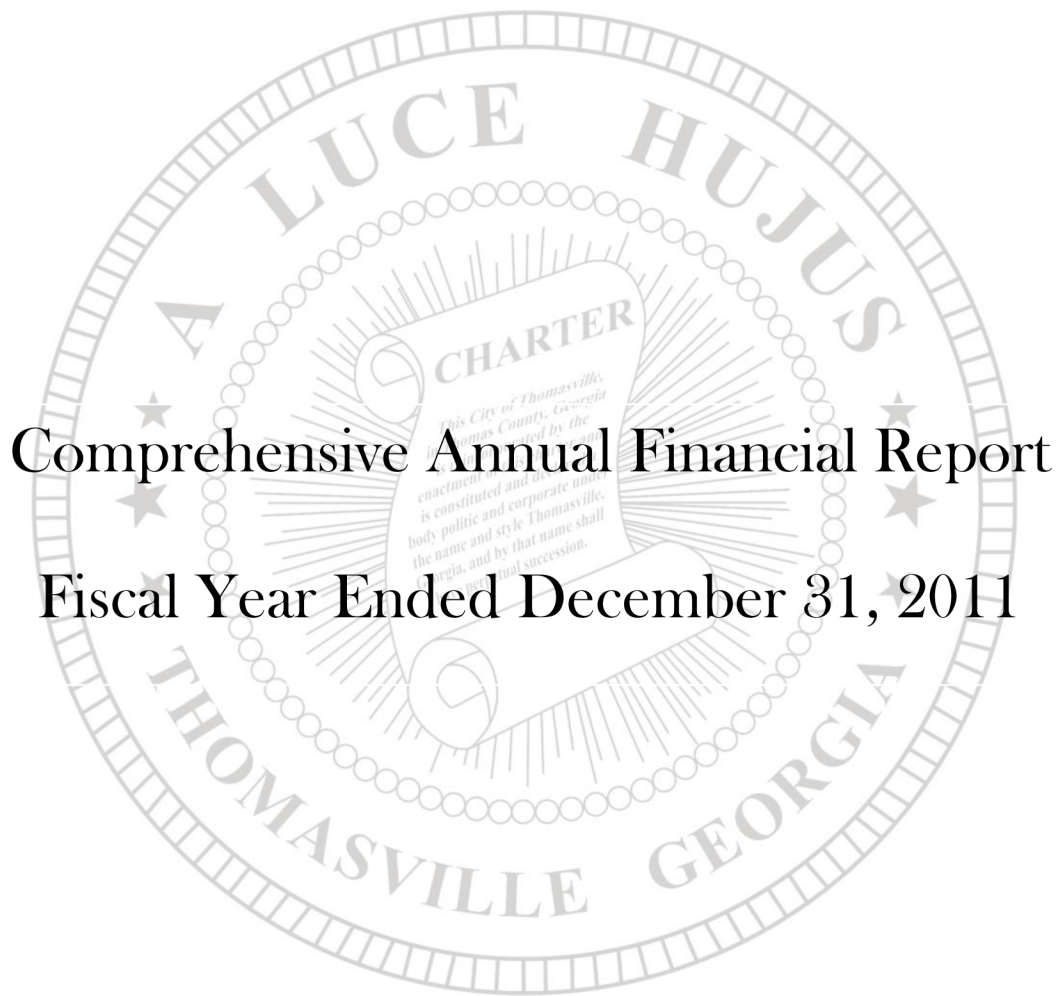
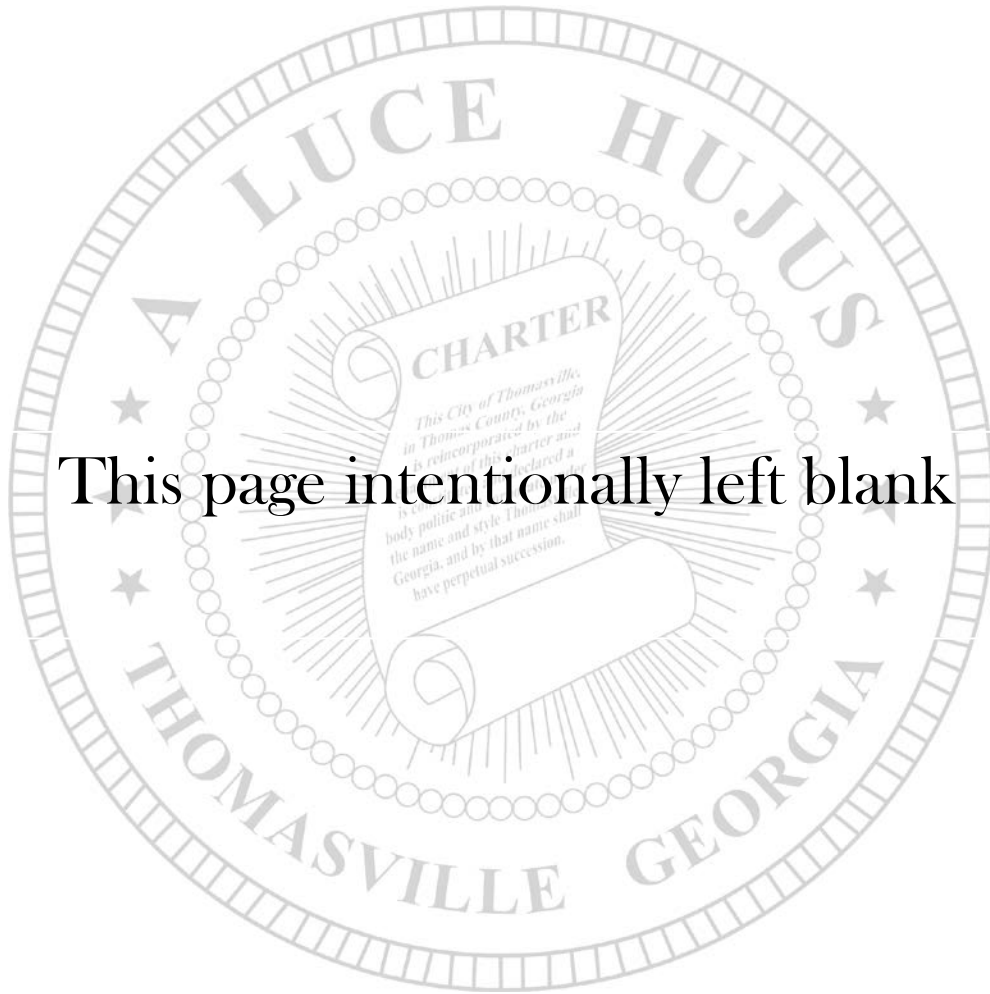


Comprehensive Annual Financial Report  
Fiscal Year Ended December 31, 2011

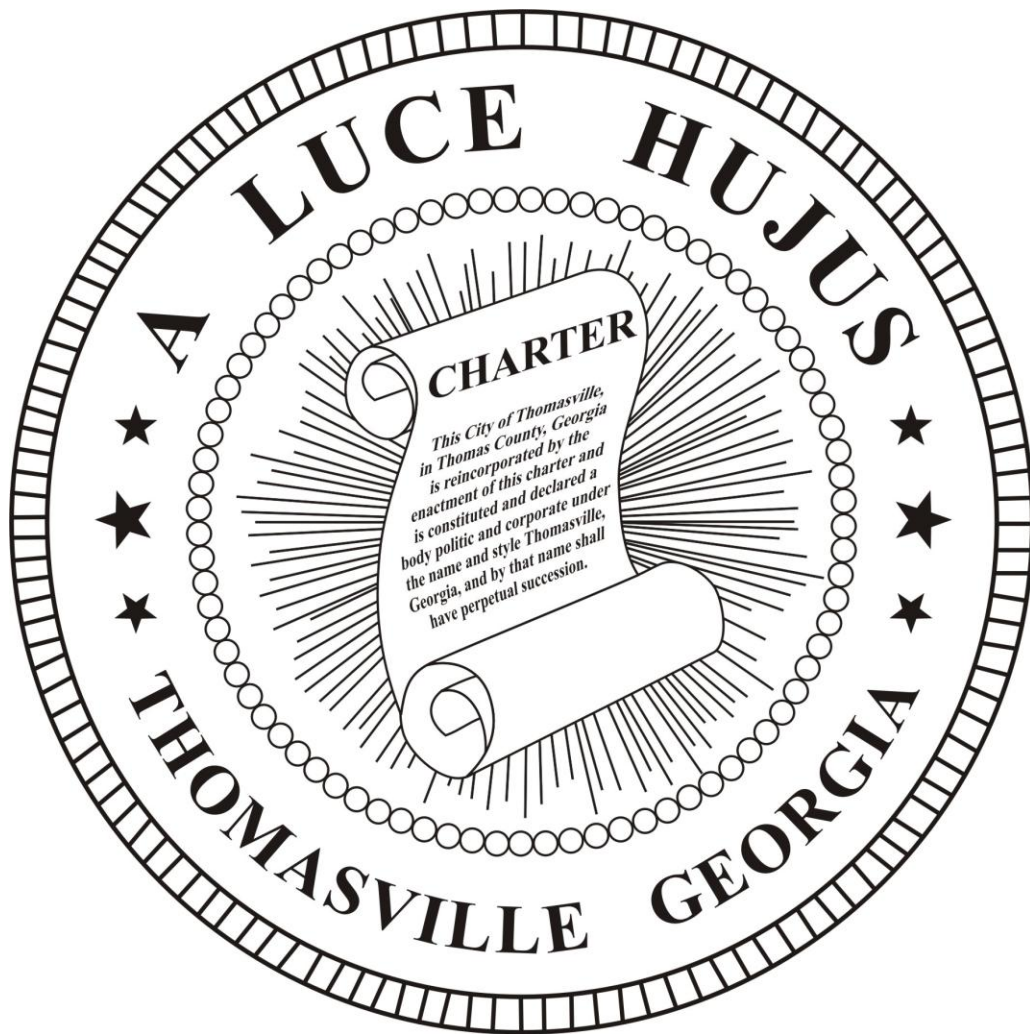


Prepared by Financial Services  
City of Thomasville



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# Introductory Section



**CITY OF THOMASVILLE, GEORGIA**  
**Comprehensive Annual Financial Report**  
**for the year ended December 31, 2011**

**TABLE OF CONTENTS**

	Page
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal.....	1
List of Elected and Appointed Officials.....	6
Organizational Chart.....	7
GFOA Certificate of Achievement.....	8
 <b>FINANCIAL SECTION</b>	
Independent Auditor's Report.....	9
Management's Discussion and Analysis.....	11
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Assets.....	22
Statement of Activities.....	24
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	26
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	28
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund.....	29
Statement of Net Assets - Proprietary Funds.....	30
Statement of Revenues, Expenditures, and Changes in Fund Net Assets - Proprietary Funds.....	32
Statement of Cash Flows - Proprietary Funds.....	33
Statement of Plan Net Assets - Fiduciary Funds.....	35
Statement of Changes in Plan Net Assets - Fiduciary Funds.....	36
Notes to the Financial Statements.....	37
Required Supplemental Information:	
Schedule of Employer Contributions - Public Employees Retirement System.....	87
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds	
Combining Balance Sheet.....	90
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	92

**CITY OF THOMASVILLE, GEORGIA**  
**Comprehensive Annual Financial Report**  
**for the year ended December 31, 2011**

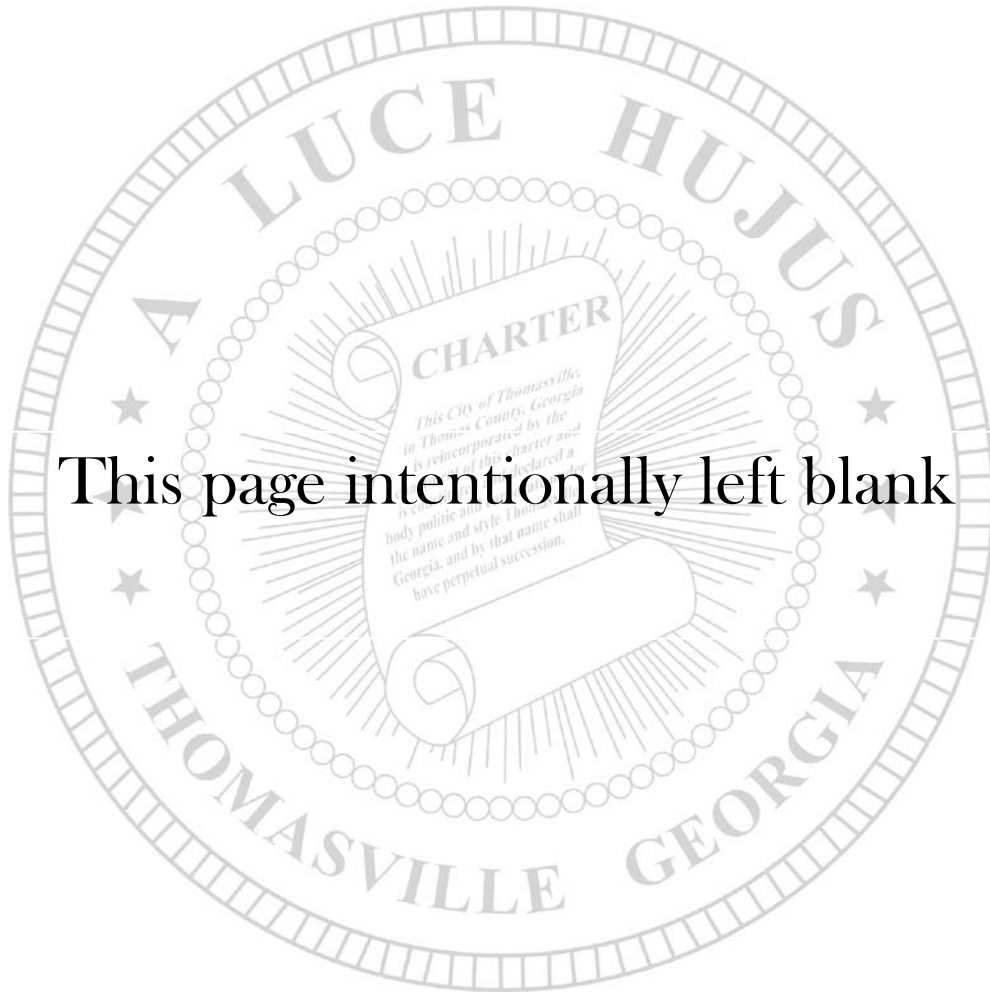
**TABLE OF CONTENTS**

	Page
Schedules of Revenues, Expenditures, and Changes in Fund Balances -	
Budget and Actual:	
SPLOST.....	94
Special Revenue:	
Asset Forfeiture.....	95
Downtown Surtax.....	96
Economic Development.....	97
Parks and Recreation.....	98
Special Hotel/Motel Tax.....	99
Capital Projects:	
CDBG.....	100
Street Paving .....	101
Multiple Grants.....	102
Permanent Funds:	
Cemetery Perpetual .....	103
Non-Major Enterprise Funds	
Combining Statement of Net Assets.....	105
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets.....	107
Combining Statement of Cash Flows.....	108
Internal Service Funds	
Combining Statement of Net Assets.....	111
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets.....	112
Combining Statement of Cash Flows.....	113
Capital Assets Used in the Operation of Governmental Funds:	
Comparative Schedules By Source.....	115
Schedule by Function and Activity.....	116
Schedule of Changes by Function and Activity.....	117
<b>STATISTICAL SECTION</b>	
Financial Trends	
Net Assets by Component.....	119
Changes in Net Assets.....	120
Governmental Activities Tax Revenues by Source.....	122
Fund Balances of Governmental Funds.....	123
Changes in Fund Balances of Governmental Funds.....	124

**CITY OF THOMASVILLE, GEORGIA**  
**Comprehensive Annual Financial Report**  
**for the year ended December 31, 2011**

**TABLE OF CONTENTS**

	Page
Revenue Capacity	
Assessed and Estimated Actual Value of Taxable Property.....	126
Property Tax Rates.....	127
Principal Property Taxpayers.....	128
Property Tax Levies and Collections.....	129
Debt Capacity	
Ratios of Outstanding Debt by Type .....	130
Ratios of General Bonded Debt Outstanding.....	131
Direct and Overlapping Governmental Activities Debt.....	132
Legal Debt Margin Information.....	133
Pledged Revenue Coverage.....	134
Demographic & Economic Information	
Demographic and Economic Statistics.....	135
Principal Employers.....	136
Operating Information	
Full Time Equivalent Employees by Function.....	137
Operating Indicators by Function.....	138
Capital Asset Statistics by Function.....	139
<b>OTHER FINANCIAL INFORMATION</b>	
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	140
Independent Auditors' Report on Compliance with Requirements that could have a direct and material effect on each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133	142
Schedule of Findings and Questioned Costs.....	144
Schedule of Expenditures of Federal Awards.....	147
Community Development Block Grant (CDBG) Project Cost Schedules.....	148
Schedule of Special Purpose Local Option Sales Tax.....	151



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P.O. Box 1540 • Thomasville, GA 31799 • 229-227-7001 • [www.thomasville.org](http://www.thomasville.org)

June 30, 2012

Honorable Mayor  
Members of the City Council  
Citizens of the City of Thomasville, Georgia

Ladies and Gentlemen:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Thomasville, Georgia, for the fiscal year ended December 31, 2011.

Management assumes full responsibility for the completeness and reliability of the information presented in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatements.

Lanigan & Associates, P.C., a firm of licensed certified public accountants, has audited the City's financial statements. The independent audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. Lanigan & Associates, P.C. has issued an unqualified opinion on the City of Thomasville's financial statements for the fiscal year ended December 31, 2011. The independent auditors' report is presented as the first component of the financial section of this report.

As a recipient of substantial Federal financial awards, the City is often required to undergo a "Single Audit" specifically designed to meet the needs of Federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to obtain reasonable assurance that the City was in compliance, in all material respects, with the requirements of laws, regulations, contracts, and grants applicable to each of its major Federal programs. Given the aggregate amount of expenditures under such programs exceeded \$500,000 for the fiscal year ended December 31, 2011, Lanigan & Associates, P.C. has included their findings in their report.

Management has provided a narrative introduction, overview, and analysis of the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A complements this letter of transmittal and should be read in conjunction with it. The City's MD&A immediately follows the independent auditors' report.

### **Profile of the Government**

The City of Thomasville was originally incorporated by an act of the General Assembly of Georgia in 1826. The City's first charter was approved in 1831, and new charters were approved in 1889, 1943, and 1990. The latest charter became effective July 1, 1990. The City operates under a Council-Manager form of government. The City Council is made up of five Council members, two elected from each of the City's two Districts and one elected at large. Council members serve four-year terms, and the Mayor, appointed by the Council, serves a two-year term.

The City provides a range of both traditional governmental services and utilities services to over 30,000 residents, with approximately 20,000 citizens in Thomasville and 10,000 in unincorporated Thomas County. Traditional governmental services include general administration, police and fire protection, recreation, and economic development, as well as the construction and maintenance of highways and streets. The City's utilities services include electricity, water, sewer, sanitation, natural gas, telecommunications, telephony, cable television and internet access. The City also operates the community's public golf course, municipal auditorium, regional airport and Subtitle D landfill. The City provides support to these various operations through its building and fleet maintenance, customer and marketing services, monitoring, financial and engineering services and information technology operations. In addition to administering its employee pension program, the City reserves funds for its health, dental, workers' compensation claims and policy deductibles, managing these risks internally.

As a part of its overall community and economic development initiatives, the City works through the Downtown Development Authority (DDA), the Destination Thomasville Tourism Authority (DTTA), and the Thomasville Payroll Development Authority (PDA). The financial statements of these component units are included in the government-wide statements of this report. The criteria for selecting these component units for inclusion in this report were control for board appointment, financial accountability, legally separate entities, and imposition of will by modifying/approving budget or rates.

The annual budget serves as the foundation for the City of Thomasville's financial planning and control. During the fall, all departments of the City are required to submit requests for appropriation to the Financial Services department. Under the oversight of the City Manager, Financial Services uses the aforementioned requests as the starting point for developing a proposed budget. The City Manager and the Chief Financial Officer then present the proposed budget to the City Council for review. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than December 31st, the close of the City's fiscal year.

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds other than the General fund, this comparison is presented in the governmental fund subsection of this report.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Thomasville operates.

**Local economy.** From its rich history of agricultural diversity and its tourism perpetuated through the "Grand Hotel" era to its solid presence of viable and contemporary industries, Thomasville has long enjoyed a tradition of cultural and economic diversity. The varied economic and industrial base in Thomasville flourishes due to the availability of labor, land and low cost utilities. The maximum labor force in any one private industry totals a little more than seven hundred employees, and a number of organizations employ thousands of workers from a six county area. John D. Archbold Memorial Hospital, a not-for-profit hospital located in the City, serves as the flagship facility of Archbold Medical Center, a regional healthcare delivery system in Southwest Georgia. The hospital, Thomas County School System, and Southwestern State Hospital continue to lead the City as top employers, with approximately 2060, 820, and 780 employees, respectively.

