</u>	<u>\$70,903,667</u>	<u>\$75,204,856</u>	<u>\$76,411,919</u>	<u>\$76,556,100</u>	<u>\$77,413,402</u>	<u>\$85,782,460</u>	<u>\$92,781,534</u>
Program Revenues										
Governmental activities										
Charges for services										
General government	\$54,692	\$103,489	\$355,698	\$56,591	(\$14,556)	\$93,392	\$47,883	\$43,583	\$54,909	\$78,777
Public safety	2,533,635	2,267,311	2,320,195	2,203,592	2,307,698	2,365,134	2,426,640	2,128,015	2,343,097	1,481,144
Culture - recreation	0	0	0	0	0	0	0	0	0	0
Other activities	145,443	255,987	115,062	103,566	134,989	146,272	125,938	104,970	81,979	78,133
Operating grants and contributions	2,168,333	2,680,619	2,156,022	2,558,807	3,324,713	1,385,946	1,833,920	1,780,286	9,922,336	8,393,875
Capital grants and contributions	9,619,416	10,505,462	12,744,363	11,907,962	12,389,719	12,582,892	12,921,995	13,856,415	14,998,495	16,641,724
Total governmental activities program revenues	<u>14,521,519</u>	<u>15,812,868</u>	<u>17,691,340</u>	<u>16,830,518</u>	<u>18,142,563</u>	<u>16,573,636</u>	<u>17,356,376</u>	<u>17,913,269</u>	<u>27,400,816</u>	<u>26,673,653</u>
Business-type activities										
Charges for services										
Sanitation	4,399,518	4,701,759	4,762,126	5,025,549	5,166,514	5,870,885	5,728,960	5,962,743	6,369,081	6,496,336
Water and sewer	15,240,633	15,383,914	17,153,046	17,185,147	18,533,990	18,741,504	19,786,789	20,936,570	21,957,504	22,251,702
Inspection	642,235	784,402	920,440	860,838	1,163,724	1,315,724	1,229,120	1,468,150	1,666,774	1,779,057
DOL building	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157	469,157
Storm Water	1,271,392	1,280,524	1,286,864	1,283,342	1,690,913	1,795,212	1,808,869	1,813,191	1,841,585	1,819,547
Other activities	675,301	584,687	463,643	323,915	350,343	381,083	401,112	300,970	221,968	407,038
Operating grants and contributions	0	0	0	0	0	0	0	0	0	0
Capital grants and contributions	758,616	0	0	0	0	0	0	0	0	0
Total business-type activities program revenues	<u>23,456,852</u>	<u>23,204,443</u>	<u>25,055,276</u>	<u>25,147,948</u>	<u>27,374,641</u>	<u>28,573,411</u>	<u>29,424,007</u>	<u>30,950,781</u>	<u>32,526,069</u>	<u>33,222,837</u>
Total primary government program revenues	<u>\$37,978,371</u>	<u>\$39,017,311</u>	<u>\$42,746,616</u>	<u>\$41,978,466</u>	<u>\$45,517,204</u>	<u>\$45,147,047</u>	<u>\$46,780,383</u>	<u>\$48,864,050</u>	<u>\$59,926,885</u>	<u>\$59,896,490</u>
Net (Expense)/Revenue										
Governmental activities	(\$31,137,903)	(\$31,286,357)	(\$28,312,588)	(\$30,294,437)	(\$28,818,173)	(\$30,955,182)	(\$29,124,543)	(\$31,630,044)	(\$27,632,708)	(\$36,486,201)
Business-type activities	3,066,230	876,672	943,533	1,369,236	(869,479)	(309,690)	(651,174)	3,080,692	1,777,133	3,601,157
Total primary government net expense	<u>(\$28,071,673)</u>	<u>(\$30,409,685)</u>	<u>(\$27,369,055)</u>	<u>(\$28,925,201)</u>	<u>(\$29,687,652)</u>	<u>(\$31,264,872)</u>	<u>(\$29,775,717)</u>	<u>(\$28,549,352)</u>	<u>(\$25,855,575)</u>	<u>(\$32,885,044)</u>
General Revenues and Other Changes in Net Assets										
Governmental activities										
Taxes										
Property taxes	\$6,348,885	\$6,974,207	\$10,089,226	\$10,128,482	\$12,683,175	\$13,124,375	\$13,342,926	12,852,906	14,187,944	13,977,802
Sales tax	9,225,131	8,954,342	9,083,678	8,853,226	8,723,677	9,060,686	9,443,496	9,905,639	11,661,631	12,109,364
Accommodations tax	1,667,870	1,856,448	2,725,208	2,893,595	3,059,867	3,194,645	3,338,537	2,699,082	2,889,155	3,841,113
Other taxes	8,938,156	8,844,442	9,381,528	9,532,899	9,704,815	9,689,613	10,287,970	10,524,167	10,641,956	12,486,078
Investment earnings	27,214	19,831	16,526	17,374	32,657	48,069	75,146	48,420	3,855	23,507
Miscellaneous	227,429	587,662	628,271	427,323	700,295	572,584	261,365	414,665	713,156	633,737
Contributions to permanent fund	0	0	0	0	0	0	0	0	0	0
Transfers	(2,646,499)	(2,671,061)	(12,790,684)	(9,989,224)	988,389	(2,156,461)	(2,345,844)	(3,510,102)	(4,515,657)	(838,843)
Total governmental activities	<u>23,788,186</u>	<u>24,565,871</u>	<u>19,133,753</u>	<u>21,863,675</u>	<u>35,892,875</u>	<u>33,533,511</u>	<u>34,403,596</u>	<u>32,934,777</u>	<u>35,582,040</u>	<u>42,232,758</u>
Business-type activities										
Property taxes	0	0	0	0	0	0	0	0	0	0
Investment earnings	792	123	0	0	0	0	0	0	0	0
Capital contributions	0	0	0	0	0	0	0	0	0	0
Special items	0	0	0	939,291	0	0	0	0	0	0
Transfers	2,692,361	2,671,061	12,790,684	9,989,224	(988,389)	2,156,461	2,345,844	3,510,102	4,515,657	838,843
Total business-type activities	<u>2,693,153</u>	<u>2,671,184</u>	<u>12,790,684</u>	<u>10,928,515</u>	<u>(988,389)</u>	<u>2,156,461</u>	<u>2,345,844</u>	<u>3,510,102</u>	<u>4,515,657</u>	<u>838,843</u>
Total primary government	<u>\$26,481,339</u>	<u>\$27,237,055</u>	<u>\$31,924,437</u>	<u>\$32,792,190</u>	<u>\$34,904,486</u>	<u>\$35,689,972</u>	<u>\$36,749,440</u>	<u>\$36,444,879</u>	<u>\$40,097,697</u>	<u>\$43,071,601</u>
Change in Net Position										
Governmental activities	(\$7,349,717)	(\$6,720,486)	(\$9,178,835)	(\$8,430,762)	\$7,074,702	\$2,578,329	\$5,279,053	\$1,304,733	\$7,949,332	\$5,746,557
Business-type activities	5,759,383	3,547,856	13,734,217	12,297,751	(1,857,868)	1,846,771	1,694,670	6,590,794	6,292,790	4,440,000
Total primary government	<u>(\$1,590,334)</u>	<u>(\$3,172,630)</u>	<u>\$4,555,382</u>	<u>\$3,866,989</u>	<u>\$5,216,834</u>	<u>\$4,425,100</u>	<u>\$6,973,723</u>	<u>\$7,895,527</u>	<u>\$14,242,122</u>	<u>\$10,186,557</u>