In its continuing economic development efforts, the City works with its component units to bring in new industries, support the expansion of existing industries, and continue the development of its downtown. During 2011, construction of John D. Archbold Memorial Hospital's new North Tower, begun in 2010, continued. When the North Tower opens in 2012, this eight story 247,000 square foot addition will include a larger emergency room, an expanded intensive care unit, and a surgical department with additional room to accommodate new medical technologies. This \$110 million expansion will not only create new jobs but will also lay the foundation for healthcare in the community for the next fifty years. In the private sector, the Thomasville location of Georgia Pipe Company, a manufacturer of extruded pipe, expanded its facility in 2011. This expansion included increased investment of approximately \$3 million in its facility and the addition of approximately twenty new manufacturing jobs. Thomasville's downtown area continued to thrive, bolstered by the City's efforts to promote economic development through its Main Street and tourism efforts. The annual Victorian Christmas celebration held in downtown Thomasville, was featured in ***Southern Living*** magazine and was selected as a Top Twenty Event by the Southeast Tourism Society.

The City continues to focus on community development and has increased efforts to encourage the development of affordable housing along with the creation of safer, more livable neighborhoods. In 2009 the City began an effort, known as the Victoria Place Urban Redevelopment Plan, to revitalize the Victoria Place neighborhood, an area adjacent

to the City's downtown. In its continuing efforts to implement the Victoria Place Urban Redevelopment Plan, the City was awarded a Redevelopment Fund Grant in 2011 in the amount of \$270,884 to fund the creation of a Housing Resource Center in the Victoria Place neighborhood. The Housing Resource Center will serve as a central location for area non-profit organizations to provide resources to citizens who are seeking affordable housing, financial planning, and other types of assistance. As a part of this urban redevelopment plan, the City has constructed a new pocket park in the Victoria Place neighborhood along with the first phase of a multi-use walking/cycling trail. When completed, this approximate fourteen mile trail will connect parks and recreation areas throughout the City to the downtown. The multi-use trail project was awarded the "Outstanding Initiative of the Year" by the Georgia Planning Association in 2011.

**Long-term financial planning.** Since the late 1990's when the deregulation of the electric industry appeared imminent, the City has taken steps toward diversifying its revenue sources. Although electric deregulation did not take place, the City continued its efforts to develop new and diversified revenue sources in order to relieve the community's ad valorem tax burden. These efforts include the City's investment in telecommunications infrastructure, the formation of partnerships with sister cities, and the development of its proprietary utility billing software for use by other utilities. As communities across the nation are competing for stability and economic growth, the City continues to evaluate the efficiencies of its operations in order to deliver high quality municipal services at the lowest possible cost while encouraging innovation from its employees.

During 2011, the City continued its delivery of municipal billing and financial software services along with information technology services to a number of Georgia cities within the region. A total of four cities now contract with the City of Thomasville for various components of its utility billing, payroll, and financial software and support services. Efforts to enhance the utility billing software are continuing and a user group has been established to provide software users opportunities for networking, best practice adoption and input into product enhancement.

The year 2011 was marked with a number of construction and infrastructure improvement projects. Major construction projects included the repair of the Cherokee Lake Spillway at the City's popular Cherokee Lake Park. This project became necessary after the century old spillway at the lake collapsed due to soil erosion. The City also began construction of the Madison Street Transportation Enhancement project. This project in the downtown area will tie the Madison Street corridor to Broad Street. The project includes the rehabilitation of sidewalks, and the burying of aerial utilities as well as the addition of plantings and benches to mirror the Broad Street design. The City undertook a number of infrastructure improvement projects including the continued installation of automated or AMR meters for water and electricity services. The City also upgraded the bandwidth of its broadband telecommunications infrastructure from 750 MHz to 1 Gigabit. This upgrade provided capacity to add new services like additional HD channels and video on demand while also providing the ability to accommodate increasing bandwidth needs related to Internet usage. In addition to the broadband infrastructure upgrade, the City increased upstream and downstream speeds for its Internet customers with the installation of the latest version of the Data Over Cable Service Interface Specification, DOCSIS 3.0.

The City recognizes the need and accepts the challenge of changing the way it operates and delivers its services. It is the City's belief that traditional governmental services do not have to be delivered in a traditional manner. It is the goal of the City Council and of management to remain fiscally viable while delivering services in a manner unparalleled in local government.

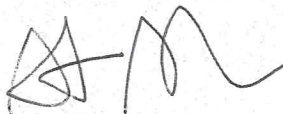
### **Awards and Acknowledgements**

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 Thomasville for its comprehensive annual financial report for the fiscal year ended December 31, 2010. This was the eleventh consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

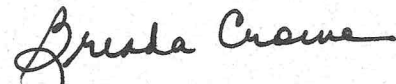
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the dedicated service of the entire staff of Financial Services, Administration and various support departments. Credit must also be given to the Mayor and to the City Council for their unfailing support and commitment to maintaining the highest standards of professionalism in the progressive management of the financial operations of the City of Thomasville.

Respectfully submitted,



Steve Sykes  
City Manager/Utilities Superintendent



Brenda Crowe  
Chief Financial Officer

**City of Thomasville, Georgia  
Listing of Principal City Officials  
As of December 31, 2011**

**Elected Officials**

Mayor - Council Member  
Mayor Pro-Tem - Council Member  
Council Member  
Council Member  
Council Member

Camille Payne  
Max Beverly  
Roy Campbell  
Greg Hobbs  
David Lewis

**Appointed Officials**

City Manager/Utilities Superintendent  
City Attorney  
Municipal Court Judge

Steve Sykes  
Will Sanders  
Mark Mitchell

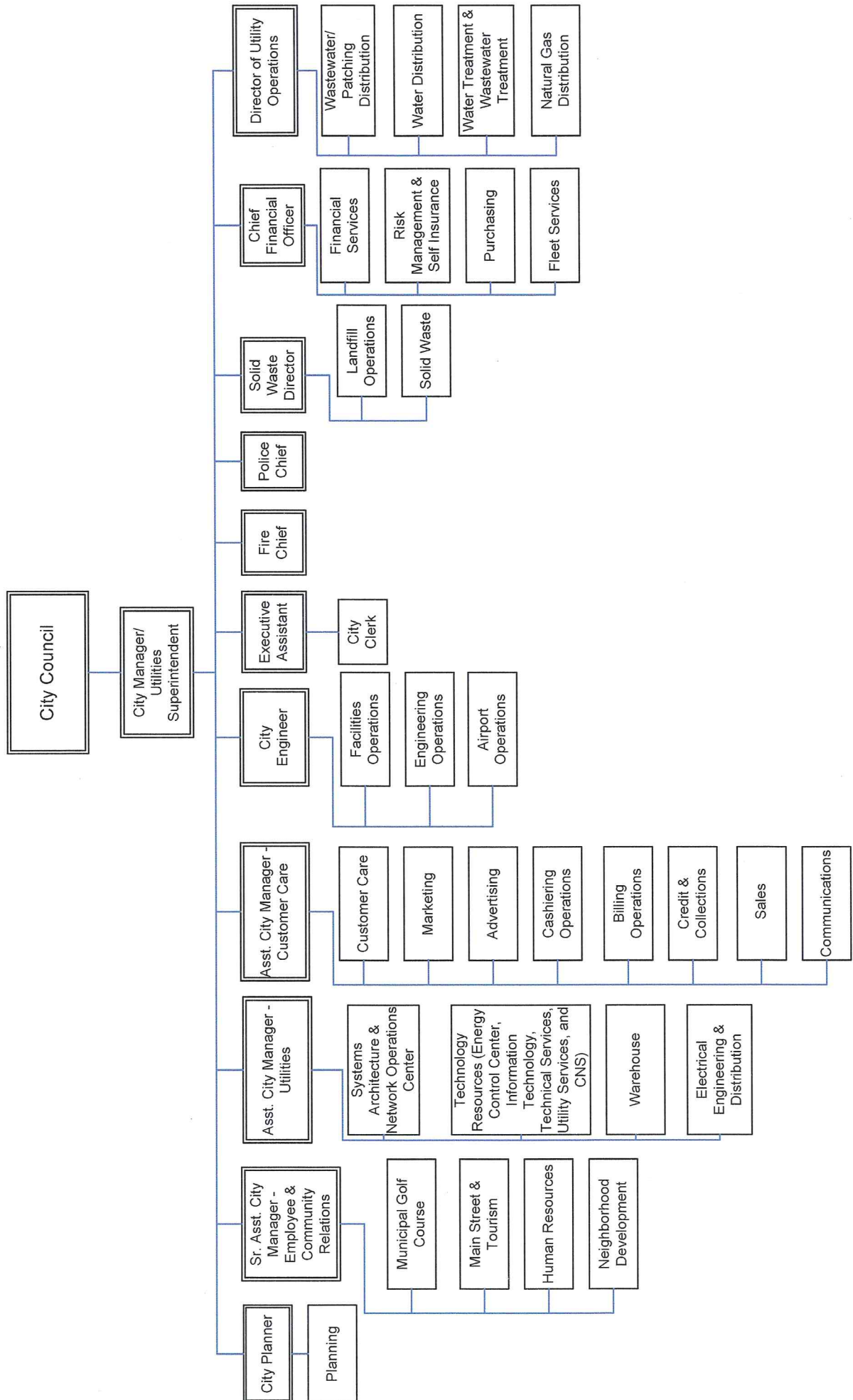
**Department Heads**

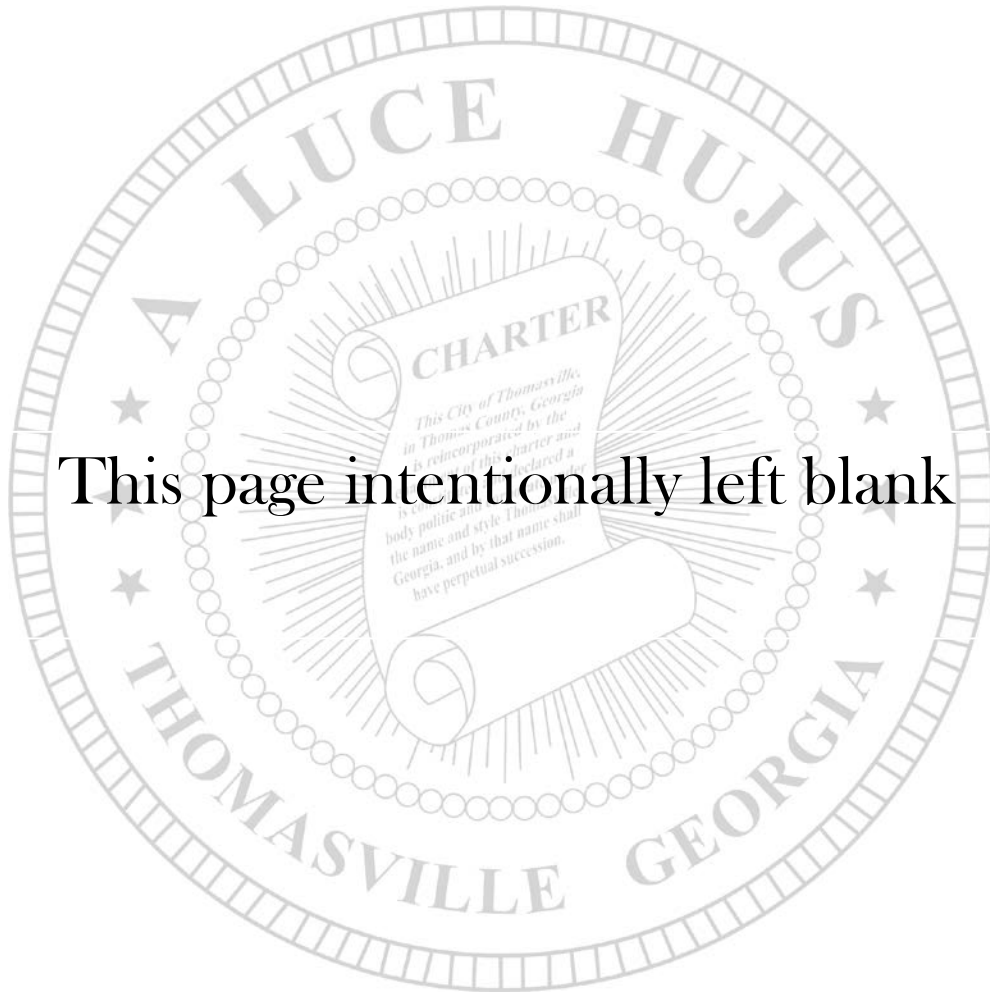
Senior Assistant City Manager/Employee & Community Services  
Assistant City Manager/Customer Service  
Assistant City Manager/Utilities  
Chief Financial Officer  
Airport  
City Engineer  
City Planner  
Electrical Engineering  
Fire Services  
Public Works/Facilities  
Financial Services  
Golf Course  
Technical Resources Director  
Main Street  
Marketing  
Police  
Landfill/Sanitation  
Water, Gas, Sewer & Wastewater

Kha McDonald  
Lynn Williams  
Don Atkinson  
Brenda Crowe  
Mike Woodham  
Jim Petrak  
Lee Chastain  
Bruce Whittington  
Bryan Croft  
Gwen Ridley  
Brenda Crowe  
Mike Owens  
Chris White  
Karen Smith  
Lynn Williams  
Ellis Jackson  
Nate Tyler  
Mike Atkinson

# City of Thomasville

Organization Chart as of December 31, 2011





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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Thomasville  
Georgia

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2010

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

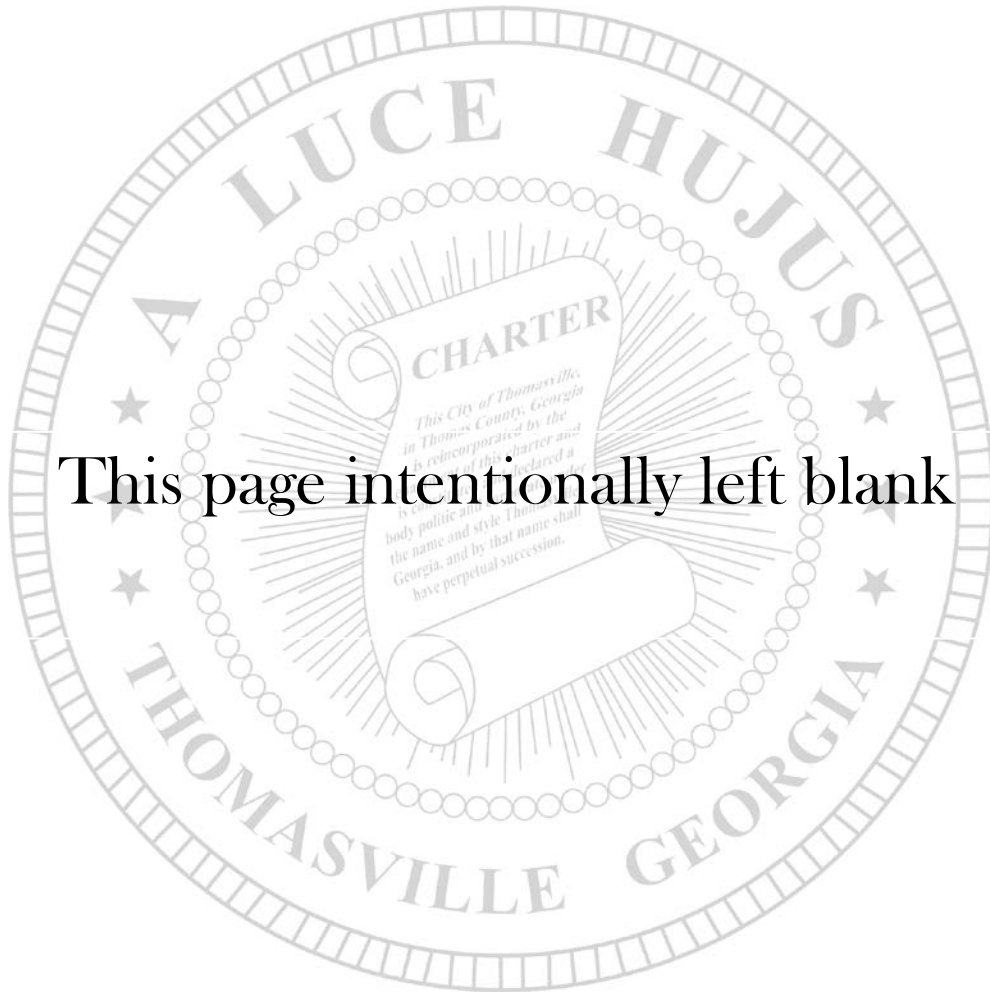


*Linda C. Dandison*

President

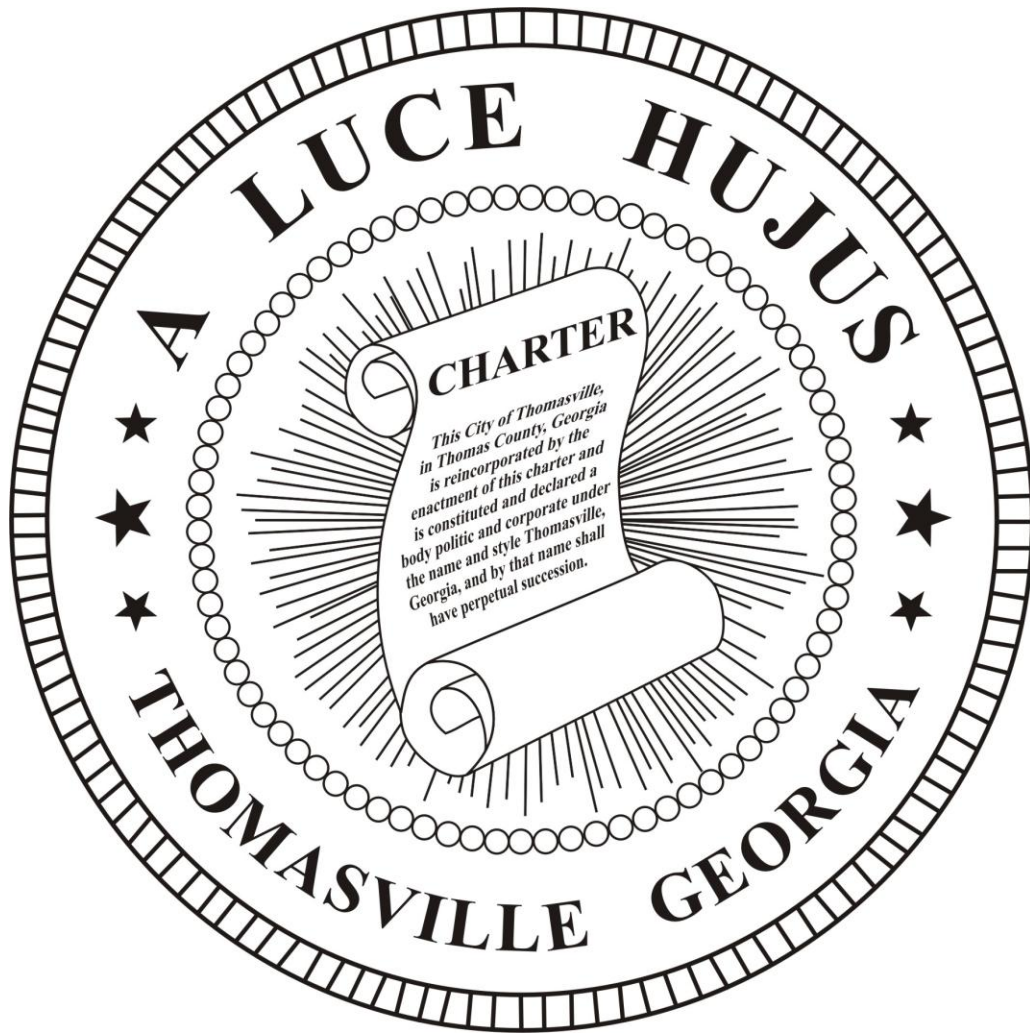
*Jeffrey R. Emer*

Executive Director



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# Financial Section



**LANIGAN & ASSOCIATES, P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS  
BUSINESS ADVISORS  
www.lanigancpa.com

Please reply to:  
Thomasville

**INDEPENDENT AUDITORS' REPORT**

Honorable Mayor and Members  
of the City Council  
Thomasville, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Thomasville, Georgia, as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Thomasville, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Thomasville, Georgia, as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we issued our report dated June 25, 2012, on our consideration of the City of Thomasville, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

MEMBERS OF: THE AMERICAN INSTITUTE OF CPA'S PRIVATE COMPANIES PRACTICE SECTION  
THE GEORGIA SOCIETY OF CPA'S, THE FLORIDA INSTITUTE OF CPA'S

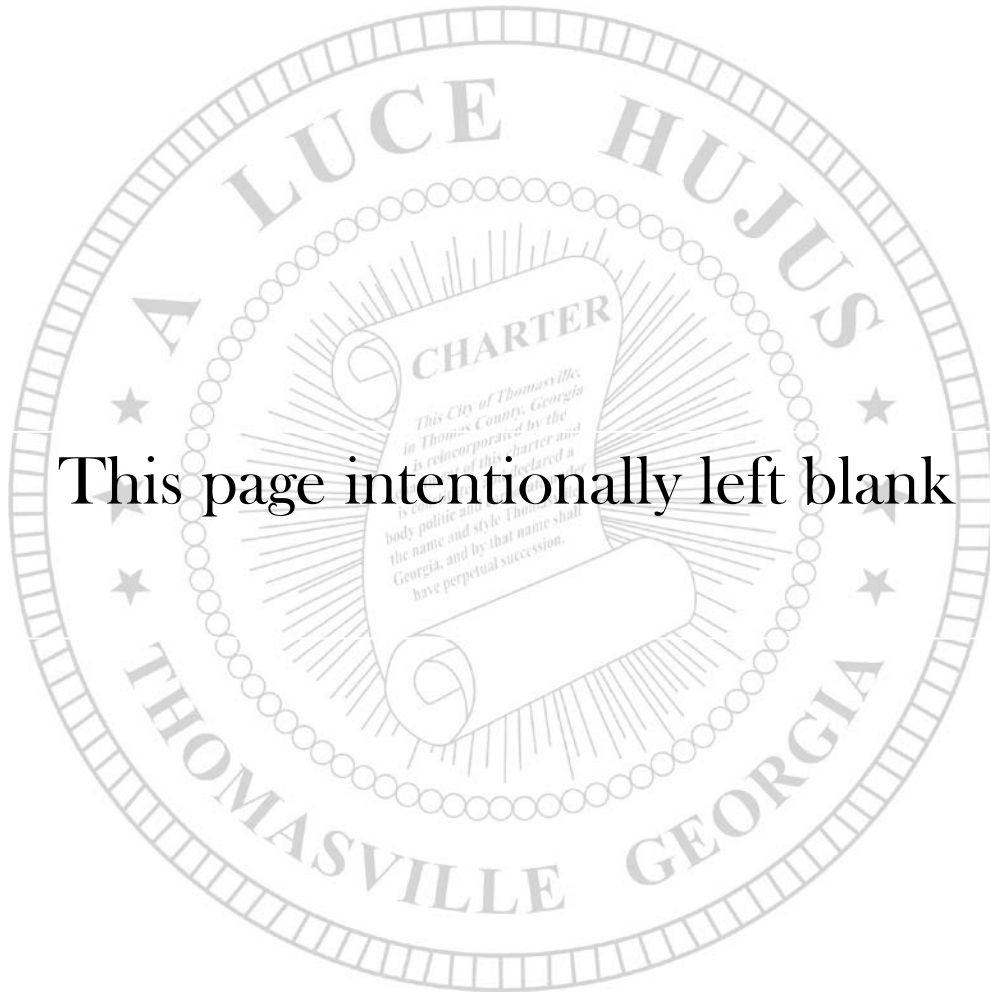
314 Gordon Avenue, Thomasville, GA 31792  
2630 Centennial Place, Suite 1, Tallahassee, FL 32308  
3353 Peachtree Road NE, Suite 545, Atlanta, GA 30326

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of employer contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Thomasville, Georgia's, financial statements taken as a whole. The introductory section, combining and individual non-major fund financial statements, statistical section and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual non-major fund financial statements and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Lamigan & Associates, P.C.*

Thomasville, Georgia  
June 25, 2012



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## **Management's Discussion and Analysis**

As management of the City of Thomasville, Georgia (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1-5 of this report.

### **Financial Highlights**

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$143,739,652 (net assets). Of this amount, \$24,262,351 (unrestricted net assets) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City of Thomasville's total net assets increased by \$1,246,583. This increase is primarily attributable to the revenue generated from the City's business-type activities.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$2,941,485 representing a decrease of \$13,882 in comparison with the prior year.
- The non-spendable fund balance in the general fund was \$60,940. The unreserved fund balance was a negative \$60,340; resulting in a net general fund balance of \$600.
- The City of Thomasville's total debt decreased by \$1,083,814 (or 6.4%) during the current fiscal year. This net decrease was due to the fact that the aggregate reduction of principal amounts outstanding exceeded the total amount of new borrowings, during the current fiscal year.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City of Thomasville's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements** - The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by services, taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general administration, public safety, highways and streets, economic development and culture and recreation. The business-type activities of the City include the auditorium, airport, cable television system, electric system, golf course, landfill, natural gas system, internet services, sanitation operations, telecommunication services, telephony services, and water and sewer system.

The government-wide financial statements include not only the City of Thomasville itself (known as the primary government), but also a Downtown Development Authority (DDA), a Destination Thomasville Tourism Authority (DTTA) and a Payroll Development Authority (PDA) for which the City is financially accountable, though each entity is legally separate. Financial information for these component units is reported separately from the financial information presented for the primary government.

The government-wide financial statements can be found on pages **22-25** of this report.

**Fund financial statements** - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

**Governmental funds** - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains twelve individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues,

expenditures and changes in fund balances for the general fund and the aggregated SPLOST fund, both of which are considered to be major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its general and SPLOST funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages **26-28** of this report.

**Proprietary funds** - The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its auditorium, airport, cable television system, electric system, golf course, landfill, natural gas system, internet services, sanitation operations, telecommunication services, telephony services and water and sewer system. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its building and fleet maintenance, customer and marketing services, purchasing and engineering services, financial services, human resources, self-insurance and information systems. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for cable television, electric, landfill and water and sewer operations which are considered to be major funds of the City. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor business-type and internal service funds are provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages **30-34** of this report.

**Fiduciary funds**. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages **35-36** of this report.

**Notes to the financial statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages **37-86** of this report.

**Other information** - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in

funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page **87** of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages **90-114** of this report.

## Government-wide Financial Analysis

### Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Thomasville, assets exceeded liabilities by \$143,739,652 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (68%) reflects its investment in capital assets (e.g., land, buildings and improvements, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

### City of Thomasville, Georgia's Net Assets (amounts expressed in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 2,841	\$ 2,021	\$ 58,887	\$ 64,672	\$ 61,728	\$ 66,693
Capital assets	<u>25,599</u>	<u>25,409</u>	<u>88,135</u>	<u>84,284</u>	<u>113,734</u>	<u>109,693</u>
Total assets	<u>28,440</u>	<u>27,430</u>	<u>147,022</u>	<u>148,956</u>	<u>175,462</u>	<u>176,386</u>
Long-term liabilities outstanding	5,992	6,358	16,464	15,754	22,456	22,112
Other liabilities	<u>2,814</u>	<u>2,502</u>	<u>6,452</u>	<u>9,279</u>	<u>9,266</u>	<u>11,781</u>
Total liabilities	<u>8,806</u>	<u>8,860</u>	<u>22,916</u>	<u>25,033</u>	<u>31,722</u>	<u>33,893</u>
Net assets:						
Invested in capital assets,						
net of related debt	22,193	22,685	75,652	74,378	97,845	97,063
Restricted	4,269	3,386	17,363	15,418	21,632	18,804
Unrestricted	<u>(6,828)</u>	<u>(7,501)</u>	<u>31,091</u>	<u>34,127</u>	<u>24,263</u>	<u>26,626</u>
Total net assets	<u>\$ 19,634</u>	<u>\$ 18,570</u>	<u>\$ 124,106</u>	<u>\$ 123,923</u>	<u>\$ 143,740</u>	<u>\$ 142,493</u>

An additional portion of the City's net assets (15.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$24,262,351 represents those net assets which may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of Thomasville is able to report positive balances in all three categories of net assets for the government as a whole, as well as for its separate governmental and business-type activities, with the exception of the unrestricted net assets category of its governmental activities. It should be noted that the deficit balance of the governmental activities' unrestricted net assets decreased by \$672,600 during the current year, as revenues and budgeted transfers exceeded expenses associated with such activities. The net assets of governmental activities, inclusive of the aforementioned deficit balance, totaled \$19,633,538, at December 31, 2011.

The City of Thomasville experienced a significant increase of \$2,828,490 in restricted net assets primarily due to collections resulting from the SPLOST referendum, the effective date of which was January 1, 2007. Related assets are restricted for those projects designated by the referendum and pertain to the City's governmental activities. The remaining increase in restricted assets, during the current year, resulted from additional restrictions on certain assets associated with future capital expansion for the City's business-type activities.

#### **Change in Net Assets**

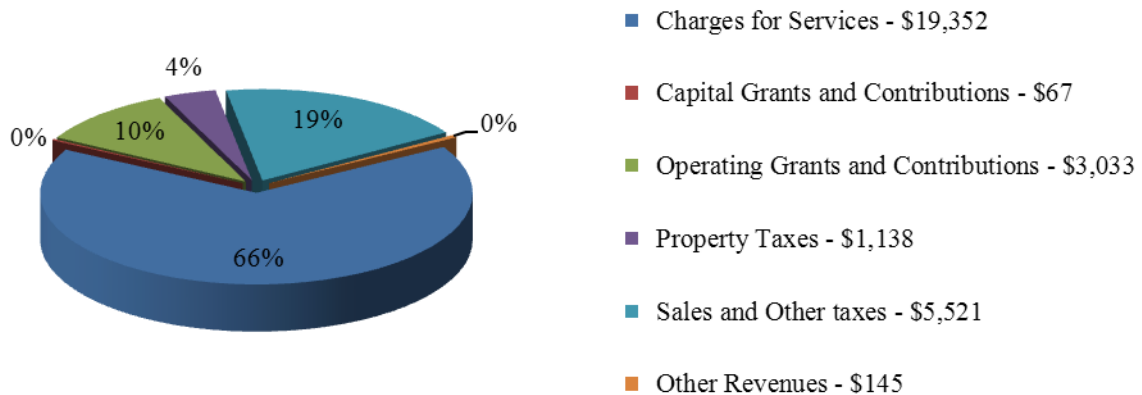
The City of Thomasville's net assets increased \$1,246,583 during the current fiscal year. The majority of this increase is attributable to the City's governmental activities as the net assets of the City's governmental activities and business-type activities increased \$1,063,416 and \$183,167, respectively. The key elements of the aforementioned changes in net assets are presented as follows:

**City of Thomasville, Georgia's Changes in Net Assets**  
(amounts expressed in thousands)

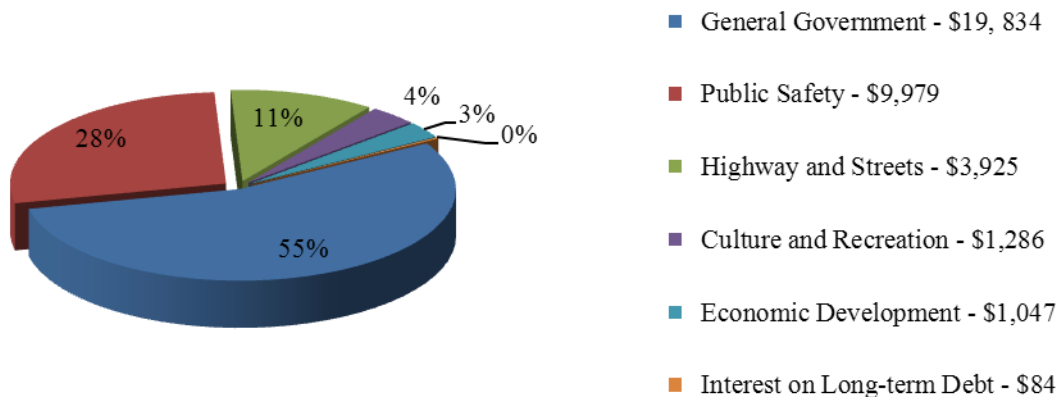
	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues						
Charges for services	\$ 19,352	\$ 17,771	\$ 90,590	\$ 91,646	\$ 109,942	\$ 109,417
Operating grants and contributions	67	213	-	-	67	213
Capital grants and contributions	3,033	2,239	97	109	3,130	2,348
General revenues:						
Property taxes	1,138	1,560	-	-	1,138	1,560
Other taxes	5,521	5,608	-	-	5,521	5,608
Other	145	165	-	4,664	145	4,829
Total revenues	<u>29,256</u>	<u>27,556</u>	<u>90,687</u>	<u>96,419</u>	<u>119,943</u>	<u>123,975</u>
Expenses:						
General government	19,834	18,741	-	-	19,834	18,741
Public safety	9,979	9,387	-	-	9,979	9,387
Highway and streets	3,925	3,554	-	-	3,925	3,554
Economic development	1,047	933	-	-	1,047	933
Culture and recreation	1,286	1,135	-	-	1,286	1,135
Interest on long-term debt	84	109	-	-	84	109
Auditorium	-	-	259	259	259	259
Airport	-	-	2,681	2,469	2,681	2,469
Community network services	-	-	7,369	7,318	7,369	7,318
Electric	-	-	46,655	44,174	46,655	44,174
Golf course	-	-	975	949	975	949
Landfill	-	-	3,137	2,915	3,137	2,915
Natural gas	-	-	3,825	4,423	3,825	4,423
Rose.net	-	-	3,564	3,380	3,564	3,380
Sanitation	-	-	4,558	4,264	4,558	4,264
Telecommunications	-	-	1,200	1,310	1,200	1,310
Telephony	-	-	1,943	1,791	1,943	1,791
Water and sewer	-	-	7,621	7,358	7,621	7,358
Total expenses	<u>36,155</u>	<u>33,860</u>	<u>83,788</u>	<u>80,609</u>	<u>119,943</u>	<u>114,469</u>
Increase in net assets						
before transfers	(6,899)	(6,304)	6,899	-	-	9,506
Transfers	7,961	8,572	(6,716)	-	1,245	-
Increase (Decrease) in net assets	<u>1,062</u>	<u>2,268</u>	<u>183</u>	<u>-</u>	<u>1,245</u>	<u>9,506</u>
Net assets 1/01/11, previously presented	\$ 18,570	\$ 15,339	\$ 123,923	\$ 116,023	\$ 142,493	\$ 131,362
Prior period adjustment	<u>-</u>	<u>963</u>	<u>-</u>	<u>662</u>	<u>-</u>	<u>1,625</u>
Net Assets 1/01/11, as restated	18,570	16,302	123,923	116,685	142,493	132,987
Net assets - 12/31/11	<u>\$ 19,632</u>	<u>\$ 18,570</u>	<u>\$ 124,106</u>	<u>\$ 123,923</u>	<u>\$ 143,738</u>	<u>\$ 142,493</u>

**Governmental activities** - As previously mentioned, governmental activities increased the City's net assets by \$1,063,416. While current year revenues including transfers increased by \$1,090,377, related expenses increased disproportionately thereby contributing to the aforementioned increase in net assets of the City's governmental activities.

**Revenues by Sources - Governmental Activities**  
(amounts in thousands)

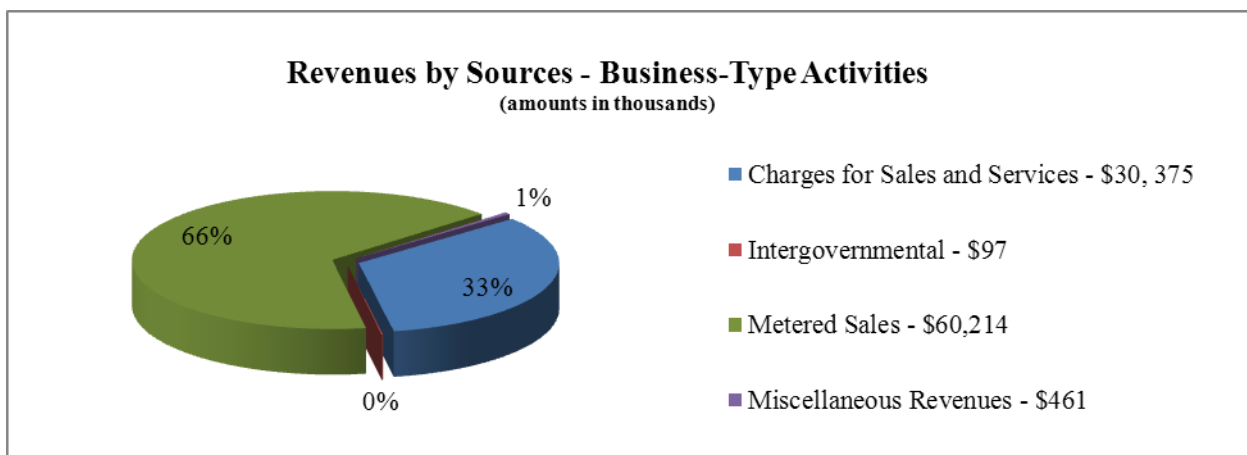
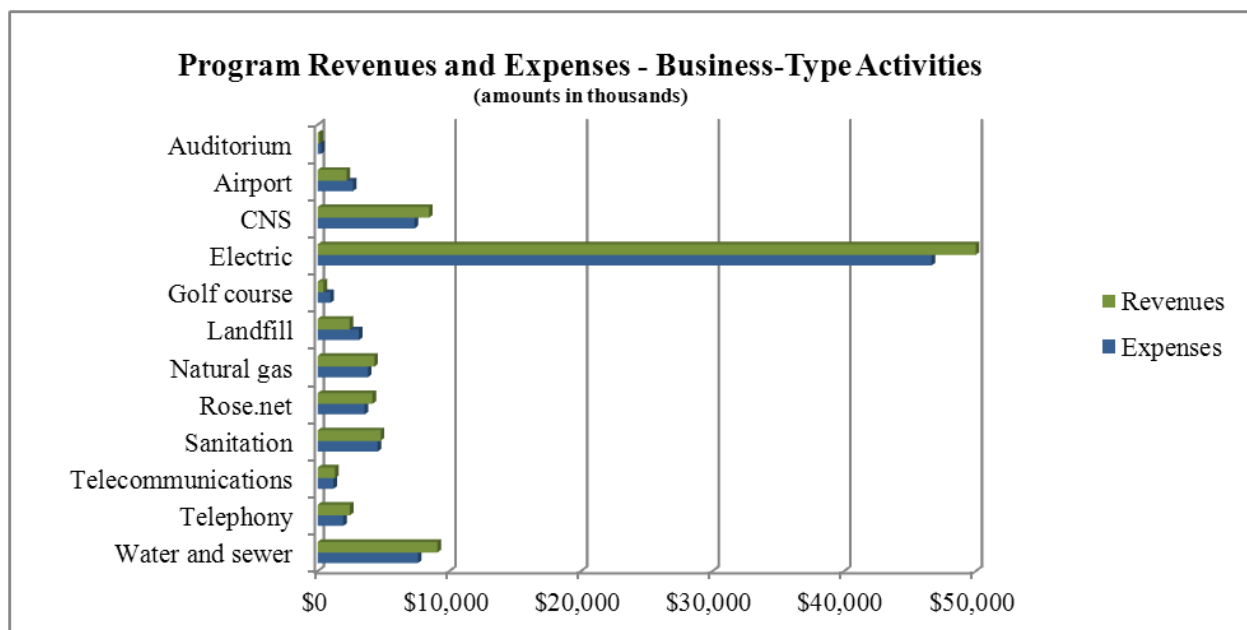


**Expenses by Sources - Governmental Activities**  
(amounts in thousands)



**Business-type activities** - Business-type activities increased the City's net assets by \$183,167, accounting for 15% of the total growth in the government's net assets. Key elements of this increase are as follows:

- The electric fund accounts for the largest portion of this increase as operating revenues less expenses netted \$4,096,788.
- Water and Sewer followed as operating revenues less expenses netted \$1,483,651.
- The remaining business type activities generated a net increase of \$1,319,028 in income from operations.
- Unrestricted investment earnings, the municipal competitive trust contribution and other revenue increased net assets by \$1,244,794.
- The aforementioned increases were offset with a \$7,951,094 net transfer out of the business type activities to the governmental type activities.



## **Financial Analysis of the Government's Funds**

As noted earlier, the City of Thomasville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$2,941,485, a decrease of \$13,882 in comparison with the prior year. Of this decrease, 100% constitutes reserved or designated fund balance, which is not available for new spending because it has already been committed for a variety of restricted purposes.

The general fund decreased \$314,864 during the current fiscal year. This increase was primarily due to the fact that expenses exceeded revenues and budgeted transfers, during the current year. The SPLOST fund balance was \$4,036,720 at the end of the current fiscal year. This fund balance experienced a net increase of \$998,041 during the current year. The effective date of the SPLOST fund was January 1, 2007. The consolidated fund balances of the other non-major governmental funds decreased by \$697,059 during the current year.

**Proprietary funds** - The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the major proprietary funds at the end of the year amounted to \$31,599,403. The total growth in net assets for these same funds was \$604,998. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

## **Budgetary Highlights**

Differences between the general fund original budget and the final amended budget is briefly summarized as follows:

As of the date of this comprehensive annual financial report, proposed budget amendments have not yet been presented to the City Council for approval. We anticipate the presentation and subsequent approval of budget amendments, based on our audited financial statements.

## **Capital Asset and Debt Administration**

**Capital assets** - The City's investment in capital assets for its governmental and business-type activities as of December 31, 2011, amounts to \$113,733,572 (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery and equipment, infrastructure and construction in progress. The total increase in the City's investment in capital

assets for the current fiscal year was 3.7% with the majority of the increase being attributed to enterprise activities.

Major capital asset events during the current fiscal year included the following:

- SPLOST funds were used for the following:
  - Resurfacing and paving of streets - \$461,193
  - Improvements to water system - \$945,671
  - Enhancements to recreational facilities - \$711,194
  - Street improvements - \$168,206
- CHIP grants in the amount of \$136,810 were utilized for rehabilitation of private property.
- Landfill incurred costs of \$1,005,413 to construct a Methane Gas & Control System.
- An equipment building was constructed at the Landfill at a cost of \$367,723.
- The Water Department replaced aged water meters allowing the ability to obtain readings electronically at a cost of \$2,223,229.
- Cherokee Lake repairs were completed at a cost of \$383,983.
- CDBG projects were used for street improvements in the amount of \$374,934.
- Rose.net made upgrades to routers and switches allowing greater capacity and increased management capabilities at a cost of \$588,460.
- CNS completed upgrades to increased bandwidth capacity from 750 mhz to 1 ghz at a cost of \$2,433,318.
- The Sewer department began rehabilitation of one of our Lift Stations, allowing for more volume and increased capacity.
- The Electric department re-worked electric feeders at Archbold Hospital – improving reliability and serve their expansion of facilities.