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

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Reserved	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	0	0	0	0	0	0	0	0	0	0
Nonspendable	4,245,727	2,899,736	4,277,368	3,551,702	3,292,866	2,677,584	4,868,536	6,080,536	0	0
Restricted	151,288	177,245	207,912	206,002	214,291	226,914	235,318	241,627	6,080,536	3,120,094
Committed	10,767	10,767	10,767	10,767	10,767	10,767	10,767	10,767	263,460	282,130
Assigned	0	0	0	0	0	485,233	0	0	10,767	10,767
Unassigned	128,039	(1,080,989)	(1,873,454)	(1,235,605)	(498,949)	0	(1,334,464)	(359,886)	1,285,958	1,258,962
Total General Fund	<u>\$4,535,821</u>	<u>\$2,006,759</u>	<u>\$2,622,593</u>	<u>\$2,532,866</u>	<u>\$3,018,975</u>	<u>\$3,400,498</u>	<u>\$3,780,157</u>	<u>\$5,973,044</u>	<u>\$7,640,721</u>	<u>\$4,671,953</u>
All Other Governmental Funds										
Nonspendable, reported in:										
Special revenue funds	2,670,464	2,601,916	2,615,521	2,526,771	0	0	0	0	0	0
Capital projects funds	573,385	300,000	213,395	213,395	0	0	0	0	0	0
Permanent funds	1,304,778	1,617,435	1,639,355	1,661,287	1,688,761	1,708,471	1,730,959	1,760,138	0	0
Restricted, reported in:										
Special revenue funds	224,601	409,505	259,555	179,820	2,692,805	2,726,461	2,275,612	5,159,397	2,496,410	1,952,158
Capital projects funds	5,714,008	6,336,172	11,623,286	2,141,728	2,893,717	3,566,599	2,608,899	1,745,711	1,203,297	1,413,483
Assigned, reported in:										
Special revenue funds	323,727	404,357	319,114	584,357	900,420	1,439,690	2,544,492	3,474,135	1,564,784	2,535,467
Capital projects funds	0	0	490,642	374,163	1,472,890	4,221,265	7,504,953	12,137,417	2,164,531	1,785,975
Unassigned, reported in:										
Special revenue funds	(104,185)	(311,093)	(115,034)	(43,746)	(193,979)	(437,349)	(198,863)	(1,333,397)	(1,333,397)	(556,236)
Capital projects funds	0	0	(11,229,531)	(4,387,331)	0	0	0	0	0	0
Total all other governmental funds	<u>\$10,706,778</u>	<u>\$11,358,292</u>	<u>\$5,816,303</u>	<u>\$3,250,444</u>	<u>\$9,454,614</u>	<u>\$13,225,137</u>	<u>\$16,466,052</u>	<u>\$22,943,401</u>	<u>\$6,095,625</u>	<u>\$7,130,847</u>
Total all governmental funds	<u>\$15,242,599</u>	<u>\$13,365,051</u>	<u>\$8,438,896</u>	<u>\$5,783,310</u>	<u>\$12,473,589</u>	<u>\$16,625,635</u>	<u>\$20,246,209</u>	<u>\$28,916,445</u>	<u>\$13,736,346</u>	<u>\$11,802,800</u>

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)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$25,647,433	26,306,492	30,611,633	30,908,671	33,558,371	34,650,674	35,826,202	35,537,026	38,826,267	40,491,993
Licenses and permits	514,949	508,051	529,749	536,322	557,575	523,976	522,495	509,315	553,358	578,565
Charges for services	476,460	376,127	458,832	142,285	109,622	216,154	170,735	126,887	361,863	188,590
Fines and forfeitures	1,391,867	1,233,369	1,150,198	1,038,107	1,186,152	1,125,592	984,425	823,201	859,645	598,608
Interest income	27,214	19,831	18,034	17,374	32,657	48,069	75,147	48,420	3,855	23,507
Contributions	64,720	40,764	17,731	28,648	21,236	276,761	19,314	23,314	66,245	18,544
Miscellaneous	599,370	695,265	644,895	537,879	670,526	634,940	200,454	147,696	772,348	361,426
Intergovernmental	12,627,387	14,681,553	16,116,112	15,208,742	17,109,319	14,982,586	16,215,780	16,849,550	25,245,914	24,114,841
Total revenues	41,349,400	43,861,452	49,547,184	48,418,028	53,245,458	52,458,752	54,014,552	54,065,409	66,689,495	66,376,074
Expenditures										
General government	9,623,141	9,818,403	10,815,741	10,738,650	11,040,044	11,524,672	11,306,100	11,246,174	12,177,450	13,210,875
Public safety	18,885,565	19,540,786	20,389,657	22,679,350	22,467,739	24,704,297	24,280,599	25,265,381	27,591,150	24,795,297
Public works	1,469,296	1,381,317	1,532,042	1,820,409	1,506,781	1,633,232	1,625,467	1,807,948	2,019,765	1,708,983
Culture-recreation	0	0	0	0	0	0	0	0	0	0
Economic development and assistance	1,035,531	1,235,625	984,591	1,054,921	1,992,277	2,136,657	2,115,199	2,240,363	3,672,912	3,570,490
Capital outlay	12,370,884	12,474,501	19,913,386	16,238,204	9,043,280	9,486,284	11,220,282	10,948,626	12,232,652	20,372,540
Debt service										
Interest	141,175	145,862	27,904	77,511	138,188	189,361	129,323	165,192	74,966	0
Principal	14,533	9,846	0	3,044	9,645	16,659	5,941	10,658	2,278	0
Total expenditures	43,540,125	44,606,340	53,663,321	52,612,089	46,197,954	49,691,162	50,682,911	51,684,342	57,771,173	63,658,185
Excess of revenues over (under) expenditures	(2,190,725)	(744,888)	(4,116,137)	(4,194,061)	7,047,504	2,767,590	3,331,641	2,381,067	8,918,322	2,717,889
Other Financing Sources (Uses)										
Capital lease	0	0	0	1,918,894	2,241,065	2,839,733	2,657,326	3,577,536	6,599,282	3,037,095
Transfers in	2,498,768	2,179,651	2,231,000	(2,514,434)	(2,718,798)	(1,903,400)	(2,368,393)	(2,155,554)	(6,322,691)	(2,657,429)
Transfers out	(2,694,456)	(3,312,311)	(3,041,018)	2,134,015	120,508	448,123	0	117,235	126,022	0
Total other financing sources (uses)	(195,688)	(1,132,660)	(810,018)	1,538,475	(357,225)	1,384,456	288,933	1,539,217	402,613	379,666
Net change in fund balances	(\$2,386,413)	(\$1,877,548)	(\$4,926,155)	(\$2,655,586)	\$6,690,279	\$4,152,046	\$3,620,574	\$3,920,284	\$9,320,935	\$3,097,555
Debt service as a percentage of noncapital expenditures	0.492%	0.500%	0.485%	0.083%	0.221%	0.512%	0.343%	0.432%	0.170%	0.000%

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Function/Program										
Governmental activities:										
General government	\$8,751,232	\$10,348,558	\$12,988,509	\$11,831,839	12,242,922	\$12,371,305	\$12,903,232	\$13,849,669	\$18,706,232	\$18,956,639
Public safety	4,685,125	4,823,989	3,789,268	4,364,660	4,742,804	3,124,634	3,718,756	3,424,877	8,164,616	7,056,719
Culture - recreation	0	0	0	0	0	0	0	0	0	0
Public works	734,521	168,377	115,062	103,566	125,293	136,402	125,103	104,970	81,979	78,045
Public involvement	350,641	471,944	798,501	530,453	1,075,780	941,295	609,285	533,753	447,989	582,250
Subtotal governmental activities	14,521,519	15,812,868	17,691,340	16,830,518	18,186,799	16,573,636	17,356,376	17,913,269	27,400,816	26,673,653
Business-type activities:										
Sanitation	4,399,518	4,701,759	4,762,126	5,025,549	5,166,514	5,870,885	5,728,960	5,962,743	6,369,081	6,496,336
Water and sewer	15,658,173	15,383,914	17,153,046	17,185,147	18,533,990	18,741,504	19,786,789	20,936,570	21,957,504	22,251,702
Inspection	642,235	784,402	920,440	860,838	1,163,724	1,315,570	1,229,120	1,468,150	1,666,774	1,779,057
Zoning	61,153	0	0	0	0	0	0	0	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	1,612,468	1,280,524	1,286,864	1,283,342	1,690,913	1,795,212	1,808,869	1,813,191	1,841,585	1,819,547
Auditorium	47,562	42,536	51,130	43,734	49,011	54,835	46,822	38,198	11,793	35,638
Motor fuel	566,586	542,151	412,513	280,181	301,332	326,248	354,290	262,772	210,175	395,245
Subtotal business-type activities	23,456,852	23,204,443	25,055,276	25,147,948	27,374,641	28,573,411	29,424,007	30,950,781	32,526,069	33,246,682
Total primary government	<u>\$37,978,371</u>	<u>\$39,017,311</u>	<u>\$42,746,616</u>	<u>\$41,978,466</u>	<u>\$45,561,440</u>	<u>\$45,147,047</u>	<u>\$46,780,383</u>	<u>\$48,864,050</u>	<u>\$59,926,885</u>	<u>\$59,920,335</u>

CITY OF VALDOSTA, GEORGIA**Tax Revenues by Source, Governmental Funds****Last Ten Fiscal Years**

(modified accrual basis of accounting)