### City of Thomasville, Georgia's Capital Assets

(net of depreciation)

(amounts expressed in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$ 1,512	\$ 1,512	\$ 1,622	\$ 1,546	\$ 3,135	\$ 3,058
Buildings	4,568	4,767	12,842	12,886	17,410	17,653
Machinery and equipment	6,810	7,540	12,128	11,183	18,938	18,723
Infrastructure	12,672	10,237	61,146	57,297	73,818	67,534
Construction in progress	36	1,352	397	1,372	433	2,724
Total	\$ 25,598	\$ 25,408	\$ 88,135	\$ 84,284	\$ 113,734	\$ 109,692

Additional information on the City's capital assets can be found in Note 3 of this report.

## **Long-term debt**

The City of Thomasville's total debt decreased by \$1,083,814 (or 6.4%), during the current fiscal year. This net decrease was due to the fact that the aggregate reduction of principal amounts outstanding exceeded the total amount of new borrowings, during the current fiscal year.

Additional information on the City's long-term debt can be found in Note 3 of the Notes to the Financial Statements.

## **Economic Factors and Next Year's Budgets and Rates**

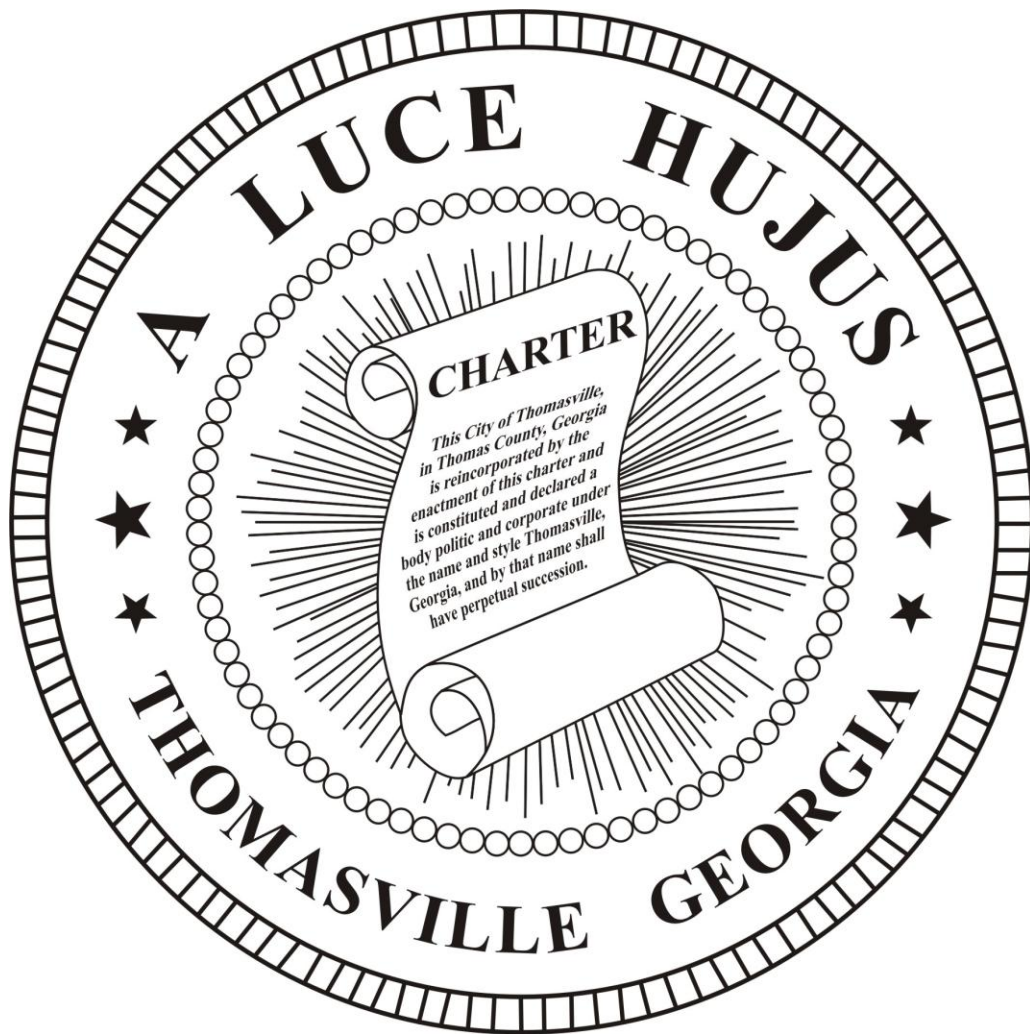
The unemployment rate for the City of Thomasville was 8.7%. It should be noted that the city's unemployment rate is in line with the state's average rate of 8.9% and the national average rate of 8.2%, for 2011.

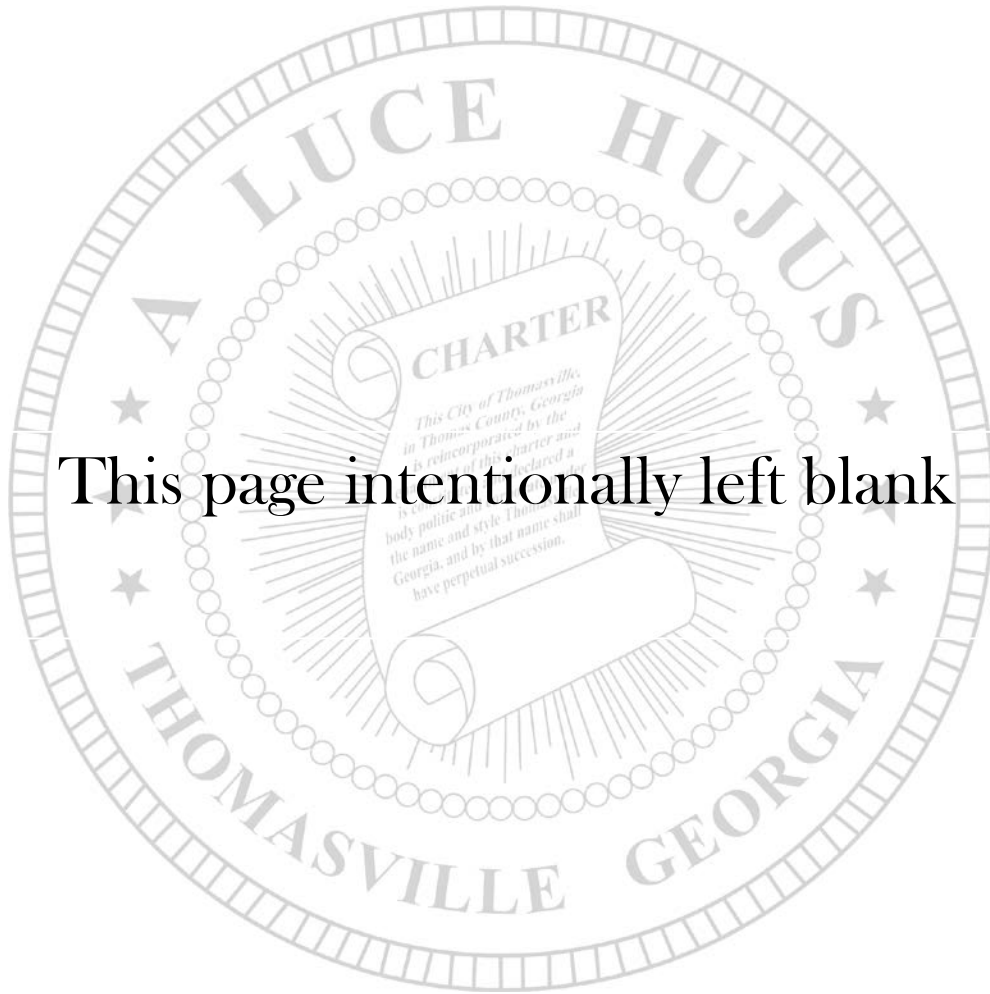
During the current fiscal year, the general fund balance decreased by \$314,864, as current year expenditures exceeded revenues and budgeted transfers. exceeded corresponding expenditures. The City is continuing its efforts to ensure the rate structures for its business-type activities are sufficient to cover the cost of providing those services to customers. This ongoing analysis and the resulting actions of the City will ensure these enterprise funds can continue to transfer resources to the general fund as needed.

## **Requests for Information**

This financial report is designed to provide a general overview of the City of Thomasville's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Thomasville, Chief Financial Officer, P. O. Box 1540, Thomasville, GA, 31799.

# Basic Financial Statements





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CITY OF THOMASVILLE, GEORGIA  
Statement of Net Assets  
December 31, 2011

	Primary Government		Component Units			
	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority	Thomasville Tourism Authority	Payroll Development Authority
<b>ASSETS</b>						
Cash	\$ 395,113	\$ 12,129,082	\$ 12,524,195	\$ 650,747	\$ 50	\$ 27,252
Investments	-	14,501,421	14,501,421	-	-	-
Investment in SGGSA	-	876,902	876,902	-	-	-
Receivables, net of allowance for uncollectibles	1,254,926	12,769,034	14,023,960	-	13,066	34,115
Interest receivable	17,370	-	17,370	-	-	-
Intergovernmental receivable	-	2,437,622	2,437,622	-	-	-
Internal balances	(3,537,631)	3,537,631	-	-	-	-
Inventories	60,600	3,889,069	3,949,669	-	-	-
Prepaid/deferred charges	107,640	829,050	936,690	249,927	-	-
Restricted assets:				-	-	-
Cash	4,160,764	110,409	4,271,173	-	-	-
Investments	38,201	7,576,838	7,615,039	-	-	-
Net Pension Asset	344,113	230,228	574,341	-	-	-
Capital assets, net of accumulated depreciation:						
Land	1,512,093	1,622,554	3,134,647	40,706	-	3,972,555
Buildings	4,567,660	12,842,362	17,410,022	10,739,457	-	-
Machinery and equipment	6,810,134	12,128,076	18,938,210	-	-	187,675
Infrastructure	12,672,317	61,145,510	73,817,827	101,081	-	-
Construction in progress	36,456	396,410	432,866	-	-	-
Total assets	28,439,756	147,022,198	175,461,954	11,781,918	13,116	4,221,597

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Net Assets  
December 31, 2011

	Primary Government		Component Units			
	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority	Thomasville Tourism Authority	Payroll Development Authority
<b>LIABILITIES</b>						
Accounts payable and other						
current liabilities						
Intergovernmental	1,222,454	5,259,269	6,481,723	1,268	16,151	34,814
Customer deposits	750,257	1,263	751,520	200,000	39,525	2,000,000
Unearned revenue	-	1,033,283	1,033,283	-	-	-
Accrued liabilities	124,294	4,500	128,794	-	-	-
Noncurrent liabilities:	717,068	153,473	870,541	-	-	-
Due within one year	1,656,075	3,168,210	4,824,285	3,137,232	-	-
Due in more than one year	4,336,070	13,296,086	17,632,156	8,637,122	-	-
Total liabilities	8,806,218	22,916,084	31,722,302	11,975,622	55,676	2,034,814
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	22,193,105	75,652,169	97,845,274	(893,110)	-	2,160,230
Restricted for:						
Utility projects	-	907,651	907,651	-	-	-
Highways and streets	4,210,552	-	4,210,552	-	-	-
Capital expansion	-	16,455,701	16,455,701	-	-	-
Perpetual care:						
Expendable	56,872	-	56,872	-	-	-
Unexpendable	-	-	-	-	-	-
Other purposes	1,251	-	1,251	-	-	-
Unrestricted	(6,828,242)	31,090,593	24,262,351	699,406	(42,560)	26,553
Total net assets	\$ 19,633,538	\$ 124,106,114	\$ 143,739,652	\$ (193,704)	\$ (42,560)	\$ 2,186,783

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Activities  
for the year ended December 31, 2011

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Component Units	
				Governmental Activities	Business-Type Activities	Downtown Development Authority	Thomasville Tourism Authority
Governmental activities:							
General administration	\$ 15,994,007	\$ 13,953,859	\$ 67,464	\$ (1,972,684)	\$ -	\$ -	\$ -
Financial administration	3,744,479	3,741,343	-	(3,136)	-	-	-
Facilities maintenance	95,648	228,225	-	132,577	-	-	-
Public safety	9,978,637	632,494	-	(9,346,143)	-	-	-
Highways and streets	3,925,322	784,864	-	(578,898)	-	-	-
Economic development	1,047,159	11,260	-	(563,961)	-	-	-
Culture and recreation	1,285,681	-	-	(1,285,681)	-	-	-
Interest on long-term debt	84,048	-	-	(84,048)	-	-	-
Total governmental activities	36,154,981	19,352,045	67,464	(13,701,974)	-	-	-
Business-type activities:							
Auditorium	258,552	150,671	-	-	(107,881)	-	-
Airport	2,681,232	2,208,341	-	-	(375,538)	-	-
Community network services	7,369,168	8,460,075	97,353	-	1,090,907	-	-
Electric	46,654,653	50,751,441	-	-	4,096,788	-	-
Golf course	975,135	444,080	-	-	(531,055)	-	-
Landfill	3,136,876	2,432,076	-	-	(704,800)	-	-
Natural gas	3,825,147	4,308,372	-	-	483,225	-	-
Rose.net	3,564,242	4,176,907	-	-	612,665	-	-
Sanitation	4,557,858	4,784,545	-	-	226,687	-	-
Telecommunications	1,200,115	1,313,785	-	-	113,670	-	-
Telephony	1,943,205	2,454,353	-	-	511,148	-	-
Water and sewer	7,621,326	9,104,977	-	-	1,483,651	-	-
Total business-type activities	83,787,509	90,589,623	97,353	-	6,899,467	-	-
Total primary government	\$ 119,942,490	\$ 109,941,668	\$ 67,464	\$ (13,701,974)	\$ 6,899,467	\$ -	\$ -
Component units:							
Downtown Development Authority	\$ 984,794	\$ 1,052,066	\$ -	\$ -	\$ 67,272	\$ -	\$ -
Destination Thomasville Tourism Authority	362,367	-	292,038	-	-	(70,329)	-
Payroll Development Authority	119,411	-	100,000	-	-	-	(19,411)
Total component units	\$ 1,466,572	\$ 1,052,066	\$ 392,038	\$ -	\$ -	\$ (70,329)	\$ (19,411)

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Activities  
for the year ended December 31, 2011

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets						
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units		
					Governmental Activities	Business-Type Activities	Total	Downtown Development Authority	Thomasville Tourism Authority	Payroll Development Authority
General revenues:										
Taxes, general					564,179	-	564,179	-	-	-
Property taxes, fire services					573,832	-	573,832	-	-	-
Sales taxes, general					3,164,926	-	3,164,926	-	-	-
Sales taxes, selective					668,289	-	668,289	-	-	-
Business taxes					1,492,289	-	1,492,289	-	-	-
Penalties and interest on delinquent taxes					195,543	-	195,543	-	-	-
Unrestricted investment earnings					287	410,751	411,038	4,090	-	57
Municipal Competitive Trust Contributions					-	296,608	296,608	-	-	-
Gain (Loss) on sale of capital assets					4,085	76,006	80,091	-	-	-
Miscellaneous revenue					140,866	461,429	602,295	-	-	-
Transfers					7,961,094	(7,961,094)	-	-	-	-
Total general revenues and transfers					14,765,390	(6,716,300)	8,049,090	71,362	(70,329)	(19,354)
Change in net assets					1,063,416	183,167	1,246,583	71,362	(70,329)	(19,354)
Net assets at beginning of year					18,570,122	123,922,947	142,493,069	(265,966)	27,769	2,206,137
Net assets, ending				\$	19,633,538	\$ 124,106,114	\$ 143,739,652	\$ (193,704)	\$ (42,560)	\$ 2,186,783

The notes to the financial statements are an integral part of this statement.

## CITY OF THOMASVILLE, GEORGIA

## Balance Sheet

## Governmental Funds

December 31, 2011

	General	SPLOST	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash	\$ 130,527	\$ 4,160,764	\$ 83,777	\$ 4,375,068
Investments	-	3,202	34,999	38,201
Accounts receivable	62,570	214,269	-	276,839
Taxes receivable	813,631	-	4,303	817,934
Notes receivable	48,558	-	32,424	80,982
Interest receivable	10,267	-	7,103	17,370
Due from other funds	8,442,420	-	393,678	8,836,098
Prepaid items	60,940	-	7,711	68,651
Total assets	<u>\$ 9,568,913</u>	<u>\$ 4,378,235</u>	<u>\$ 563,995</u>	<u>\$ 14,511,143</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 488,024	\$ 341,515	\$ 16,359	\$ 845,898
Intergovernmental payable	750,257	-	-	750,257
Due to other funds	8,118,825	-	1,587,459	9,706,284
Unearned revenue	68,900	-	55,394	124,294
Accrued liabilities	142,307	-	618	142,925
Total liabilities	<u>9,568,313</u>	<u>341,515</u>	<u>1,659,830</u>	<u>11,569,658</u>
<b>FUND BALANCES</b>				
Nonspendable	60,940	-	7,711	68,651
Restricted	-	4,036,720	438,986	4,475,706
Assigned	-	-	-	-
Unrestricted	(60,340)	-	(1,542,532)	(1,602,872)
Total fund balances	<u>600</u>	<u>4,036,720</u>	<u>(1,095,835)</u>	<u>2,941,485</u>
Total liabilities and fund balances	<u>\$ 9,568,913</u>	<u>\$ 4,378,235</u>	<u>\$ 563,995</u>	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	22,384,031
Net pension assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	344,113
Internal service funds are used by management to charge the internal costs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	(3,454,283)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(2,581,808)
Net assets of governmental activities	<u>\$ 19,633,538</u>

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
for the year ended December 31, 2011

	General	SPLOST	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes, general	\$ 547,831	\$ -	\$ 16,348	\$ 564,179
Property taxes, fire services	573,832	-	-	573,832
Sales taxes, general	1,607,451	-	1,557,475	3,164,926
Sales taxes, selective	474,201	-	194,088	668,289
Business taxes	1,492,289	-	-	1,492,289
Licenses, permits and fees	153,947	-	-	153,947
Penalties and interest on delinquent taxes	195,543	-	-	195,543
Intergovernmental	67,364	2,107,694	829,769	3,004,827
Charges for services	413,204	973	-	414,177
Fines and forfeitures	426,304	-	-	426,304
Contributions and donations	100	-	-	100
Investment earnings	679	93,963	1,393	96,035
Miscellaneous revenue	107,206	-	-	107,206
Total revenues	<u>6,059,951</u>	<u>2,202,630</u>	<u>2,599,073</u>	<u>10,861,654</u>
<b>EXPENDITURES</b>				
Current:				
General administration	1,883,954	-	-	1,883,954
Public safety	8,906,600	-	67,346	8,973,946
Highways and streets	2,160,654	96,624	164,063	2,421,341
Economic development	502,287	-	204,526	706,813
Culture and recreation	-	-	1,259,202	1,259,202
Debt service:				
Principal	656,978	-	589,217	1,246,195
Interest	29,354	-	24,566	53,920
Capital outlay:				
General administration	63,977	-	-	63,977
Public safety	324,315	-	-	324,315
Highways and streets	557,631	1,107,965	173,264	1,838,860
Economic development	20,844	-	466,880	487,724
Total expenditures	<u>15,106,594</u>	<u>1,204,589</u>	<u>2,949,064</u>	<u>19,260,247</u>
Excess (deficiency) of revenues over expenditures	<u>(9,046,643)</u>	<u>998,041</u>	<u>(349,991)</u>	<u>(8,398,593)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	8,308,162	-	-	8,308,162
Debt issuance	423,617	-	-	423,617
Transfers out	-	-	(347,068)	(347,068)
Total other financing sources (uses)	<u>8,731,779</u>	<u>-</u>	<u>(347,068)</u>	<u>8,384,711</u>
Net change in fund balances	(314,864)	998,041	(697,059)	(13,882)
Fund balances, beginning	<u>315,464</u>	<u>3,038,679</u>	<u>(398,776)</u>	<u>2,955,367</u>
Fund balances, ending	<u>\$ 600</u>	<u>\$ 4,036,720</u>	<u>\$ (1,095,835)</u>	<u>\$ 2,941,485</u>

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities  
for the year ended December 31, 2011

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

Net change in fund balances--total governmental funds	\$	(13,882)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	2,714,876	
Depreciation expense	<u>(2,115,453)</u>	599,423
Net pension asset activity is reported in the government-wide statement of activities, but is not reported in the governmental funds.		(321,719)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Proceeds of long-term debt	(423,617)	
Repayment of long-term debt	<u>1,246,195</u>	822,578
Compensated absences are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		(14,121)
The net revenue of certain activities of internal service funds is reported with governmental activities.		<u>(8,863)</u>
Change in net assets of governmental activities	\$	<u>1,063,416</u>

CITY OF THOMASVILLE, GEORGIA  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
General Fund  
for the year ended December 31, 2011

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
REVENUES				
Taxes, general	\$ 569,689	\$ 569,689	\$ 547,831	\$ (21,858)
Property taxes, fire services	576,073	576,073	573,832	(2,241)
Sales taxes, general	1,550,000	1,550,000	1,607,451	57,451
Sales taxes, selective	479,000	479,000	474,201	(4,799)
Business taxes	1,665,000	1,665,000	1,492,289	(172,711)
Licenses, permits and fees	166,672	166,672	153,947	(12,725)
Penalties and interest on delinquent taxes	194,000	194,000	195,543	1,543
Intergovernmental	87,000	87,000	67,364	(19,636)
Charges for services	455,830	455,830	413,204	(42,626)
Fines and forfeitures	440,000	440,000	426,304	(13,696)
Contributions and donations	-	-	100	100
Investment earnings	500	500	679	179
Miscellaneous revenue	86,564	86,564	107,206	20,642
Total revenues	6,270,328	6,270,328	6,059,951	(210,377)
EXPENDITURES				
Current:				
General administration:				
Council	309,345	309,345	306,630	2,715
Manager/ Assistant Manager	393,124	393,124	417,457	(24,333)
Clerk	104,495	104,495	92,886	11,609
Risk management	90,583	90,583	85,930	4,653
Planning and zoning	1,037,342	1,037,342	1,044,815	(7,473)
Other - unclassified	-	-	213	(213)
Total general administration	1,934,889	1,934,889	1,947,931	(13,042)
Public safety:				
Police	6,006,672	6,006,672	5,985,071	21,601
Fire	3,173,457	3,173,457	3,245,844	(72,387)
Total public safety	9,180,129	9,180,129	9,230,915	(50,786)
Highways and streets:				
Maintenance	2,555,516	2,555,516	2,718,285	(162,769)
Economic development:				
Main Street	511,777	511,777	523,131	(11,354)
Debt service:				
Principal	451,551	451,551	656,978	(205,427)
Interest	36,566	36,566	29,354	7,212
Total debt service	488,117	488,117	686,332	(198,215)
Total expenditures	14,670,428	14,670,428	15,106,594	(436,166)
Excess (deficiency) of revenues over expenditures	(8,400,100)	(8,400,100)	(9,046,643)	(646,543)
OTHER FINANCING SOURCES (USES)				
Transfers in	7,411,107	7,411,107	8,308,162	897,055
Debt issuance	991,975	991,975	423,617	(568,358)
Total other financing sources (uses)	8,403,082	8,403,082	8,731,779	328,697
Net change in fund balances	2,982	2,982	(314,864)	(317,846)
Fund balances, beginning	315,464	315,464	315,464	-
Fund balances, ending	\$ 318,446	\$ 318,446	\$ 600	\$ (317,846)

The notes to the financial statements are an integral part of this statement.