Fiscal Year	General Property	Sales & Use	Gross Receipts & Business	Other	Total
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
2016	10,088,963	19,806,857	8,862,637	3,007,983	41,766,440
2017	12,605,365	19,512,076	9,053,726	3,059,866	44,231,033
2018	13,016,374	19,324,703	9,160,644	4,339,113	45,840,834
2019	13,334,408	20,219,071	9,603,869	4,375,402	47,532,750
2020	12,784,319	21,629,445	9,639,514	4,058,538	48,111,816
2021	14,086,089	25,983,317	9,344,441	3,642,787	53,056,634
2022	14,046,151	25,560,230	10,407,885	5,313,769	55,328,035
Change 2012-2021	117.69%	44.36%	25.12%	218.59%	62.04%

CITY OF VALDOSTA, GEORGIA

Assessed Value and Actual Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Residential Property	Commercial Property	Industrial Property	Utility Property	Agricultural Property	Historic Property	Other Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
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
2016	621,844,752	675,809,277	309,723,341	37,643,223	2,791,956	2,107,567	60,784,731	198,655,408	1,512,049,439	6.102
2017	618,968,964	647,258,960	315,738,862	35,279,028	2,762,184	2,068,745	46,531,393	183,194,374	1,485,413,762	7.950
2018	616,813,247	643,516,697	315,719,145	34,938,130	2,805,968	2,337,397	34,303,453	179,265,606	1,471,168,431	8.001
2019	620,291,063	651,896,039	341,643,108	33,253,858	2,763,145	91,094	26,293,497	173,888,986	1,502,342,818	8.001
2020	627,083,691	674,967,806	330,428,668	40,176,255	3,093,673	2,308,258	1,234,027	189,295,933	1,489,996,445	7.809
2021	634,096,077	681,242,868	324,541,201	42,684,068	3,160,446	2,147,147	689,170	187,527,338	1,501,033,639	7.974
2022	655,845,415	693,394,352	294,453,508	45,255,145	3,129,650	1,884,668	889,208	189,439,285	1,505,412,661	7.796

Source: Lowndes County Tax Commissioner

CITY OF VALDOSTA, GEORGIA

Water and Sewer Rates

Last Ten Fiscal Years

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

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

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

Fiscal Year	Operating Millage Rate	Total Direct Rate	Overlapping Rates*		
			Valdosta School District	Community Improvement District	Lowndes County
2013	4.106	4.106	16.98	5.00	9.56
2014	4.102	4.102	16.98	5.00	9.56
2015	6.102	6.102	16.98	5.00	9.56
2016	6.102	6.102	16.98	5.00	9.05
2017	7.950	7.950	16.98	5.00	8.974
2018	8.001	8.001	16.98	5.00	8.974
2019	7.916	7.916	16.98	5.00	8.814
2020	7.809	7.809	16.75	5.00	8.688
2021	7.974	7.974	16.69	5.00	8.601
2022	7.796	7.796	16.32	5.00	8.406

Source: Lowndes County Tax Commissioner

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

CITY OF VALDOSTA, GEORGIA

Principal Water Sewer Customers

Last Ten Fiscal Years

Customer	2022			2021			2020			2019			2018		
	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total
A D M	\$905,414	1	4.14%	\$949,900	1	4.45%	\$939,345	1	4.54%	\$898,154	1	4.57%	\$719,181	1	3.89%
Valdosta State University	601,751	2	2.75%	591,570	2	2.77%	678,180	2	3.28%	716,731	2	3.65%	447,815	2	2.42%
South Georgia Medical Center	505,362	3	2.31%	515,034	3	2.41%	445,530	3	2.15%	362,941	4	1.85%	222,373	4	1.20%
Valdosta Correctional Institute	438,501	4	2.00%	416,614	5	1.95%	399,450	5	1.93%	424,047	3	2.16%	415,796	3	2.25%
Valdosta Board of Education	430,276	5	1.97%	437,979	4	2.05%	434,383	4	2.10%	161,960	5	0.82%	-	-	-
Advanced Disposal/Vesolia Solid Waste SE	229,805	6	1.05%	212,250	6	0.99%	232,648	6	1.13%	154,427	6	0.79%	-	-	-
Lowndes County Jail	201,003	7	0.92%	201,833	7	0.95%	-	-	-	-	-	-	-	-	-
Evergreen at 5 Points	199,015	8	0.91%	191,569	8	0.90%	134,294	8	0.65%	-	-	-	87,303	10	0.47%
EBSCO Northwind	175,467	9	0.80%	149,974	9	0.70%	142,441	7	0.69%	134,780	7	0.69%	-	-	-
City of Remerton	123,645	10	0.57%	-	-	-	-	-	-	-	-	-	98,759	7	0.53%
Park Chase Apartments	-	-	-	122,049	10	0.57%	-	-	-	-	-	-	-	-	-
South Georgia Pecan Co.	-	-	-	-	-	-	128,129	9	0.62%	117,682	10	0.60%	126,576	6	0.68%
DLP Realty	-	-	-	-	-	-	124,717	10	0.60%	-	-	-	-	-	-
Blanton Commons	-	-	-	-	-	-	-	-	-	129,313	8	0.66%	-	-	-
Chemical Research Technology Inc.	-	-	-	-	-	-	-	-	-	127,711	9	0.65%	166,530	5	0.90%
Woodstone Apartments	-	-	-	-	-	-	-	-	-	-	-	-	97,638	8	0.53%
Union Tank Car	-	-	-	-	-	-	-	-	-	-	-	-	92,636	9	0.50%
Total	<u>\$3,810,239.00</u>		<u>17.41%</u>	<u>\$3,788,772.00</u>		<u>17.75%</u>	<u>\$3,659,117.00</u>		<u>17.70%</u>	<u>\$3,227,746.00</u>		<u>16.44%</u>	<u>\$2,474,607.00</u>		<u>13.37%</u>

Customer	2017			2016			2015			2014			2013		
	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total	Amount Paid	Rank	Percentage of Total
A D M	\$725,622	1	4.24%	\$763,160	1	4.46%	\$778,395	1	4.55%	\$667,428	1	4.36%	\$709,451	1	4.75%
Valdosta State University	436,046	2	2.55%	453,423	2	2.65%	613,452	2	3.58%	618,673	2	4.04%	479,675	2	3.21%
Valdosta Correctional Institute	382,266	3	2.23%	351,497	3	2.05%	384,952	3	2.25%	360,132	3	2.35%	375,591	3	2.51%
City of Remerton	207,932	4	1.21%	184,607	6	1.08%	169,669	6	0.99%	155,272	6	1.01%	254,232	5	1.70%
South Georgia Medical Center	192,159	5	1.12%	295,014	4	1.72%	266,597	4	1.56%	228,558	4	1.49%	255,716	4	1.71%
South Georgia Pecan Co.	105,109	6	0.61%	93,513	8	0.55%	100,987	9	0.59%	165,707	5	1.08%	116,782	8	0.78%
Woodstone Apartments	87,233	7	0.51%	72,684	10	0.42%	107,680	8	0.63%	129,448	7	0.85%	101,067	9	0.68%
Chemical Research Technology Inc.	83,981	8	0.49%	-	-	-	-	-	-	-	-	-	-	-	-
Union Tank Car	83,400	9	0.49%	-	-	-	-	-	-	-	-	-	-	-	-
Evergreen at 5 Points	79,711	10	0.47%	-	-	-	-	-	-	-	-	-	-	-	-
Lowndes County Utilities	-	-	-	279,747	5	1.63%	261,083	5	1.53%	85,611	10	0.56%	188,057	6	1.26%
Lowndes County Jail	-	-	-	141,415	7	0.83%	100,976	10	0.59%	109822	9	0.72%	-	-	-
Quad Graphics	-	-	-	85,725	9	0.50%	-	-	-	-	-	-	-	-	-
ERCO Worldwide	-	-	-	-	-	-	114,299	7	0.67%	120,371	8	0.79%	124,603	7	0.83%
Arizona Chemical	-	-	-	-	-	-	-	-	-	-	-	-	89,718	10	0.60%
Total	<u>\$2,383,459.00</u>		<u>13.92%</u>	<u>\$2,720,785.00</u>		<u>15.89%</u>	<u>\$2,898,090.00</u>		<u>16.93%</u>	<u>\$2,641,022.00</u>		<u>17.26%</u>	<u>\$2,694,892.00</u>		<u>18.03%</u>

City of Valdosta, Georgia
Principal Property Taxpayers
For the Fiscal Years Ended June 30, 2022 and 2013

2022				2013			
Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Archer Daniels Midland Co.	\$ 56,608,183	1	3.71%	Archer Daniels Midland Co.	\$ 63,572,523	1	4.17%
Lowes Distribution, Inc.	40,251,018	2	2.64%	Lowes Distribution, Inc.	40,646,764	2	2.67%
Corteva Agriscience	38,263,357	3	2.51%	JM Smith Corp	25,092,061	3	0.45%
South Georgia Pecan	27,377,603	4	1.80%	Durocky Rd & Dupont	19,297,478	4	0.93%
Home Depot	19,740,104	5	1.29%	South Georgia Pecan	14,134,418	5	0.79%
United Phosphorus	17,007,505	6	1.12%	Saft Newco, Inc.	11,997,625	6	0.66%
Saft Newco, Inc.	14,596,880	7	0.96%	Mareana Valdosta Mall	10,132,855	7	1.27%
GF Valdosta Mall	12,400,000	8	0.82%	Home Depot	8,937,443	8	0.59%
Ring Container	10,470,473	9	0.69%	Wal-Mart\Sam's Club	8,830,959	9	0.58%
Jacuzzi Luxury Bath	8,413,906	10	0.56%	Stratas Foods LLC	6,802,214	10	1.65%
Total Principal Taxpayers	245,129,029		16.09%	Total Principal Taxpayers	209,444,340		13.77%
All Other Taxpayers	1,279,794,741		83.92%	All Other Taxpayers	1,252,302,200		85.67%
Total	<u>\$1,525,023,770</u>		<u>100.01%</u>	Total	<u>\$ 1,461,746,540</u>		<u>99.44%</u>

Source:

Lowndes County Tax Commissioner's Office

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	5,496,867	5,246,759	95.45%	250,108	5,496,867	100.00%
2014	5,523,422	5,297,924	95.92%	225,499	5,523,423	100.00%
2015	8,200,148	7,924,813	96.64%	273,806	8,198,619	99.98%
2016	8,860,209	8,287,698	93.54%	567,869	8,855,567	99.95%
2017	11,339,178	10,923,838	96.34%	409,161	11,332,999	99.95%
2018	11,308,767	10,923,838	96.60%	376,322	11,300,160	99.92%
2019	11,564,827	10,889,853	94.16%	664,147	11,554,000	99.91%
2020	11,425,916	10,976,173	96.06%	393,746	11,369,919	99.51%
2021	11,703,901	11,319,600	96.72%	315,145	11,634,745	99.41%
2022	11,889,085	11,645,585	97.95%	0	11,645,585	97.95%