Statement of Net Assets  
Proprietary Funds  
December 31, 2011

The notes to the financial statements are an integral part of this statement.

# CITY OF THOMASVILLE, GEORGIA

## Statement of Net Assets

### Proprietary Funds

December 31, 2011

#### Business-Type Activities - Enterprise Funds

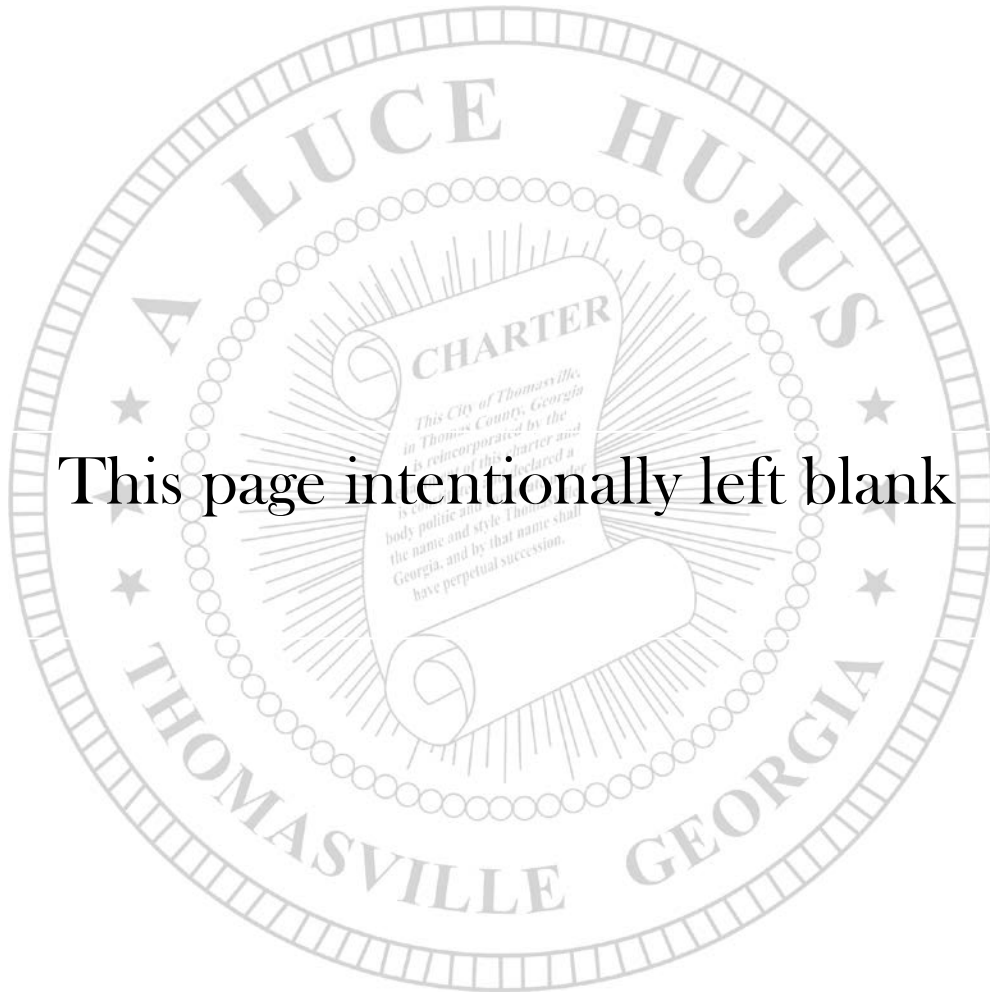
	Community Network Services	Electric	Landfill	Water and Sewer	Nonmajor Business-Type Activities	Total	Governmental Activities-Internal Service Funds
<b>LIABILITIES</b>							
Current:							
Accounts payable	535,173	3,535,728	116,595	101,226	713,619	5,002,341	285,734
Sales tax payable	-	222,172	-	-	34,756	256,928	-
Customer deposits	-	1,010,529	-	300	22,454	1,033,283	-
Intergovernmental payable	1,263	-	-	-	-	1,263	-
Due to other funds	16,688,748	-	306,220	6,557,520	7,882,072	31,434,560	3,115,948
Unearned revenue	-	-	-	-	4,500	4,500	-
Accrued liabilities	16,369	27,478	6,296	36,424	66,906	153,473	-
Claims payable	-	-	-	-	-	-	90,822
Current portion of long-term debt	80,845	661,579	878	678,528	1,746,380	3,168,210	574,143
Total current liabilities	17,322,398	5,457,486	429,989	7,373,998	10,470,687	41,054,558	193,573
Noncurrent:							4,260,220
Accrued compensated absences	-	28,243	3,512	8,979	33,472	74,206	59,826
Accrued landfill closure costs	-	-	3,888,795	-	-	3,888,795	-
Net OPEB obligation	-	-	-	-	-	-	2,450,234
Notes payable, less current portion	943,275	802,902	-	4,005,932	3,580,976	9,333,085	706,704
Total noncurrent liabilities	943,275	831,145	3,892,307	4,014,911	3,614,448	13,296,086	3,216,764
Total liabilities	18,265,673	6,288,631	4,322,296	11,388,909	14,085,135	54,350,644	7,476,984
<b>NET ASSETS</b>							
Invested in capital assets, net of related debt	12,113,751	15,111,038	9,802,684	24,072,350	14,552,346	75,652,169	2,329,305
Restricted for energy program	-	21,530	-	-	-	21,530	-
Restricted for gas renewal	-	-	-	-	886,121	886,121	-
Restricted for capital expansion	-	15,427,028	1,028,673	-	-	16,455,701	-
Unrestricted	(14,193,540)	50,182,113	744,344	(5,133,514)	(135,362)	31,464,041	(6,157,036)
Total net assets	(2,079,789)	80,741,709	11,575,701	18,938,836	15,303,105	124,479,562	(3,827,731)
	\$	\$	\$	\$	\$	\$	\$
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds							(373,448)
Net assets of business-type activities							124,106,114

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Proprietary Funds  
for the year ended December 31, 2011

	Business-Type Activities - Enterprise Funds					
	Community Network Services	Electric	Landfill	Water and Sewer	Nonmajor Business- Type Activities	Governmental Activities - Internal Service Funds
					Total	
Operating revenues:						
Charges for sales and services	\$ 8,460,075	\$ 3,664,335	\$ 2,432,076	\$ 35,519	\$ 15,783,327	\$ 18,357,617
Intergovernmental	-	-	-	-	97,353	-
Metered sales	-	47,087,106	-	9,069,458	4,057,727	-
Miscellaneous revenue	22,544	240,912	-	158,267	39,706	33,660
Total operating revenues	8,482,619	50,992,353	2,432,076	9,263,244	19,978,113	18,391,277
Operating expenses:						
Personal services	647,246	1,254,516	505,298	1,334,388	2,898,734	5,649,309
Contracted services	641,042	1,614,266	1,785,278	1,869,603	4,325,959	7,937,552
Cost of sales	3,870,663	39,759,285	-	-	5,960,445	1,343,245
Supplies	232,531	270,035	45,000	835,255	717,093	513,162
Interfund charges	929,355	2,182,065	245,790	2,304,866	3,018,251	2,102,702
Depreciation/amortization	993,003	1,469,920	508,797	1,155,087	1,659,507	560,478
Other costs	105,717	126,556	23,003	111,721	321,150	-
Total operating expenses	7,419,557	46,676,643	3,113,166	7,610,920	18,901,139	18,106,448
Operating income (loss)	1,063,062	4,315,710	(681,090)	1,652,324	1,076,974	284,829
Non-operating revenues (expenses):						
Gain (Loss) on sale of capital assets	2,280	18,525	(66,685)	112,850	9,036	4,085
Investment earnings (loss)	46,037	313,562	45,899	3,527	1,726	287
Municipal Competitive Trust Contributions	-	296,608	-	-	-	-
Interest expense	(6,514)	(23,666)	-	(158,049)	(146,926)	(28,990)
Total non-operating revenues (expenses)	41,803	605,029	(20,786)	(41,672)	(136,164)	(24,618)
Income (loss) before transfers	1,104,865	4,920,739	(701,876)	1,610,652	940,810	260,211
Transfers in	-	-	-	153,212	231,500	-
Transfers out	(50,000)	(5,250,000)	(197,055)	(985,539)	(1,863,212)	-
Change in net assets	1,054,865	(329,261)	(898,931)	778,325	(690,902)	260,211
Net assets, beginning	(3,134,654)	81,070,970	12,474,632	18,160,511	15,994,007	(4,087,942)
Net assets, ending	\$ (2,079,789)	\$ 80,741,709	\$ 11,575,701	\$ 18,938,836	\$ 15,303,105	\$ (3,827,731)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						269,071
Change in net assets of business-type activities						183,167

The notes to the financial statements are an integral part of this statement.



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CITY OF THOMASVILLE, GEORGIA  
Statement of Cash Flows  
Proprietary Funds  
for the year ended December 31, 2011

	Business-Type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Community Network Services	Electric	Landfill	Water and Sewer	Nonmajor Business-Type Activities	Total	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Receipts from customers and users	\$ 9,268,716	\$ 50,531,514	\$ 2,538,293	\$ 9,419,798	\$ 20,143,662	\$ 91,901,983	\$ 304,729
Receipts from interfund services provided	-	-	-	1,931,222	102,593	2,033,815	18,265,203
Payments to suppliers	(5,521,498)	(41,600,386)	(1,771,457)	(3,465,057)	(11,665,192)	(64,023,590)	(9,397,577)
Payments to employees	(645,533)	(1,021,544)	(503,885)	(1,333,150)	(2,879,254)	(6,383,366)	(5,632,079)
Payments for interfund services used	(1,457,391)	1,017,312	18,039	(2,304,866)	(6,572,235)	(9,299,141)	(2,816,524)
Net cash provided by (used in) operating activities	1,644,294	8,926,896	280,990	4,247,947	(870,426)	14,229,701	723,752
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>							
Transfer to other funds	(50,000)	(5,250,000)	(197,055)	(985,539)	(1,863,212)	(8,345,806)	-
Advances from other funds	-	-	-	153,212	231,500	384,712	-
Net cash (used in) noncapital financing activities	(50,000)	(5,250,000)	(197,055)	(832,327)	(1,631,712)	(7,961,094)	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>							
Proceeds from capital debt	1,020,380	958,519	-	2,206,297	-	4,185,196	23,057
Purchases of capital assets	(2,548,576)	(1,655,700)	(1,040,770)	(3,584,953)	(910,955)	(9,740,954)	(150,982)
Proceeds from sale of capital assets	2,280	18,525	37,050	112,850	9,036	179,741	4,085
Principal paid on capital debt	(43,025)	(906,283)	-	(1,995,206)	(1,128,926)	(4,073,440)	(395,714)
Interest paid on capital debt	(6,514)	(23,666)	-	(158,049)	(146,926)	(335,155)	(28,990)
Net cash (used in) capital and related financing activities	(1,575,455)	(1,608,605)	(1,003,720)	(3,419,061)	(2,177,771)	(9,784,612)	(548,544)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
Municipal Competitive Trust Contributions	-	296,608	-	-	-	296,608	-
Purchase of investments	(64,876)	(518,926)	(18,290)	-	-	(602,092)	-
Interest and dividends received	46,037	313,562	45,899	3,499	1,726	410,723	287
Net cash provided by (used in) investing activities	(18,839)	91,244	27,609	3,499	1,726	105,239	287

The notes to the financial statements are an integral part of this statement.

**CITY OF THOMASVILLE, GEORGIA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**for the year ended December 31, 2011**

	Business-Type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Community Network Services	Electric	Landfill	Water and Sewer	Nonmajor Business-Type Activities	Total	
Net increase (decrease) in cash and cash equivalents	-	2,159,535	(892,176)	58	(4,678,183)	(3,410,766)	175,495
Cash and cash equivalents, January 1 (including \$100,539 and \$8,770 for the community network services, electric and water and sewer funds, respectively reported in restricted accounts)	-	6,356,156	4,584,694	8,770	4,700,637	15,650,257	5,314
Cash and cash equivalents, December 31 (including \$100,920 and \$8,828 for the electric and water and sewer funds, respectively, reported in restricted accounts)	\$ -	\$ 8,515,691	\$ 3,692,518	\$ 8,828	\$ 22,454	\$ 12,239,491	\$ 180,809
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	\$ 1,063,062	\$ 4,315,710	\$ (681,090)	\$ 1,652,324	\$ 1,076,974	\$ 7,426,980	\$ 284,829
Operating income (loss)	993,003	1,469,920	508,797	1,155,087	1,659,507	5,786,314	560,478
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	(76,738)	(460,839)	106,217	156,554	165,549	(109,257)	457,787
Depreciation/Amortization expense	862,835	-	-	-	-	862,835	-
(Increase) decrease in accounts receivable	-	3,199,377	-	-	(4,462,605)	(1,263,228)	(534)
Decrease in intergovernmental receivables	(612,408)	21,547	-	1,227,008	8,698	644,845	(54,091)
(Increase) decrease in due from other funds	(2,950)	(8,760)	(639)	517	215,943	204,111	(16,238)
(Increase) decrease in prepaid items/deferred charges	-	53,315	-	-	-	53,315	-
Increase in customer deposits	-	-	-	-	-	-	820,986
Increase in net OPEB obligation	-	227,660	-	-	-	227,660	-
Decrease in net pension asset	(56,187)	103,654	(518,758)	(1,876,003)	(566,511)	(2,913,805)	(353,741)
Increase (decrease) in accounts payable	-	-	-	-	1,325	1,325	-
Increase in unearned revenue	(528,036)	-	263,829	1,931,222	1,011,214	2,678,229	(992,954)
(Increase) decrease in due to other funds	1,713	4,168	1,286	6,841	18,128	32,136	22,550
Increase in accrued liabilities	-	-	601,221	-	-	601,221	-
Increase in accrued landfill closure costs	-	1,144	127	(5,603)	1,352	(2,980)	(5,320)
Increase (decrease) in accrued compensated absences	581,232	4,611,186	962,080	2,595,623	(1,947,400)	6,802,721	438,923
Total adjustments	\$ 1,644,294	\$ 8,926,896	\$ 280,990	\$ 4,247,947	\$ (870,426)	\$ 14,229,701	\$ 723,752
Net cash provided by (used in) operating activities	\$ 46,037	\$ -	\$ -	\$ -	\$ -	\$ 46,037	\$ -
Noncash investing, capital, and financing activities:							
Change in Investment in Authority							

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Plan Net Assets  
Fiduciary Funds  
December 31, 2011

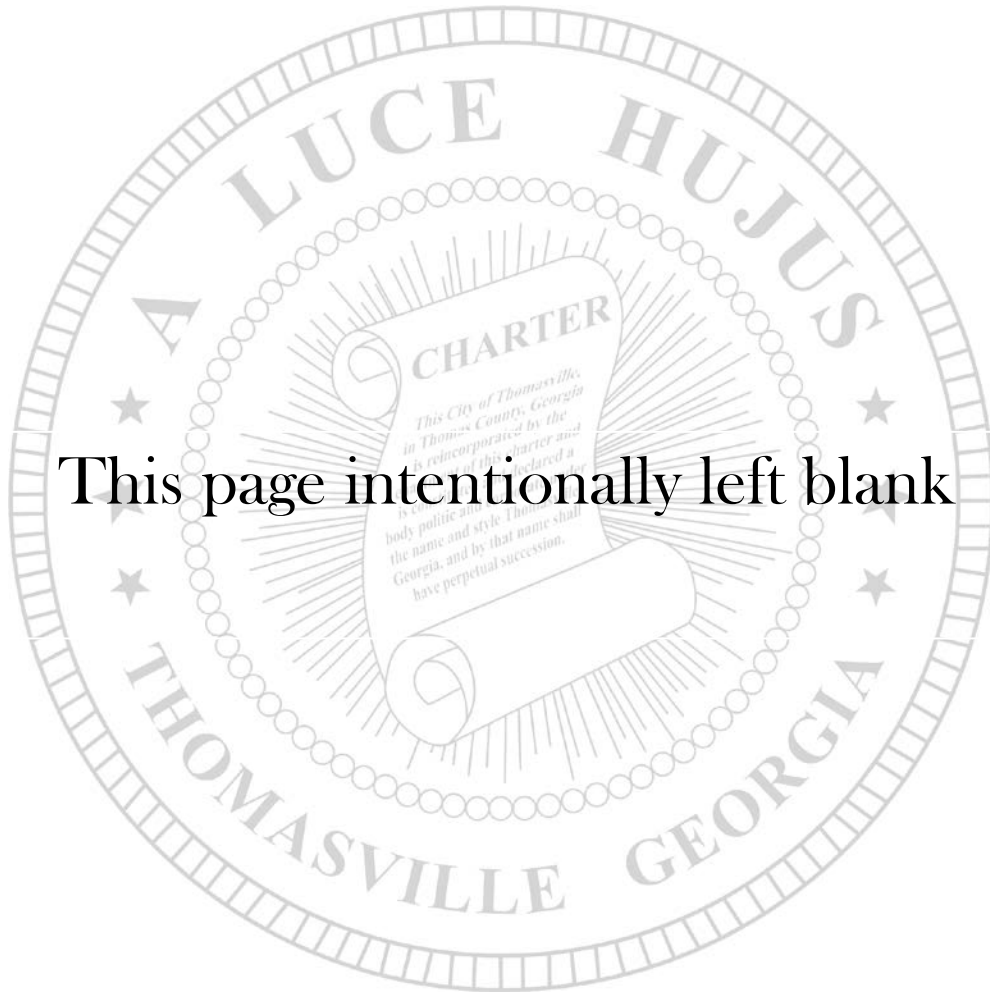
	Public Employees' Retirement System Pension Trust Fund
<hr/>	
ASSETS	
Cash	\$ 960,550
Due from other funds	-
Investments, at fair value:	
U.S. Government Securities	742,684
Common Stocks	6,796,254
Corporate Bonds	6,091,357
Alternatives	2,393,132
Mutual Funds	4,797,235
	<hr/>
Total assets	21,781,212
	<hr/>
LIABILITIES	
Accounts payable	5,018
Accrued liabilities	-
Due to Other Funds	-
Due to Component Units	-
	<hr/>
Total liabilities	5,018
	<hr/>
NET ASSETS	
Held in trust for pension benefits and other purposes	\$ 21,776,194
	<hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

CITY OF THOMASVILLE, GEORGIA  
Statement of Changes in Plan Net Assets  
Fiduciary Funds  
for the year ended December 31, 2011

	Public Employees' Retirement System Pension Trust Fund
ADDITIONS	
Contributions:	
Employer	\$ 400,917
Plan Member	267,223
Total contributions	<u>668,140</u>
Investment earnings:	
Interest/ Dividends	605,304
Net increase in the fair value of investments	<u>(327,270)</u>
Total investment earnings	278,034
Less investment expense	<u>53,386</u>
Net investment earnings	<u>224,648</u>
Total additions	<u>892,788</u>
DEDUCTIONS	
Benefits	1,692,632
Refunds of contributions	80,491
Administrative expenses	<u>217,479</u>
Total deductions	<u>1,990,602</u>
Change in net assets	<u>(1,097,814)</u>
Net assets, beginning	<u>22,874,008</u>
Net assets, ending	<u>\$ 21,776,194</u>

The notes to the financial statements are an integral part of this statement.