CITY OF VALDOSTA, GEORGIA

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	<u>Governmental Activities</u>	<u>Business-Type Activities</u>		Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Leases	Revenue Bonds	Term Loans Payable			
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	0.04	1,253
2016	2,114,046	2,630,310	84,929,014	89,673,370	0.05	1,592
2017	2,599,644	1,614,000	86,516,027	90,729,671	0.05	1,593
2018	2,487,268	1,381,000	81,130,276	84,998,544	0.05	1,507
2019	4,543,413	1,148,000	73,827,629	79,519,042	0.04	1,409
2020	3,887,603	915,000	66,815,617	71,618,220	0.04	1,269
2021	3,518,995	31,451,997	38,546,196	73,517,188	0.04	1,325
2022	3,020,021	28,427,022	30,168,355	61,615,398	N/A	N/A

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

CITY OF VALDOSTA, GEORGIA

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Redevelopment Bonds	Total		
2013	\$0	\$0	\$0	\$0	\$0.00
2014	0	0	0	0	0.00
2015	0	0	0	0	0.00
2016	0	0	0	0	0.00
2017	0	0	0	0	0.00
2018	0	0	0	0	0.00
2019	0	0	0	0	0.00
2020	0	0	0	0	0.00
2021	0	0	0	0	0.00
2022	0	0	0	0	0.00

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

CITY OF VALDOSTA, GEORGIA

Direct and Overlapping Governmental Activities Debt

As of June 30, 2022

Governmental Unit		Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes				
Valdosta City School System	2015 Bond Series	\$48,117,955	100.00%	\$48,117,955
Other debt				
Lowndes County - Capital leases		44,951,726	46.11%	20,727,241
Lowndes County - Bonds		2,053,159	46.11%	946,712
				<u>21,673,953</u>
Subtotal, overlapping debt				69,791,908
City direct debt				3,020,021
				<u>\$72,811,929</u>

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

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

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

CITY OF VALDOSTA, GEORGIA

Legal Debt Margin Information

Last Ten Fiscal Years
(accrual basis of accounting)

Legal Debt Margin Calculation for Fiscal Year 2022

Assessed value	\$1,525,023,768
Debt limit (10% of assessed value)	152,502,377
Debt applicable to limit:	
General obligation bonds	0
Less: Amount set aside for repayment of general obligation debt	0
Total net debt applicable to limit	0
Legal debt margin	<u>\$152,502,377</u>

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$145,708,334	\$146,174,654	\$145,662,006	\$151,204,944	\$147,202,543	\$144,681,681	\$148,618,300	\$148,406,528	\$148,552,709	\$152,502,377
Total net debt applicable to limit	296,567	150,705	57,497	2,114,046	2,599,644	2,487,268	4,543,412	3,887,603	3,518,995	3,020,021
Legal debt margin	\$145,411,767	\$146,023,949	\$145,604,509	\$149,090,898	\$144,602,899	\$142,194,413	\$144,074,888	\$144,518,925	\$145,033,714	\$149,482,356
Total net debt applicable to the limit as a percentage of debt limit	0.20%	0.10%	0.04%	1.42%	1.80%	1.75%	3.15%	2.69%	2.43%	2.02%

CITY OF VALDOSTA, GEORGIA

Pledged-Revenue Coverage

Last Ten Fiscal Years
(accrual basis of accounting)

Water/Sewer Revenue Bonds						
Fiscal Year	Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
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
2016	17,185,147	14,303,538	2,881,609	0	0	0.00
2017	18,482,449	16,264,679	2,217,770	0	0	0.00
2018	18,707,077	17,557,671	1,149,406	0	0	0.00
2019	19,784,219	16,636,772	3,147,447	0	0	0.00
2020	20,934,210	17,042,703	3,891,507	0	0	0.00
2021	21,633,912	17,921,093	3,712,819	0	0	0.00
2022	22,233,064	17,959,313	4,273,751	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

Year	Population	Personal Income	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
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	32,138	26.6	8,074	6.6%
2016	56,324	4,591,688	32,986	27.0	7,834	5.7%
2017	56,945	4,772,327	34,739	28.5	8,134	5.0%
2018	56,405	5,052,400	N/A	29.1	8,390	4.4%
2019	56,426	N/A	N/A	29.7	8,967	4.0%
2020	56,457	N/A	N/A	29.8	8,427	6.6%
2020	56,457	N/A	N/A	29.8	8,427	6.6%
2021	56,700	N/A	N/A	29.9	8,562	4.2%
2022	55,567	N/A	N/A	28.4	8,270	3.6%

Sources:

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

City of Valdosta, Georgia
Principal Employers
For the Fiscal Years Ended June 30, 2022 and 2013

<u>Employer</u>	2022			<u>Employer</u>	2013		
	Number of Employees	Rank	Percentage of Total City Employment		Number of Employees	Rank	Percentage of Total City Employment
Moody Air Force Base	8,000	1	13.20%	Moody Air Force Base	5,230	1	8.63%
Valdosta State University	2,467	2	4.07%	South Georgia Medical Center	2,500	2	4.13%
South Georgia Medical Center	2,700	4	4.46%	Lowndes County Schools	1,450	3	2.39%
Lowndes County Schools	1,395	3	2.30%	Valdosta State University	1,350	4	2.23%
Valdosta City School System	1,294	5	2.14%	Valdosta City School System	1,300	5	2.15%
Lowe's Distribution Center	942	6	1.55%	Walmart Supercenters	842	6	1.39%
Wild Adventures	750	8	1.24%	Lowe's Distribution Center	777	7	1.28%
Walmart Supercenters	672	7	1.11%	Convergys Corp	572	8	0.94%
City of Valdosta Government	617	9	1.02%	City of Valdosta Government	565	9	0.93%
Lowndes County	544	10	0.90%	Lowndes County Government	551	10	0.91%
Total Principal Employees	19,381		31.98%	Total Principal Employees	15,137		24.98%
Other Employees	<u>41,219</u>		<u>68.02%</u>	Other Employees	<u>43,492</u>		<u>74.18%</u>
Total Employees	<u><u>60,600</u></u>		<u><u>100.00%</u></u>	Total Employees	<u><u>58,629</u></u>		<u><u>99.16%</u></u>

Sources:

Georgia Department of Labor
Valdosta-Lowndes Chamber of Commerce

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

Function/Program	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
City Manager's Office	4	4	5	5	6	5	5	4	4	4
Public Relations	2	2	2	2	2	3	3	2	2	3
Municipal Court	4	4	4	4	4	4	5	5	5	5
Human Resources	4	4	3	4	4	4	4	4	4	4
Finance	25	25	24	24	23	24	24	23	23	24
Engineering	22	22	23	25	26	21	25	28	28	24
Information Technology	2	2	0	0	0	0	0	0	0	0
Facility Maintenance	4	4	4	5	5	6	6	6	6	6
Police	169	169	162	166	183	171	164	182	182	157
Fire	102	102	101	96	105	109	106	108	108	100
Public Works	21	21	30	27	31	32	33	36	37	31
Public Involvement	7	7	2	2	2	2	2	2	2	1
Community Development	21	21	21	22	22	19	18	18	19	19
Sanitation	44	44	48	55	51	54	51	54	55	43
Water	45	45	59	66	69	69	68	75	76	71
Sewer	36	36	24	18	18	18	18	19	20	16
Storm Water	14	14	13	12	15	15	12	12	12	14
Zoning	4	4	4	4	4	4	4	4	4	4
Fleet	11	11	13	14	14	15	14	15	15	14
Total	<u>541</u>	<u>541</u>	<u>542</u>	<u>551</u>	<u>584</u>	<u>575</u>	<u>562</u>	<u>572</u>	<u>602</u>	<u>540</u>

Sources:
City Human Resource Department

City of Valdosta Operating Indicators by Function/Program	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>Engineering</u>										
Feet of Failed Pavement Repaired	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,500	10,500
Percent of projects awarded within 10% of engineer's estimate	90%	90%	90%	67%	67%	70%	80%	75%	80%	85%
<u>Municipal Court</u>										
Dockets Processed	17,000	17,000	14,000	12,000	12,000	12,500	12,000	12,400	12,500	13,250
<u>Police</u>										
Increase in Citizen contacts	1,800	2,770	2,770	2,800	2,850	2,900	2,900	2,950	2,975	3,275
Narcotics Arrests	320	320	320	325	330	335	335	340	345	375
Students Completing Dare	1,350	1,202	1,370	1,380	1,385	1,400	1,400	1,350	1,355	0
<u>Fire</u>										
Number of Fire Stations	7	7	7	7	7	7	7	7	7	7
Number of Fire Inspections performed	1,500	1,500	1,245	1,200	1,200	1,300	1,200	1,250	1,275	1,400
<u>Public Works</u>										
Street Sweeping Frequency per year	30	15	12	13	12	13	13	14	15	15
<u>Arborist</u>										
Number of Trees Planted	220	100	40	40	40	45	10	35	40	40
Number of trees Pruned	1,300	500	1,000	800	800	850	1,000	1,050	1,100	2,500
<u>Public Involvement</u>										
Bi-monthly Newsletters Produced	6	4	4	4	4	5	5	4	5	5
Net Gain of new downtown Businesses	8	5	5	5	6	5	5	4	5	5
<u>Sanitation</u>										
Residential Stops/collection employee/week	2,635	2,650	2,640	2,660	2,670	2,680	2,680	2,675	2,680	2,680
Commercial lifts per hour/driver	40	40	40	38	39	40	40	41	42	42
<u>Drainage</u>										
Feet of storm drain cleaned and maintained	15,000	15,000	50,000	50,000	50,000	51,000	50,000	51,000	51,500	51,500
<u>Water</u>										
Average volume of water treated (MGD)	11.500	9.670	11.260	11.6	11.6	12.0	11.9	12.0	12.3	12.3
New meters installed annually	1500	1500	1500	500	500	500	350	400	410	410
<u>Sewer</u>										
Average volume of wastewater treated daily (MGD)	7.7	8.1	9.9	10	10	11	7.2	7.3	7.4	7.4
Miles of sewers maintained	275	275	330	315	330	335	355	355	360	360
<u>Inspections</u>										
Percentage of Plans completed within 10 days	95%	95%	95%	95%	95%	95%	97%	98%	97%	98%
Percentage of inspections completed in 24 hours	95%	95%	95%	95%	95%	95%	100%	100%	100%	100%
<u>Auditorium</u>										
Number of Days Rented	330	330	175	175	175	180	185	100	150	150

Source: City of Valdosta Budget Document

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

Function Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	158	158	158	158	158	158	158	160	160	160
Fire Stations	7	7	7	7	7	7	7	7	7	7
Refuse collection										
Collection trucks	13	13	13	13	13	13	13	13	13	13
Other public works										
Streets (miles)	304	304	304	304	304	304	304	304	304	304
Highways (miles)										
Streetlights	6,266	6,277	6,277	6,277	6,277	6,281	6,200	6,290	6,290	6,290
Traffic signals	127	127	127	127	128	128	128	128	128	128
Park and recreation										
Acreage	300	300	300	300	300	300	300	300	300	300
Playgrounds	2	2	2	2	2	2	2	2	4	4
Baseball/softball diamonds	24	24	24	24	24	24	24	24	24	24
Soccer/football fields	3	3	3	3	3	3	3	3	3	3
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	395	402	410	419	430	439	441	441	441	441
Fire hydrants	3,341	3,387	3,443	3,477	3,481	3,531	3,548	3,548	3,548	3,548
Storage capacity (gallons)	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000	14,900,000
Wastewater										
Sanitary sewers (miles)	330	330	330	335	342	380	382	382	382	382
Treatment capacity (gallons)	17,270,000	17,270,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000	17,700,000