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# CITY OF THOMASVILLE, GEORGIA

## Notes to the Financial Statements

December 31, 2011

### Note 1 - Summary of Significant Accounting Policies

The City of Thomasville (City) was incorporated in 1826 as a political subdivision of the State of Georgia. The City operates under a Council-Manager form of government and provides various services authorized by its charter, including public safety (police and fire), highways and streets, landfill, sanitation, culture and recreation, electric, water and sewer and gas distribution, telecommunications, cable television system and internet services, economic development, airport, golf course, and general administrative services. The accounting policies of the City conform to generally accepted accounting principles as applicable to governments. Enterprise funds and similar component units apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict Governmental Accounting Standards Board (GASB) pronouncements, in which case GASB prevails. The more significant accounting policies of the City are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, Statement No. 37, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus*, an amendment of GASB No. 31 and 34 and Statement No. 38, *Certain Financial Statement Note Disclosures*, as of December 31, 2003.

#### Reporting entity

The City is a municipal corporation governed by a five-member council with an appointed Mayor. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

### **Discretely presented component units**

The Thomasville Downtown Development Authority (DDA) consists of seven members who are appointed by resolution of the City Council. The DDA has the right to control all management and fiscal matters; however, the City has the ability to modify or approve rate or fee changes, which would affect the DDA's revenues.

The Destination Thomasville Tourism Authority (DTTA), d/b/a Thomasville-Thomas County Historic Plantations Convention and Visitor Bureau, consists of seven members who are appointed by resolution of the City Council. The DTTA has the right to control all management and fiscal matters; however, the budget of the DTTA must be approved by the City Council. The City collects a special five percent (5%) hotel/motel tax that primarily funds the DTTA.

The Thomasville Payroll Development Authority (PDA) consists of five members: the Mayor of the City of Thomasville, Chairman of the Board of Commissioners of Thomas County, President of the Chamber of Commerce, and two members appointed by the City Council. The PDA has the right to control all management and fiscal matters related to its purpose of expanding and developing industry; however, the City has the ability to modify or approve rate or fee changes which would affect the PDA's revenues.

Complete financial statements for Thomasville Downtown Development Authority (DDA), Thomasville Payroll Development Authority (PDA), and Destination Thomasville Tourism Authority may be obtained at the City's financial services department, 111 Victoria Place, Thomasville, Georgia or by contacting 229-227-7020.

### **Basis of Presentation**

#### Government-wide financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

The statement of activities demonstrates the degree to which the expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The City allocates indirect expenses to functions in the statement of activities. 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.

#### Fund financial statements

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.

The City reports the following major governmental funds:

- The General fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Special Purpose Local Option Sales Tax (SPLOST) fund accounts for funds received and accumulated for paving city streets.

The City reports the following major proprietary funds:

- The Community Network Services (CNS) fund accounts for the cost of providing community network services, including CNS television, to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.
- The Electric fund accounts for the cost of providing electric services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.
- The Landfill fund accounts for the disposal of garbage and trash. All activities necessary to provide such services are accounted for in this fund.
- The Water and Sewer system fund accounts for the cost of providing water and sewer services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund. Water and sewer activities must be shown together due to the provisions of the Utility System Revenue Bond Resolution.

Additionally, the City reports the following fund types:

- Internal service funds are used to account for maintenance of buildings and vehicles, customer service, personnel services, engineering services, data processing, marketing, financial services, and procurement provided to other departments or agencies of the City and to other government units, on a cost reimbursement basis.
- Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for others. The Pension Trust fund accounts for the activities of the Public Employees' Retirement System, which accumulates resources for pension benefit payments to qualified employees.

The City has other funds that are not considered major. They are described in the supplementary information.

### **Measurement focus and basis of accounting**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities for the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the City receives cash.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the City's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

#### **Assets, liabilities, and net assets or equity**

##### **Deposits and investments**

The City's cash and cash equivalents, for purposes of the statement of cash flows, are considered to be cash on hand and short-term investments with original maturities of three months or less from the date of acquisition.

Idle funds are invested primarily in obligations of the U. S. Treasury and other U. S. Government instruments, bonds of the state and its instrumentality, municipal competitive trusts, certificates of deposit with commercial banks, and repurchase agreements collateralized by U. S. obligations.

The City pools cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the City's investments. Negative balances incurred in pooled cash at year-end are treated as interfund receivables of the receiving funds and interfund payables of the deficit funds.

Investments are reported at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value, and the carrying amount of cash deposits reasonably estimates fair value. The composition of additional cash and investment information, and fair values are presented in Note 3.

The investment philosophy has been to keep funds needed for the day-to-day operations of the City in short-term, liquid instruments and to invest other funds in any of the above instruments yielding the highest rate of return, considering current and anticipated future market conditions and the need for liquidity in those funds.

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

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

Any investment or deposit in excess of the Federal Deposit Insurance Corporation (FDIC) insured amount must be secured by 110% of an equivalent amount of State or U.S. obligations.

#### Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables, including those for enterprise funds, are shown net of an allowance for uncollectibles. A percentage of trade accounts receivable in excess of 90 days comprise the trade accounts receivable allowance for collectibles, including those for enterprise funds.

The Thomas County, Georgia tax assessor's office is responsible for assessing property values. Property taxes are levied as of November 1 on property values assessed as of the same date. The billings are considered past due 60 days after the respective tax billing date, at which time the applicable property is subject to lien, and penalties and interest are assessed. City property tax revenues are recognized when levied to the extent they result in current receivables. The City maintains no allowance for estimated uncollectible tax as delinquent accounts are declared as a lien against the property.

The City bills and collects property taxes levied by the City of Thomasville Board of Education (BOE). Collections of the BOE's property taxes and remittance of them to the BOE are accounted for in the School Fund (agency fund). On September 26, 2011, the City Council adopted a millage rate of .95% for its property taxes levied for the provision of fire services within the City limits. The property tax levy, due and lien dates for 2011 are as follows:

Levy date	September 13, 2011
Due date	December 20, 2011
Lien date	December 20, 2011

Both principal and interest on paving assessments, community development loans, and housing rehabilitation loans are payable in monthly and annual installments over a three to fifteen year period. The principal is recognized as revenue in the year received. The balance due at December 31 is recorded as deferred revenue. There is no allowance for doubtful accounts. Delinquent accounts have a special assessment lien filed against the property.

Accounts receivable represent service charges for electric, water, sewer, gas, telecommunications, rose.net, community network services, landfill and sanitation services and are recognized when earned. An estimated amount has been recorded for services rendered but not yet billed as of December 31, 2011. Using the cycle billings sent to customers in January and prorating the amount of days applicable to the current year, the City computed the unbilled receivable. The allowance for uncollectible charges at December 31, 2011, for these receivables is \$902,679. These receivables are reported net of the allowance.

#### Inventories and prepaid items

Inventories are valued at cost using the weighted average method of valuation for proprietary funds. Governmental fund type inventories, which consist of expendable supplies held for consumption, are recorded as expenditures when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

#### Restricted assets

On January 1, 1999, the Municipal Electric Authority of Georgia (MEAG) created the Municipal Competitive Trust. The purpose of the Trust is to provide a means for MEAG and its wholesale customers to deposit funds to be invested at the best prudent rates of return, to accumulate and be applied to mitigate the costs associated with pending legislative changes in the power industry. At December 31, 2011, a total of \$6,628,728 was available to the City in the Credit Support Operating Account of the Trust. These funds are restricted and can only be used to reduce the cost of power purchased from MEAG under certain circumstances. Additionally, a total of \$13,369,636 was available to the City in the Flexible Operating Account of the Trust. These funds are not restricted and can be used at the City's discretion. Earnings on the accounts are considered revenue to the City since the City can withdraw such earnings at its discretion.

## Capital assets

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

The City evaluates the potential impairment of long-lived assets and adjusts the carrying value to fair value. Management recognized no impairments in 2011. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During 2011, no interest was capitalized in either the proprietary funds or the government funds.

Property, plant, and equipment of the City, both governmental and business-type activities, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	25-50
Utility system	33-50
Improvements	10-20
Equipment and vehicles	3-15
Infrastructure	33-50

## Compensated absences

Full-time, permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the City. Sick leave accrues to full-time, permanent employees limited to specified maximums payable upon retirement. Accrued vacation time earned does not vest with the employee.

The estimated current portion of the liability for sick leave benefits attributable to the City's governmental funds is recorded as an expenditure and liability in the respective funds only when there is reimbursable unused sick leave payable to employees who had terminated their employment at the end of the year. The amounts attributable to proprietary funds are charged to expense and a corresponding liability in the applicable fund or component unit. The estimated liabilities include required salary-related payments.

## Accrued Liabilities

All payables and accrued liabilities are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. Debt service expenditures are recognized as a liability in the governmental fund financial statements when due.

## Long-term obligations, bond premiums, discounts, and issuance costs

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

## Fund Balance

The City implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) in 2011, as required. The purpose of GASB 54 is to improve the consistency and usefulness of fund balance information to the financial statement user. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the organization is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned:

- **Nonspendable** – This component of fund balance consists of amounts that cannot be spent because (a) they are not expected to be converted to cash or (b) they are legally or contractually required to remain intact. Examples of this classification are prepaid items, inventories, and principal (corpus) of an endowment fund.
- **Restricted** – This component of fund balance consists of amounts that are constrained either (a) externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments), or (b) by law through constitutional provisions or enabling legislation.

- **Committed** – This component of fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (e.g., ordinance or resolution) of the organization's governing authority (the Board). These committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (e.g., ordinance or resolution) employed to constrain those amounts.
- **Assigned** – This component of fund balance consists of amounts that are constrained by a less-than formal action of the organization's governing authority, or by an individual or body to whom the governing authority has delegated this responsibility. In addition, residual balances in capital projects and debt service funds are considered assigned for the general purpose of the respective fund.
- **Unassigned** – The classification is used for (a) negative unrestricted fund balances in any governmental fund, or (b) fund balances within the general fund that are not restricted, committed or assigned.
- **Flow Assumption**  
When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use in any governmental fund, it is the Board's policy to use committed resources first, then assigned, and then unassigned as needed.

#### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

#### Reclassifications

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

## **Note 2 - Stewardship, Compliance, and Accountability**

### **Budgetary information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. The City is required to adopt a budget for all governmental fund types that may not be exceeded at the fund level without approval by the City Council. For 2011, the City Council, by resolution, adopted a budget for all governmental funds, all enterprise funds, all internal service funds, and the pension trust fund.

During the fall, the Chief Financial Officer submits to the City Council proposed operating budgets for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and means of financing them. Public hearings are conducted to obtain citizen comments. During the last meeting in December, the budget is approved by the City Council.

The appropriated budget is prepared by fund, function, and department. The City's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the council. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is the department level. Additional budget amendments are proposed for the funds indicated in the excess of expenditures over appropriations section.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general, special revenue, and capital projects funds. For budgetary purposes, appropriations lapse at year-end except for that portion related to encumbered amounts.

## Excess of expenditures over appropriations

For the year ended December 31, 2011, expenditures exceeded appropriations in the following funds. These are the items proposed for budget amendments.

	Budget	Actual	Variance
<b>Enterprise Funds</b>			
Electric	\$ 51,034,608	\$ 51,950,309	\$ (915,701)
Water and Sewer	8,589,991	8,754,508	(164,517)
Sanitation	4,791,679	5,225,403	(433,724)
Rose.net	3,889,759	4,152,389	(262,630)
Municipal Airport	2,422,807	2,677,781	(254,974)
Golf	884,130	979,464	(95,334)
Landfill	3,003,738	3,376,906	(373,168)
<b>Internal Service Funds</b>			
Marketing	\$ 781,035	\$ 781,083	\$ (48)
City Shop	2,510,650	2,894,416	(383,766)
Engineering	621,222	626,633	(5,411)
Self-Insurance	5,374,614	6,109,965	(735,351)
Building Maintenance	85,188	95,696	(10,508)
Information Systems	1,874,399	1,889,805	(15,406)
<b>Governmental</b>			
General	\$ 14,670,428	\$ 15,106,594	\$ (436,166)
Asset Forfeiture	24,658	67,346	(42,688)
Economic Development	125,565	489,673	(364,108)
Parks and Recreation	1,557,531	1,614,194	(56,663)
Multiple Grants	-	323,264	(323,264)
Street Paving	47,000	96,624	(49,624)

The City provides departmental detail for the General Fund in the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual.

The City continues to use the full cost allocation plan for the fiscal year beginning January 1, 2012. The City understands the importance of the budgetary process and will enhance the process accordingly to include all operational expenses in the future. In addition, self-insurance premiums were adjusted for increase in cost. These changes were included in the budget process and it is the City's intention that such changes will prevent expenditures from exceeding appropriations in the future.

Deficit fund equity

At December 31, 2011, the following internal service funds have deficit balances in net assets. These funds are supported by other departments or agencies of the City and other government units, on a cost reimbursement basis. The City continues to use a full cost allocation plan effective for the fiscal year beginning January 1, 2012. In addition, self-insurance premiums continue to be increased.

Self Insurance	\$ 3,996,146
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At December 31, 2011, the following proprietary funds have deficit balances in net assets. The City recognizes that the current fee structure does not adequately fund expenses. The City budgets to subsidize these accounts by transfers net of depreciation expenses and previous deficits; therefore a deficit balance may remain.

Community Network Services	\$ 2,079,789
Golf Course	1,915,277
Telecommunications	576,840

At December 31, 2011, the following governmental funds have deficit balances in fund balances. The City recognizes that the current fee structure does not adequately fund expenses. The City budgets to subsidize these accounts by transfers net of depreciation expenses and previous deficits; therefore a deficit balance may remain.

Parks and Recreation	\$ 1,113,443
Multiple Grants	414,228
Economic Development	440
CDBG	6,710

### Note 3 - Detailed Notes on all Funds

#### Deposits and investments

- At year-end, the City of Thomasville's carrying amount of deposits was \$16,795,368 and the bank balance was \$17,736,026.
- At year-end, the Downtown Development Authority's carrying amount of deposits has \$650,747 and the bank balance was \$649,142.
- At year-end, the Payroll Development Authority's carrying amount of deposits was \$27,252 and the bank balance was \$27,252.
- At year-end, the Destination Thomasville Tourism Authority carrying amount of deposits was \$50 and the bank balance was \$448.

**Credit risk.** The City does not have a formal credit risk policy. State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U. S. government; obligations fully insured or guaranteed by the U. S. government or by a government agency of the United States; obligations of any corporation of the U. S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

The Pension Trust Fund is authorized to invest in securities approved by the Board of Trustees.

**Interest rate risk.** The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Custodial credit risk - deposits.** Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U. S. government, or bonds of public authorities, counties, or municipalities. The City does not have a formal Custodial Credit Risk Policy. As of December 31, 2011, the City did not have any balances exposed to custodial credit risk as uninsured and uncollateralized as defined by GASB pronouncements.

As of December 31, 2011 the City had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of Deposit	\$ 2,118,095	0.50
Municipal Competitive Trust	<u>19,998,365</u>	N/A
Total Investments	<u>\$22,116,460</u>	

As of December 31, 2011 the City had the following investments in the Pension Trust Fund:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Rating</u>
Corporate Bonds	\$ 1,669,505	9.13	N/A
Corporate Bonds	244,672	7.35	A1
Corporate Bonds	169,054	4.12	A2
Corporate Bonds	293,269	3.76	A3
Corporate Bonds	2,471,323	3.00	AA
Corporate Bonds	153,294	3.37	Aa1
Corporate Bonds	105,798	6.28	Aa2
Corporate Bonds	92,464	6.62	Aa3
Corporate Bonds	515,630	7.08	Aaa
Corporate Bonds	214,708	7.24	Baa1
Corporate Bonds	129,825	5.73	Baa2
Corporate Bonds	<u>31,815</u>	9.21	Baa3
Total Corporate Bonds	6,091,357		
U.S. Government Securities		4.44	N/A
Common Stocks	742,684	N/A	N/A
Alternatives	6,796,254	N/A	N/A
Mutual Funds	2,393,132	N/A	N/A
	<u>4,797,235</u>		
Total Investments	<u>\$20,820,662</u>		

## Receivables

Receivables as of year-end for the City's individual major funds, nonmajor funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	SPLOST	Community Network Services	Electric	Landfill	Water and Sewer	Nonmajor and Other Funds	Total
Receivables:								
Interest	\$ 10,267	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,103	\$ 17,370
Taxes	813,631	-	-	-	-	-	4,303	817,934
Accounts	62,570	214,269	1,127,514	7,892,002	335,327	1,224,767	3,167,661	14,024,110
Notes	48,558	-	-	-	-	-	32,424	80,982
Intergovernmental	-	-	437,622	2,000,000	-	-	-	2,437,622
Gross receivables	935,026	214,269	1,565,136	9,892,002	335,327	1,224,767	3,211,491	17,378,018
Less: allowance for uncollectibles	-	-	(148,387)	(177,367)	(23,797)	(58,017)	(491,498)	(899,066)
Net total receivables	<u>\$ 935,026</u>	<u>\$ 214,269</u>	<u>\$ 1,416,749</u>	<u>\$ 9,714,635</u>	<u>\$ 311,530</u>	<u>\$ 1,166,750</u>	<u>\$ 2,719,993</u>	<u>\$ 16,478,952</u>

During 2011, the City entered into a Participant Service Contract with Electric Cities of Georgia, Inc. (ECG). This agreement provides funds up to \$5,000 per residential utility customer for the purchase and installation of energy efficient equipment and home energy efficiency improvements. These funds are required to be paid back over a 36 to 60 month period with 0% interest. As of December 31, 2011, the City had outstanding loans to residents in the amount of \$658,600, which is included in Electric's accounts receivable balance in the table above.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	Unavailable
General Fund (Special Assessments)	\$ 68,900
Street Paving Fund (Paving Assessments)	<u>55,394</u>
Total deferred/unearned revenue for governmental funds	<u>\$124,294</u>

Property taxes receivable as of December 31, 2011, are composed of the following:

<u>Year of Levy</u>	<u>General Fund</u>
2011	\$ 66,574
2010	41,282
2009	34,413
2008	16,564
2007	7,678
2006	2,682
2005	3,124
2004	<u>4,142</u>
	<u>\$ 176,459</u>

### Prepaid Expenses/Deferred Charges

Prepaid expenses and deferred charges as of year-end for the City's individual major funds, nonmajor funds, and internal service funds in the aggregate are as follows:

	<u>General</u>	<u>Community Network Services</u>	<u>Electric</u>	<u>Landfill</u>	<u>Water and Sewer</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Prepaid Expenses/Deferred Charges							
Insurance	\$ 60,940	\$ 26,397	\$ 7,273	\$ 8,169	\$ 16,465	\$ 54,570	\$ 173,814
Taxes	-	-	75,441	-	-	3,297	78,738
MEAG - Telecom Services	-	-	-	-	-	654,758	654,758
Other	-	-	14,714	-	-	14,666	29,380
Total Prepaid Expenses/Deferred Charges	<u>\$ 60,940</u>	<u>\$ 26,397</u>	<u>\$ 97,428</u>	<u>\$ 8,169</u>	<u>\$ 16,465</u>	<u>\$ 727,291</u>	<u>\$ 936,690</u>

## Capital assets

Capital asset activity for the year ended December 31, 2011 was as follows:

### Primary Government:

	Beginning Balance	Transfers	Increases	Decreases	Ending Balance
<u>Governmental activities:</u>					
Capital assets, not being depreciated:					
Land	\$ 1,512,093	-	\$ -	\$ -	\$ 1,512,093
Construction in progress	<u>1,352,081</u>	-	<u>36,452</u>	<u>(1,352,077)</u>	<u>36,456</u>
Total capital assets, not being depreciated	<u>2,864,174</u>	-	<u>36,452</u>	<u>(1,352,077)</u>	<u>1,548,549</u>
Capital assets, being depreciated:					
Buildings	7,098,815	-	20,842	-	7,119,657
Machinery and equipment	17,957,472	-	796,776	(278,782)	18,475,466
Infrastructure	<u>56,935,842</u>	-	<u>3,363,860</u>	-	<u>60,299,702</u>
Total capital assets, being depreciated	<u>81,992,129</u>	-	<u>4,181,478</u>	<u>(278,782)</u>	<u>85,894,825</u>
Less accumulated depreciation for:					
Buildings	(2,331,394)	-	(220,603)	-	(2,551,997)
Machinery and equipment	(10,417,674)	-	(1,526,440)	278,782	(11,665,332)
Infrastructure	<u>(46,698,508)</u>	-	<u>(928,877)</u>	-	<u>(47,627,385)</u>
Total accumulated depreciation	<u>(59,447,576)</u>	-	<u>(2,675,920)</u>	<u>278,782</u>	<u>(61,844,714)</u>
Total capital assets, being depreciated, net	<u>22,544,553</u>	-	<u>1,505,558</u>	-	<u>24,050,111</u>
Governmental activities capital assets, net	<u>\$25,408,727</u>	-	<u>\$1,542,010</u>	<u>\$ (1,352,077)</u>	<u>\$ 25,598,660</u>

	Beginning Balance	Transfers	Increases	Decreases	Ending Balance
<u>Business-type activities:</u>					
Capital assets, not being depreciated:					
Land	\$ 1,545,849	\$ -	\$ 76,705	\$ -	\$ 1,622,554
Construction in progress	<u>1,372,223</u>	-	<u>80,430</u>	<u>(1,056,243)</u>	<u>396,410</u>
Total capital assets, not being depreciated	<u>2,918,072</u>	-	<u>157,135</u>	<u>(1,056,243)</u>	<u>2,018,964</u>
Capital assets, being depreciated:					
Buildings	15,897,165	-	367,273	(1,785)	16,262,653
Machinery and equipment	20,913,063	-	3,094,066	(1,302,153)	22,704,976
Infrastructure	<u>93,838,098</u>	-	<u>7,178,020</u>	<u>(689,050)</u>	<u>100,327,068</u>
Total capital assets, being depreciated	<u>130,648,326</u>	-	<u>10,639,359</u>	<u>(1,992,988)</u>	<u>139,294,697</u>
Less accumulated depreciation for:					
Buildings	(3,010,993)	-	(411,083)	1,785	(3,420,291)
Machinery and equipment	<u>(9,729,909)</u>	-	<u>(2,159,548)</u>	<u>1,312,557</u>	<u>(10,576,900)</u>
Infrastructure	<u>(36,541,503)</u>	-	<u>(3,215,683)</u>	<u>575,628</u>	<u>(39,181,558)</u>
Total accumulated depreciation	<u>(49,282,405)</u>	-	<u>(5,786,314)</u>	<u>1,889,970</u>	<u>(53,178,749)</u>
Total capital assets, being depreciated, net	<u>81,365,921</u>	-	<u>4,853,045</u>	<u>(103,018)</u>	<u>86,115,948</u>
Business-type activities capital assets, net	<u>\$ 84,283,993</u>	<u>\$ -</u>	<u>\$ 5,010,180</u>	<u>\$(1,159,261)</u>	<u>\$88,134,912</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General administration	\$ 147,458
Public safety	815,982
Highways and streets	826,530
Economic development	325,482
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>560,468</u>
Total depreciation expense – governmental activities	<u>\$ 2,675,920</u>
Business-type activities:	
Community Network Services	\$ 993,003
Electric	1,469,920
Landfill	508,797
Water and Sewer	1,155,087
Non major business-type activities	<u>1,659,507</u>
Total depreciation expense – business-type activities	<u>\$ 5,786,314</u>

### Construction commitments

The City has the following active construction projects as of December 31, 2011:

	Project Authorization	Expended To Date	Commitment	Required Further Financing
Water Meter Replacement Project	<u>\$ 2,250,000</u>	<u>\$ 2,146,509</u>	<u>\$ 103,491</u>	<u>\$ 103,491</u>

# Discretely presented component units

Activity for the Downtown Development Authority (DDA) for the year ended December 31, 2011, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 40,706	\$ -	\$ -	\$ 40,706
Total capital assets, not being depreciated	40,706	-	-	40,706
Capital assets, being depreciated:				
Buildings	12,529,283	-	-	12,529,283
Infrastructure	136,921	-	-	136,921
Total capital assets, being depreciated	12,666,204	-	-	12,666,204
Less accumulated depreciation for:				
Buildings	(1,476,594)	(313,232)	-	(1,789,826)
Infrastructure	(26,712)	(9,128)	-	(35,840)
Total accumulated depreciation	(1,503,306)	(322,360)	-	(1,825,666)
Total capital assets, being depreciated, net	11,162,898	(322,360)	-	10,840,538
DDA capital assets, net	\$ 11,203,604	\$ (322,360)	\$ -	\$ 10,881,244

Activity for the Payroll Development Authority (PDA) for the year ended December 31, 2011, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 3,902,438	\$ 70,117	\$ -	\$ 3,972,555
Total capital assets, not being depreciated	3,902,438	70,117	-	3,972,555
Capital assets, being depreciated:				
Machinery and equipment	296,333	-	-	296,333
Total capital assets, being depreciated	296,333	-	-	296,333
Less accumulated depreciation for:				
Machinery and Equipment	(98,780)	(9,878)	-	(108,658)
Total accumulated depreciation	(98,780)	(9,878)	-	(108,658)
Total capital assets, being depreciated, net	197,553	(9,878)	-	187,675
PDA capital assets, net	\$ 4,099,991	\$ 60,239	\$ -	\$ 4,160,230

### Interfund receivables, payables, and transfers

Interfund balances consist of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time between the dates that interfund goods or services are provided or reimbursable expenditures occur, transactions are recorded in the accounting period, and payments between funds are made. The City expects to repay all interfund balances within one year. The composition of interfund balances as of December 31, 2011, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Landfill	\$ 306,220
	Nonmajor Governmental	1,587,459
	Nonmajor Enterprise	5,187,606
	Internal Service	1,361,135
Electric	General	8,118,825
	CNS	16,688,748
	Water and Sewer	2,094,915
	Internal Service	1,361,135
	Nonmajor Enterprise	2,619,411
Nonmajor Enterprise	Water and Sewer	4,462,605
Nonmajor Governmental	Internal Service	393,678
Internal Service Funds	Nonmajor Enterprise	<u>75,055</u>
Total		<u>\$ 44,256,792</u>

Transfers are used to report revenues and expenditures from and to funds that statute or budget requires to be collected and expended. In addition, transfers are used to report unrestricted revenues collected in the general fund to finance various programs accounted for in the other funds in accordance with budgetary authorizations and to return money to the fund from which it was originally provided, once a project is completed. All transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer. Transfers between funds during the year were as follows:

<u>Transfers In</u>	<u>Amount</u>	<u>Transfers Out</u>	<u>Amount</u>
General	\$ 8,308,162	Landfill	\$ 197,055
		Electric	5,250,000
		Community Network Services	50,000
		Nonmajor Governmental Funds	115,568
		Nonmajor Business-Type	1,710,000
		Water and Sewer	985,539
Nonmajor Business-Type	231,500	Nonmajor Governmental Funds	231,500
Water and Sewer	<u>153,212</u>	Nonmajor Business-Type	<u>153,212</u>
Total Transfers In	<u>\$ 8,692,874</u>	Total Transfers Out	<u>\$ 8,692,874</u>

## Long-term debt

### Notes Payable

Notes payable at December 31, 2011, are as follows:

	Original Principal Amount	Governmental Activities	Business-Type Activities
Note Payable due in monthly installments of \$10,379, including interest at 2.10%	\$ 1,083,615	\$ 981,096	\$ -
Note Payable due in monthly payments of accrued interest at 2.75%	77,530	-	77,530
Note Payable due in monthly installments of \$8,093, including interest at 2.10%	380,009	-	290,094
Note Payable due in monthly installments of \$3,544, including interest at 2.75%	307,847	-	273,441
Note Payable due in monthly installments of \$21,400, including interest at 2.80%	782,285	-	544,700
Note Payable due in monthly payments of accrued interest at 2.75%	187,550	-	187,550
Note Payable due in monthly installments of \$2,930, including interest at 2.80%	226,410	197,331	-
Note Payable due in monthly installments of \$28,890, including interest at 2.80%	1,057,994	-	737,310
Note Payable due in monthly installments of \$23,000, including interest at 2.10%	1,155,740	-	923,213
Note Payable due in monthly installments of \$6,000, including interest at 2.10%	757,989	-	706,311
Note Payable due in monthly installments of \$8,100, including interest at 2.80%	517,411	433,882	-
Note Payable due in monthly installments of \$4,817, including interest at 2.75%	296,472	-	250,515
Note Payable due in monthly installments of \$9,858, including interest at 2.10%	143,167	-	36,575
Note Payable due in monthly installments of \$1,300, including interest at 2.75%	114,409	102,895	-
Note Payable due in monthly installments of \$1,600, including interest at 2.80%	146,463	131,244	-
Note Payable due in monthly installments of \$9,100, including interest at 2.80%	1,265,389	-	1,191,336
Note Payable due in monthly installments of \$730, including interest at 2.75%	63,028	-	55,930
Note Payable due in monthly installments of \$2,750, including interest at 2.80%	245,518	219,179	-
Note Payable due in monthly installments of \$900, including interest at 2.80%	78,797	-	70,132
Note Payable due in monthly installments of \$7,000, including interest at 2.80%	632,608	-	565,788
Note Payable due in monthly installments of \$4,705, including interest at 2.75%	1,222,634	-	1,201,831
Note Payable due in monthly installments of \$9,156, including interest at 2.75%	1,500,000	1,121,969	-
Note Payable due in monthly payments of accrued interest at 2.75%	30,853	-	30,853
Note Payable due in monthly installments of \$7,000, including interest at 2.80%	1,000,000	-	1,000,000
Note Payable due in monthly payments of accrued interest at 2.75%	20,380	-	20,380
Note Payable due in monthly payments of \$10,545, including interest at 0.00%	693,439	-	643,250
Note Payable due in monthly payments of accrued interest at 2.75%	28,935	-	28,935
Note Payable due in monthly payments of accrued interest at 2.75%	23,055	23,055	-
Note Payable due in monthly installments of \$8,600, including interest at 2.80%	1,234,169	-	1,165,290
		<u>\$ 3,210,651</u>	<u>\$ 10,000,964</u>

Notes payable annual debt service requirements are as follows:

Fiscal year ending December 31,	Governmental		Business-Type	
	Principal	Activities Interest	Principal	Activities Interest
2012	\$ 1,433,904	\$ 78,810	\$ 2,974,399	\$ 222,750
2013	297,072	65,201	1,465,992	177,019
2014	305,498	51,205	1,003,132	136,406
2015	319,997	37,949	687,039	109,610
2016	278,577	26,895	474,485	95,532
2017-2021	575,603	35,320	1,478,200	326,426
2022-2026	-	-	1,078,047	153,647
2027-2031	-	-	266,758	91,360
2032-2036	-	-	219,050	63,250
2037-2041	-	-	251,299	31,001
2042-2043	-	-	102,563	2,373
	<u>\$ 3,210,651</u>	<u>\$ 295,380</u>	<u>\$ 10,000,964</u>	<u>\$ 1,409,374</u>
				<u>\$ 11,410,338</u>

The primary government has incurred debt to the Georgia Environmental Facilities Authority (GEFA) for various water and sewer system projects. These notes are as follows at December 31, 2011:

	Original Principal Amount	Governmental Activities	Business-Type Activities
Note Payable due in quarterly installments of \$7,769, including interest at 3.00%	\$ 2,146,509	\$ -	\$ 2,146,509
Note Payable due in monthly installments of \$1,302, including interest at 4.39%	126,269	-	106,141
		<u>\$ -</u>	<u>\$ 2,252,650</u>

GEFA notes payable annual debt service requirements are as follows:

	Business-Type Activities		
	Principal	Interest	Total
Fiscal year ending December 31,			
2012	\$ 78,126	\$ 41,250	\$ 119,376
2013	128,764	64,720	193,484
2014	132,847	60,636	193,483
2015	137,063	56,420	193,483
2016	141,415	52,069	193,484
2017-2021	597,466	162,130	759,596
2022-2026	790,580	74,674	865,254
2027	246,389	554	246,943
	<u>\$ 2,252,650</u>	<u>\$ 512,453</u>	<u>\$ 2,765,103</u>

The City has financed the purchase of equipment and vehicles through Georgia Municipal Association Lease Pool. These notes are as follows at December 31, 2011:

	Original Principal Amount	Governmental Activities	Business-Type Activities
Note Payable due in annual installments of \$3,740, plus monthly interest payments at variable rates	\$ 18,698	\$ 3,738	\$ -
Note Payable due in annual installments of \$4,300, plus monthly interest payments at variable rates	21,500	4,300	-
Note Payable due in annual installments of \$3,833, plus monthly interest payments at variable rates	19,167	3,834	-
Note Payable due in annual installments of \$7,768, plus monthly interest payments at variable rates	38,839	7,767	-
Note Payable due in annual installments of \$80,822, plus monthly interest payments at variable rates	404,110	80,822	-
Note Payable due in annual installments of \$3,740, plus monthly interest payments at variable rates	18,698	3,739	-
Note Payable due in annual installments of \$4,391, plus monthly interest payments at variable rates	21,953	-	4,390
Note Payable due in annual installments of \$7,060, plus monthly interest payments at variable rates	35,298	-	7,058
Note Payable due in annual installments of \$5,145, plus monthly interest payments at variable rates	25,725	-	5,145
Note Payable due in annual installments of \$10,799, plus monthly interest payments at variable rates	53,996	-	10,800
Note Payable due in annual installments of \$3,740, plus monthly interest payments at variable rates	18,698	-	3,738
Note Payable due in annual installments of \$37,684, plus monthly interest payments at variable rates	113,052	37,684	-
Note Payable due in annual installments of \$53,014, plus monthly interest payments at variable rates	159,041	53,020	-
Note Payable due in annual installments of \$5,453, plus monthly interest payments at variable rates	27,267	-	16,361
Note Payable due in annual installments of \$51,197, plus monthly interest payments at variable rates	255,983	-	153,589
Note Payable due in annual installments of \$4,674 plus monthly interest payments at variable rates	23,370	-	14,022
Note Payable due in annual installments of \$4,674, plus monthly interest payments at variable rates	23,370	-	14,026
		<u>\$ 194,904</u>	<u>\$ 229,129</u>

The variable interest on the GMA notes is based on the bond market association's swap index rate, which is calculated weekly. The interest rate varies depending on the City's pro-rata share of the cost pool. Service fees are also included based on forty basis points. The rate at December 31, 2011, was .493%.

GMA notes payable annual debt service requirements are as follows:

	Principal	Governmental Activities Interest	Total	Principal	Business-Type Activities Interest	Total
Fiscal year ending December 31,						
2012	\$ 194,904	\$ 4,219	\$ 199,123	\$ 97,133	\$ 4,960	\$ 102,093
2013	-	-	-	65,999	2,858	68,857
2014	-	-	-	65,997	1,429	67,426
	<u>\$ 194,904</u>	<u>\$ 4,219</u>	<u>\$ 199,123</u>	<u>\$ 229,129</u>	<u>\$ 9,247</u>	<u>\$ 238,376</u>

### Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2011, was as follows:

	Governmental Activities:		Business-Type Activities	
	Balance January 1, 2011	Additions Reductions	Balance December 31, 2011	Due Within One Year
Notes Payable - Bank	\$ 4,211,325	\$ 446,675	\$ 3,210,651	\$ 1,433,904
Notes Payable - GMA	389,805	-	194,904	194,904
Net OPEB Obligation	1,629,248	1,287,794	2,450,234	-
Compensated Absences	127,208	33,224	136,356	27,267
Governmental Activity Long-term Liabilities	\$ 6,357,586	\$ 1,767,693	\$ 5,992,145	\$ 1,656,075
Notes Payable - Bank	\$ 10,785,517	\$ 2,038,687	\$ 10,000,964	\$ 2,974,399
Notes Payable - GMA	330,082	-	229,129	97,133
Notes Payable - GEFA	1,255,383	2,146,509	2,252,650	78,126
Accrued Landfill Closures and Post-closure Costs	3,287,574	601,627	3,888,795	-
Compensated Absences	95,738	5,919	92,758	18,552
Business-Type Activity Long-term Liabilities	\$ 15,754,294	\$ 4,792,742	\$ 16,464,296	\$ 3,168,210

The compensated absences liability will be paid from the fund from which the employees' salaries are paid. Also, for the governmental activities, compensated absences are generally liquidated by the general fund.

The net OPEB obligation is currently recorded in the self insurance internal service fund. As a result, ultimately this liability will be charged out and liquidated by the various benefiting funds of the City.

## Conduit Debt

The Thomasville Payroll Development Authority and the Thomasville Downtown Development Authority have issued taxable certificates to finance various projects to improve the economic development of the City of Thomasville. The taxable certificates are limited obligations of the Authorities and are payable only from lease rental income from these projects. The bonds do not constitute an indebtedness or pledge of the faith and credit of the Authorities or of the City of Thomasville. The total amount outstanding on these certificates from these Authorities as of December 31, 2011, was \$7,016,424.

### **Net Assets: Invested in Capital Assets, Net of Related Debt**

A significant portion of the City's total net assets are invested in capital assets. This balance is reported as a separate category on the Statement of Net Assets. The balances reported as of December 31, 2011 are calculated as follows:

	<u>General Government</u>	<u>Internal Service</u>	<u>Total Governmental</u>	<u>Total Business-Type</u>
Total Capital Assets, Net of Accumulated Depreciation	\$22,384,031	\$ 3,214,629	\$25,598,660	\$ 88,134,912
Less: Total Long-term Debt on Government-Wide Statements				
Short-term Portion	(1,462,502)	(193,573)	(1,656,075)	(3,168,210)
Long-term Portion	(1,119,306)	(3,216,764)	(4,336,070)	(13,296,086)
Add: Items Not Related to Capital Assets				
Accrued Landfill Closure Costs	-	-	-	3,888,795
Net OPEB Obligation	-	2,450,234	2,450,234	-
Compensated Absences	61,577	74,779	136,356	92,758
Operational Debt (Not Capital Asset Related)	-	-	-	-
Investment in Capital Assets, Net of Related Debt	<u>\$19,863,800</u>	<u>\$ 2,329,305</u>	<u>\$22,193,105</u>	<u>\$ 75,652,169</u>

**Restricted assets**

The City has restricted cash for the following purposes:

General Reserve - Utilities	\$ 100,920
Water Reserve	974
Gas Renewal and Extensions	661
SPLOST	4,160,764
Sewer Reserve	<u>7,854</u>
Total Restricted Cash	<u>\$ 4,271,173</u>

The City has restricted investments for the following purposes:

SPLOST	\$ 3,202
Cemetery Perpetual Care	34,999
MEAG Power Cost Reduction	6,628,728
Meter Deposits	<u>948,110</u>
Total Restricted Investments	<u>\$ 7,615,039</u>

**Note 4 - Other Information**

**Hotel/Motel lodging tax**

The City Council approved giving 100% of the hotel/motel tax received by the City of Thomasville to the Destination Thomasville Tourism Authority (DTTA) (a component unit of the City of Thomasville) for use in the operating expenses for the promotion of tourism. During the year ended December 31, 2011, 100% of tax receipts were expended. The City collected and transferred revenues of \$194,088 to the DTTA and Thomas County transferred \$63,230 to the DTTA. The DTTA expended monies of \$362,367.

## **Risk management**

The City is exposed to various risks related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the State for its comprehensive general liability coverage as part of the Georgia Interlocal Risk Management Agency (GIRMA) which is a public entity risk pool currently operating as a common risk management and insurance program for member local governments. The Georgia Municipal Association (GMA) administers the risk pool.

As part of this risk pool, the City is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the fund being required to pay any claim of loss. The City is also to allow the pool's agents and attorneys to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the fund.

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member governments' contracts. The fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Coverage for the comprehensive general liability through the Georgia Interlocal Risk Management Agency is subject to a \$5,000 deductible per occurrence with a comprehensive general and law enforcement liability up to \$1,000,000, automobile liability of \$1,000,000 and public officials and employment practices liability of \$1,000,000 (aggregate limit \$5,000,000). The City is not aware of any claims outstanding for comprehensive general liability at December 31, 2011.

The City is self-insured for workers' compensation and unemployment compensation. The City has a stop loss insurance policy from a private insurance company for claims in excess of \$350,000 for workers' compensation.

As of December 31, 2011, the City has estimated a liability related to reported and unreported claims for workers' compensation and unemployment compensation and their related administrative expenses, which was incurred on or before December 31, 2011, but was not paid by the City as of that date. These claims incurred but not yet reported (IBNR) were estimated by the City to be \$6,500. The estimate is based on the ultimate cost of settling the claims, which includes the effect of inflation and other social and economic factors, which could be reasonably estimated as of December 31, 2011.

The City is also self-insured for medical and dental claims by its employees and its employees' dependents who are covered under the employee health insurance plan. The City has a stop loss policy from a private insurance company for medical claims in excess of \$110,000 per employee and \$75,000 in aggregate.

At December 31, 2011, the City has reported a liability for medical and dental claims of \$574,143, which represents reported and unreported claims and the related administrative expenses which were incurred on or before December 31, 2011, but were not paid by the City as of that date. The amounts for medical and dental claims not reported to the City were estimated using historical cost data and analysis of subsequent payments. Settlements under commercial policies have not exceeded insurance coverage for each of the past three fiscal years.

Changes in the balances of claims liabilities for medical, dental, and workers compensation during the past two years are as follows:

	Year ended <u>12/31/11</u>	Year ended <u>12/31/10</u>
Unpaid claims, beginning of fiscal year	\$ 672,718	\$ 463,585
Incurred claims (including IBNRs)	4,525,557	4,701,046
Claim payments	<u>(4,624,132)</u>	<u>(4,491,913)</u>
Unpaid claims, end of fiscal year	<u>\$ 574,143</u>	<u>\$ 672,718</u>

#### **Related organizations**

The City's officials are also responsible for appointing the members of the boards of other organizations; however, the City's accountability for the organizations does not extend beyond making the appointments. The City Council appoints board members to the Hospital Authority and Library Board.

#### **Housing Authority of Thomasville**

The Housing Authority of Thomasville is a legally separate entity and is not accountable, financially or otherwise, to the City of Thomasville. Additionally, the City has no equity interest in the Authority, nor is it liable for any debts incurred by the Authority. To obtain more information about the Authority, including its separate financial statements, write to College Terrace Community Building, 216 South College Street, Thomasville, Georgia or call (229) 228-1460.