Sources: Various city departments

Single Audit

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2022

Grant Title	Federal AL Number	Grant I. D. Number	Expenditures	Passed through to Subrecipients
<u>U S Environmental Protection Agency</u>				
Indirect Federal Grants:				
Passed through Georgia Environmental Facilities Authority (GEFA)				
Drinking Water State Revolving Fund (loan)	66.468	DW2020004	\$794,602	\$0
Total Drinking Water State Revolving Funds Cluster			794,602	0
TOTAL U S ENVIRONMENTAL PROTECTION AGENCY			794,602	0
<u>Department of Homeland Security</u>				
Direct Federal Grants:				
Homeland Security Grant Program	97.067	EMW-2018	5,346	0
Homeland Security Grant Program	97.067	EMW-2019	58,886	0
Homeland Security Grant Program	97.067	EMW-2020	15,174	0
Total Homeland Security Grant Program			79,406	0
Law Enforcement Officer Reimb. Agreement	97.090	70T02021T6114N284	18,945	0
TOTAL U S DEPARTMENT OF HOMELAND SECURITY			98,351	0
<u>Department of Housing and Urban Development</u>				
Direct Federal Grants:				
Entitlement Grants Cluster	14.218	B-15-MC-13-0015	21,515	0
Entitlement Grants Cluster	14.218	B-16-MC-13-0015	36,995	0
Entitlement Grants Cluster	14.218	B-17-MC-13-0015	70,571	0
Entitlement Grants Cluster	14.218	B-18-MC-13-0015	8,716	0
Entitlement Grants Cluster	14.218	B-19-MC-13-0015	49,314	0
Entitlement Grants Cluster	14.218	B-20-MC-13-0015	154,591	0
Entitlement Grants Cluster	14.218	B-21-MC-13-0015	199,238	0
Entitlement Grants Cluster	14.218	B-20-MW-13-0015	38,620	0
Total Entitlement Grant Cluster			579,560	0
TOTAL U S DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			579,560	0
<u>Department of Justice</u>				
Direct Federal Grants:				
Bulletproof Vest Partnership Program	16.607	N/A	15,063	0
TOTAL U S DEPARTMENT OF JUSTICE			15,063	0
<u>Department of Transportation</u>				
Direct Federal Grants:				
Airport Development Aid Program	20.106	3-13-0115-36-2019	8,444	0
Airport Development Aid Program	20.106	3-13-0115-37-2020	135,807	0
Airport Development Aid Program	20.106	3-13-0115-38-2020	311,559	0
Airport Development Aid Program	20.106	3-13-0115-39-2020	4,584,016	0
Airport Development Aid Program	20.106	3-13-0115-41-2021	1,015,009	0
Total Airport Development Aid Program			6,054,835	0
State of Georgia Passthrough Federal Grants:				
Governor's Office of Highway Safety				
Highway Safety Cluster	20.600	TEN-2021-F.A.S.T 402PT-004	6,091	0
Highway Safety Cluster	20.600	TEN-2022-402PT-011	9,168	0
Total Highway Safety Cluster			15,259	0
Federal Transit-Urbanized Area Formula Program-Capital	20.507	GA-2020-007-01-00	515,168	0
Federal Transit-Urbanized Area Formula Program-Operating	20.507	GA-2020-007-01-00	515,168	0
Total Federal Transit Cluster			1,030,336	0
TOTAL U S DEPARTMENT OF TRANSPORTATION			7,100,430	0
<u>Department of Treasury</u>				
Direct Federal Grants:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Coronavirus State and Local Fiscal Recovery Funds	85,120	0
State of Georgia Passthrough Federal Grants:				
Governor's Office of Planning and Budget				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Public Safety Officials and First Responders Pay Supplement	137,792	0
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Public Safety Officials and First Responders Pay Supplement	100,114	0
TOTAL OF EXPENDITURES OF FEDERAL AWARDS			\$8,911,032	\$0

The accompanying notes are an integral part of this statement.



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Valdosta, Georgia (the "City"), as of and for the year ending June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 6, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Macon, Georgia
June 6, 2023

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

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

Report on Compliance For Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Valdosta, Georgia's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2022. The City's major federal programs are identified in the summary of the Auditor's Results section of the accompanying Schedule of Findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

Macon, Georgia
June 6, 2023

CITY OF VALDOSTA, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2022

SECTION I SUMMARY OF AUDITOR'S RESULTS

Financial Statements

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

Unmodified

Internal control over financial reporting:

Material weaknesses identified?

___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

___ Yes X None Reported

Noncompliance material to financial statements noted?

___ Yes X No

Federal Awards

Internal control over major programs:

Material weaknesses identified?

___ Yes X No

Significant deficiencies identified not considered
to be material weaknesses?

___ Yes X None Reported

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

Unmodified

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

___ Yes X No

Identification of major program:

<u>AL Number</u>
20.106
20.507

<u>Name of Federal Program or Cluster</u>
U.S. Department of Transportation
Airport Improvement Program
U.S. Department of Transportation
Federal Transit Cluster

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

\$750,000

Auditee qualified as low-risk auditee?

X Yes ___ No

CITY OF VALDOSTA, GEORGIA

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

**SECTION II
FINANCIAL STATEMENT FINDINGS**

None Reported.

**SECTION III
FEDERAL AWARD FINDINGS AND RESPONSES**

None Reported.

CITY OF VALDOSTA, GEORGIA

SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS FOR THE YEAR ENDED JUNE 30, 2022

No prior year findings reported.



City of
VALDOSTA, GEORGIA
Annual Comprehensive Financial Report
FY 2022