## **Jointly governed organization**

### South Georgia Governmental Services Authority (SGGSA)

The South Georgia Governmental Services Authority was created by the South Georgia Governmental Services Authority Act (State of Georgia, House Bill 879), signed into law March 2001, for the purpose of providing governmental, proprietary, and administrative services and facilities to the City of Cairo, the City of Camilla, the City of Moultrie, and the City of Thomasville (member cities). Two members of the Board of Directors of the Authority represent each member city. The Board of Directors has the power to levy and collect annual dues from the members. Each member city will report its investment in the cable/broadband system and report its assets, liabilities, expenditures/expenses and revenues under an implied right of use in the regional components. The City of Thomasville reflects its regional assets in the Community Network Services Fund. In 2004, each member city was allocated a portion of the net assets of the South Georgia Business and Development Authority (SGBDA) which was recorded as a capital contribution. For more information, including financial statements of the Authority, write to Post Office Box 1675, Thomasville, Georgia or call (229) 225-9000.

The City of Thomasville provides management and administrative services to the Authority. At December 31, 2011, the Authority owes the City \$437,622.

## **Joint ventures**

### Southwest Georgia Regional Development Center

The City of Thomasville, in conjunction with cities and counties in the fourteen (14) county Southwest Georgia area, is a member of the Southwest Georgia Regional Development Center (RDC). Membership in an RDC is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RDCs. Each county and municipality in the state is required by law to pay minimum annual dues to the RDC. The RDC board membership includes the chief elected official of each county and the chief elected official of each municipality. The county board members and municipal board members from the same county elect one member of the board who is a resident (but not an elected or appointed official or employee of the county or municipality) to serve as the non-public board member from a county.

The RDC is not accumulating significant financial resources and is not experiencing financial stress that may cause an additional financial benefit or burden to the City of Thomasville.

The Georgia Planning Act of 1989 (O.C.G.A. 50-8-34) defines RDCs as “public agencies and instrumentalities of their members.” Georgia laws also provide that the member governments are liable for any debts or obligations of an RDC beyond its resources (O.C.G.A. 50-8-39.1). For more information, including financial statements of the RDC, write to Post Office Box 346, Camilla, Georgia.

CITY OF THOMASVILLE, GEORGIA  
Statement of Net Assets  
December 31, 2011

	Primary Government		Component Units			
	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority	Thomasville Tourism Authority	Payroll Development Authority
<b>LIABILITIES</b>						
Accounts payable and other						
current liabilities						
Intergovernmental	1,222,454	5,259,269	6,481,723	1,268	16,151	34,814
Customer deposits	750,257	1,263	751,520	200,000	39,525	2,000,000
Unearned revenue	-	1,033,283	1,033,283	-	-	-
Accrued liabilities	124,294	4,500	128,794	-	-	-
Noncurrent liabilities:	717,068	153,473	870,541	-	-	-
Due within one year	1,656,075	3,168,210	4,824,285	3,137,232	-	-
Due in more than one year	4,336,070	13,296,086	17,632,156	8,637,122	-	-
Total liabilities	8,806,218	22,916,084	31,722,302	11,975,622	55,676	2,034,814
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	22,193,105	75,652,169	97,845,274	(893,110)	-	2,160,230
Restricted for:						
Utility projects	-	907,651	907,651	-	-	-
Highways and streets	4,210,552	-	4,210,552	-	-	-
Capital expansion	-	16,455,701	16,455,701	-	-	-
Perpetual care:						
Expendable	56,872	-	56,872	-	-	-
Unexpendable	-	-	-	-	-	-
Other purposes	1,251	-	1,251	-	-	-
Unrestricted	(6,828,242)	31,090,593	24,262,351	699,406	(42,560)	26,553
Total net assets	\$ 19,633,538	\$ 124,106,114	\$ 143,739,652	\$ (193,704)	\$ (42,560)	\$ 2,186,783

The notes to the financial statements are an integral part of this statement.

## **Other organizations**

### **Thomas County Emergency Services Agency**

The governing bodies of Thomas County, Georgia and the City of Thomasville, Georgia, consolidated emergency services, consisting of fire protection services, emergency medical services, emergency management and 911 services for the citizens of Thomas County and the City of Thomasville through the establishment of an emergency services mutual aid pact, "the Thomasville Emergency Services Board." The emergency services mutual aid pact was replaced by an Authority/Agency established by the Georgia legislature (State of Georgia, House Bill 692). The City is not financially accountable for the Thomas County Emergency Services Agency; therefore, the accompanying general-purpose financial statements do not include the Thomas County Emergency Services Agency.

On November 25, 2002, the City and County adopted a joint resolution to disband the consolidated operations and distribute the property and equipment of the Agency to the respective governmental units. Effective January 3, 2003, each governmental unit was responsible for providing the emergency services as designated in the resolution. At December 31, 2011, the Agency had a note payable for \$335,304, of which the City and County each guarantee half. The City and County extended the annual commitment of funds from the Landfill to satisfy the outstanding debt by an additional three years, through 2012, not to exceed \$350,000 per year.

### **Landfill agreement**

In 1973, the City of Thomasville and Thomasville County entered into an agreement to operate a landfill. Under this agreement, Thomas County provided the land (but retains title) for the landfill and the City performed all aspects of the operations including, but not limited to budgeting, accounting, purchasing, billing, staffing, and engineering.

The original agreement was modified several times over the years. However, the terms of the agreement continue to require the City to perform all aspects of the landfill operations including, but not limited to budgeting, accounting, purchasing, billing, staffing, and engineering and to record its activities in the Landfill Enterprise Fund.

In March 2002, a new agreement between the City and Thomas County was entered into to clarify certain issues. Pursuant to this new agreement, any income generated from the landfill inures to a fund known as the Thomasville/Thomas County Landfill Enterprise Fund. Further, the operation of the landfill is the responsibility of the City and shall be treated as an enterprise separate from all other activities of the City with its own books and records. The City records all Landfill operations and activities in a separate enterprise fund known as the Landfill Enterprise Fund.

The new agreement also requires the annual determination of funds available for distribution by the City and Thomas County, along with the manner of distribution. Unless otherwise agreed upon within the time restrictions provided, the funds available for distribution will be payable in equal shares to the respective General Funds of the City and Thomas County. Funds available for distribution are based on end of year cash balances net of certain reserves for operations, capital, and closure/post closure care.

**Landfill closure and post closure care costs**

State and federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The liability for landfill closure and post closure care at December 31, 2011, of \$3,888,795 represents the cumulative amount reported to date. This liability includes \$1,005,158 post closure care costs on the Phase II landfill which was closed in 1998, as well as \$2,883,637 closure and post closure care costs on the Phase IV landfill which was opened in 1998 and Phase III landfill which was opened in 2001. As of December 31, 2011, approximately 18% of the total estimated capacity of the Phase IV and Phase III landfills has been used. The estimated remaining life of Phase IV and Phase III is 65 and 35 years, respectively. The government will recognize the remaining estimated cost of closure and post closure care of \$13,195,347 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post closure care in 2011. Actual cost may be higher because of inflation, changes in technology, or changes in regulations.

**Other Post Employment Benefits (OPEB)**

The cost of postemployment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future years when it will be paid. In adopting the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* for the year ended December 31, 2011, the City recognizes the cost of postemployment benefits in the year employee services are received, reports a Net OPEB Obligation, and provides information useful in assessing potential demands on the City's future cash flows. The OPEB plan is part of the financial statements of the City. A single financial report is not required.

Plan Description

The City provides postretirement health benefits, as required by a local ordinance, for certain employees (and dependents), who retire under the City's Defined Benefit Plan. The City's OPEB plan is a single employer plan that covers all full-time regular employees hired before June 1, 2000. The plan continues until the retiree reaches 65 years of age. As of December 31, 2011, the membership consisted of:

	Number	Average
		Age
Retirees (including disabilities) currently covered	27	60
Active employees under age 65	72	48

The City reimburses 75% of the amount of validated claims for medical and hospitalization costs incurred by qualified retirees and their dependents until the employee's out of pocket expenses reach \$3,750, at which time the City pays 100% of the costs.

## Funding Policy

The City currently funds post employment benefits on a pay-as-you-go basis with retired employees' dependents contributing on average 15% of their claims including expenses.

### Annual Other Post Employment Benefit Cost and Net OPEB Obligation

The City's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The City may apply GASB No. 45 prospectively. During the implementation year, the City started with a zero financial statement liability. From that point forward, the City will accumulate a liability called a Net OPEB Obligation, if and to the extent its actual contributions are less than the annual OPEB cost.

The Net OPEB Obligation in the financial statements was \$2,450,234 as of December 31, 2011.

Annual required contribution (ARC)	\$	1,222,624
Interest on net OPEB obligation		<u>65,170</u>
Annual OPEB cost		1,287,794
Adjustments to obligation		-
Contributions made during the year		<u>(466,808)</u>
Increase in net OPEB obligation		820,986
Net OPEB obligation -- beginning of year		<u>1,629,248</u>
Net OPEB obligation -- end of year	\$	<u>2,450,234</u>

### Additional Actuarial Information, Plan Year Ended December 31, 2011

Valuation date:	January 1, 2012
Actuarial cost method:	Aggregate
Amortization method:	N.A.
Actuarial assumptions:	
Investment rate of return	4.00%
Projected salary increases*	5.00%
* Includes inflation at	3.00%
Medical cost inflation:	8.00% in 2012, decreasing 1.00% per year to 1.00% in 2019 and later, plus general inflation of 3.00%.
Medical Claims Cost:	\$8,000 at age 50 increasing \$300 per year of age to age 65.

### Trend Information

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2009	\$ 1,222,624	23.71%	\$ 932,714
12/31/2010	\$ 1,259,933	44.72%	\$ 1,629,248
12/31/2011	\$ 1,287,794	36.25%	\$ 2,450,234

Aggregate Actuarial Cost Method: All actuarial present values are funded over the working lifetime of current employees since the plan was closed to new hires after June 1, 2000. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions (ARC) of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

### Schedule of Funding Progress

Plan Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAAL as a Percentage of Covered Payroll [(b-a) / c]
12/31/2008	\$ -	\$ 9,178,000	\$ 9,178,000	0.00%	\$ 3,805,797	241.16%
12/31/2009	\$ -	\$ 8,636,061	\$ 8,636,061	0.00%	\$ 3,916,070	220.53%
12/31/2010	\$ -	\$ 8,072,445	\$ 8,072,445	0.00%	\$ 3,595,758	224.50%
12/31/2011	\$ -	\$ 6,723,000	\$ 6,723,000	0.00%	\$ 3,652,125	184.08%

The aggregate actuarial cost method is used for funding purposes. However, because this method does not identify or separately amortize unfunded actuarial liabilities, the entry age actuarial cost method has been used to provide required information about the funded status and funding progress. The information presented in this schedule is intended to approximate the funding progress of the plan based on the use of the aggregate actuarial cost method.

### **Employee retirement systems and pension plans**

#### **A. Defined Contribution Plan**

Effective June 1, 2000, in accordance with the City Charter, the City created the City of Thomasville Retirement Savings Plan, a money purchase defined contribution plan. The plan is available to all full-time employees. An independent party, HARTFORD, who maintains an account for each Participant, has been selected to administer the plan. The City will contribute 1.75% of each plan participant's base salary. In addition, the City will make a matching contribution based on the amount that each participant defers under the Employers 457 plan, limited to an employer contribution of 6%. Benefits depend solely on amounts contributed to the plan and investment earnings, reduced by expenses and investment losses. Participants are vested in and entitled to all balances in their accounts after five years of service. The City has the right to amend the plan by resolution. For the year ended December 31, 2011, the City contributed \$577,605 to the defined contribution plan. There were no employee contributions to this plan.

#### **B. Defined Benefit Plan**

##### Plan description

The City of Thomasville Public Employee Retirement System (PERS) covered full-time employees of the City of Thomasville and its related agencies until closed in 2002. The PERS is the administrator of a single-employer defined benefit pension plan that was established by the City in accordance with the City Charter and Georgia State Statutes. Assets are held separately and may be used only for the payment of benefits to the members of the PERS. The defined benefit plan is part of the GAAP financial information of the City. A single financial report is not required. Unless otherwise indicated, PERS information is provided as of the latest actuarial valuation, January 1, 2012. Actuarial valuations are performed bi-annually and involved estimates of the value of reported amounts and assumptions about the probability of events far into the future and are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Further, actuarial calculations reflect a long-term perspective. For additional information relating to the basis of accounting and reported investment values, see Notes 1 and 3.

As of December 31, 2011, employee membership data related to the pension plan was as follows:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	116
Active plan participants	<u>75</u>
Total	<u>191</u>

The Plan was adopted in 1949 and amended through January 1, 2002. Commencing January 1, 1997, all full-time employees are eligible for Plan membership. Previously, six months of continuous service was required. Any employee whose employment with the City is terminated, and who later becomes re-employed by the City after December 31, 1996, will be treated as a new employee, and his/her prior service with the City will not be recognized for pension benefits. Employee means any person performing regular services in the employ of the City, in each and all departments thereof, except the mayor and members of the City Council, who are performing services in elective positions, as well as the following part-time employees: the City attorney, the City auditor, the City physician, and all employees of the public school system. In June 2000, the Plan was closed to new members and employees were allowed to transfer to a defined contribution plan. Pension service up to 5 years may be repurchased at 8.5% annual interest subject to certain requirements.

#### Funding policy

Employees are required by City ordinance to make contributions to the Pension Plan as follows:

Effective January 1, 1999 through February 11, 2000 - 3.00% of monthly salary;  
from February 11, 2000 through January 8, 2001 - 3.75%;  
from January 8, 2001 through January 11, 2002 - 4.00%;  
from January 11, 2002 through September 1, 2003 - 5.00%;  
from September 1, 2003 through December 31, 2004 - 6.50%; and  
from January 1, 2005 through December 31, 2011 - 7.5%.

The City is required by City ordinance to make contributions to the Pension Plan as follows:

Effective January 1, 1999 through February 11, 2000 - 3.00% of covered payroll;  
from February 11, 2000 through January 8, 2001 - 4.25%;  
from January 8, 2001 through January 11, 2002 - 4.50%  
from January 11, 2002 through September 1, 2003 - 6.00%;  
from September 1, 2003 through December 31, 2004 - 7.50%;  
from January 1, 2005 through December 31, 2005 - 10.5%; and  
from January 1, 2006 through December 31, 2011 - 11.25%.

Accumulated employee contributions are employee contributions accumulated with interest, compounded annually as follows:

Effective prior to January 1, 1971 – 2.50%;  
from January 1, 1971 through December 31, 1976 – 4.00%;  
from January 1, 1977 through December 31, 2003 – 5.00%;  
from January 1, 2004 through June 30, 2004 – 5.00%;  
from July 1, 2004 through December 31, 2004 – 3.00%;  
from January 1, 2005 through December 31, 2005 – 4.76%;  
from January 1, 2006 through December 31, 2007 – 4.73%;  
from January 1, 2008 through December 31, 2008 – 4.46%;  
from January 1, 2009 through December 31, 2010 – 3.75%; and  
from January 1, 2011 through December 31, 2011 – 4.11%.

The contribution requirements of Plan members and the City, as established, may be amended by the City Council. Administrative costs are funded with investment earnings.

Accrued Benefits, Retirement Provisions and Benefit Payment Provisions are as follows:

- Accrued Benefit

The sum of (1), (2), and (3) multiplied by (4)

- |     |  |
|-----|--|
| (1) | 1.0% of Average Monthly Salary                             |
| (2) | 0.6% of Average Monthly Salary in excess of Breakpoint One |
| (3) | 0.6% of Average Monthly Salary in excess of Breakpoint Two |
| (4) | Years of Pension Service                                   |

Breakpoints One and Two are increased or decreased every January 1 and July 1, based on the Consumer Price Index (CPI-U) for the preceding periods of May 1 through October 31, and November 1 through April 30, respectively. For December 31, 2011, breakpoints are \$2,040 and \$4,709, respectively.

- Normal Retirement

Eligibility: Employees hired before January 1, 1997: The earlier of the attainment of age 60 and 10 years of Pension Service, or the completion of 30 years of City Service. Employees hired after December 31, 1996: The attainment of age 65 and 10 years of Pension Service.

Benefit is the accrued benefit to the date of retirement.

- Early Retirement

Eligibility: Employees hired before January 1, 1997: The later of attainment of age 55 and the completion of 20 years of Pension Service. Employees hired after December 31, 1996: The later of attainment of age 60 and the completion of 10 years of Pension Service.

Benefit is the accrued benefit to the date of retirement reduced by 0.5% for each month that Early Retirement precedes Normal Retirement. For employees hired before January 1, 1997, Normal Retirement for Early Retirement reduction purposes will be the earlier of age 60 or the completion of 30 years of City Service.

- Late Retirement

Eligibility: Retirement after attaining Normal Retirement age.

Benefit is the accrued benefit to the date of retirement.

- Disability Retirement

Eligibility

Totally and permanently disabled as determined by the Social Security Administration on or after the completion of five years of Pension Service while actively employed by the City.

Benefit is the accrued benefit based on the member's Average Monthly Salary at the time of disablement and the maximum of the service years in (a), (b) or (c):

- (a) Years of Pension Service at the time of disablement,
- (b) Anticipated Years of Pension Service at age 60; or
- (c) Anticipated Years of Pension Service to age 65 (not to exceed 20)

- Death Benefits Prior to Retirement

Eligibility

Death prior to receiving retirement benefits.

Benefit for a married Member with 10 years of Pension Service, the surviving spouse may elect either of the following:

- (a) An immediate monthly benefit payable for life equal to 100% of the Member's Accrued Benefit at the time of death,
- (b) A refund of the Member's Accumulated Employee Contributions

For all other Members, the Member's beneficiary will receive a refund of the Member's Accumulated Employee Contribution.

- Death Benefits After Retirement

If a Member and/or the Member's surviving spouse has not received in monthly installments a total benefit which exceeds the value of the Member's Accumulated Employee Contributions at the time of retirement, the difference will be paid to the designated beneficiary.

Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

- Vested Benefit Upon Termination of Employment

With less than 10 years of Pension Service, the Member will receive a refund of accumulated employee contributions.

With 10 or more years of Pension Service:

- (a) The Member may elect a refund of his Accumulated Employee Contributions; or
- (b) At Normal Retirement the Member will receive a benefit equal to his/her Accrued Benefit, based on his/her Average Monthly Salary and Years of Pension Service at termination and the Plan formula in effect at the time of retirement. Should a Member elect to leave his/her contributions in the pension fund and at a later date, decide to withdraw them, interest will be credited only to the date of termination

- Normal Form of Payment

Life annuity: a monthly benefit payable for life.

- Optional Forms of Payment

Joint and Survivor Annuity: a reduced monthly benefit payable to the Member for life, with 50%, 66.67%, 75% or 100% payable to the surviving spouse for his/her remaining lifetime.

Level Income Option: a monthly benefit larger than the Life Annuity amount payable until age 62, decreasing to a benefit smaller than the Life Annuity amount after age 62. At age 62, the Member would elect to start receiving Social Security benefits. The sum of the reduced pension benefit and the Social Security benefit after age 62 will approximately equal the increased pension benefit payable prior to age 62.

- Cost of Living Adjustments

Pension benefits receive semi-annual increases or decreases every January 1 and July 1, based on the Consumer Price Index (CPI-U) for the preceding periods May 1 through October 31, and November 1 through April 30, respectively. These adjustments are limited to 1.5% per each six-month period.

Members hired after December 31, 1996, will not receive these post-retirement adjustments.

- Actuarial Equivalence

Assumed to be equal to the current valuation assumptions.

Annual pension cost and net pension obligation

Beginning 2009, the City contributed in excess of the annual required contribution. As a result, the City recorded a net pension asset. The net pension asset at December 31, 2011 totaled \$574,341. The net pension asset was calculated as follows:

Annual required contributions	\$ 1,279,293
Interest on pension asset	(108,880)
Adjustments to annual contributions	<u>47,106</u>
Annual pension cost	1,217,519
Contributions made to the plan	<u>(668,140)</u>
Decrease in net pension asset	549,379
Net pension asset, beginning of year	<u>(1,123,720)</u>
Net pension asset, end of year	<u>\$ (574,341)</u>

Actuarial Valuation Information, Plan Year Ended December 31, 2011

Valuation date:	January 1, 2012
Actuarial cost method:	Individual Entry Age
Amortization method:	Level Percent, Closed
Remaining amortization period:	12 years
Asset valuation method:	5-year smoothing
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases*	5.00%
* Includes inflation at	3.00%
Cost-of-living adjustments	
For benefit formula	3.50%
For benefit payments	2.50%

Commencing after June 15, 1996, the reporting of pension plan information in the System's financial statements is governed by Governmental Accounting Standards Board (GASB) Statement No. 25. Commencing after June 15, 1997, the City's pension reporting in its financial statements is governed by GASB Statement No. 27.

The primary disclosure of actuarial information under GASB Statement No. 25 is the Schedule of Employer Contributions. Asset information is displayed on the Statement of Plan Net Assets and the Statement of Changes in Plan Net Assets.

GASB Statement No. 27 also required measurement recognition, and display standards for pension expenditures/expenses and related liabilities, assets, note disclosures, and, if applicable, required supplementary information.

Annual required contributions are determined in accordance with the parameters specified in GASB Statements Nos. 25 and 27.

Investments and related party information

There are no investments in, loans to, or leases with parties related to the Plan. There are no assets legally reserved for purposes other than the payment of Plan member benefits. There are six securities that are each in excess of 5% of net assets, which comprise approximately 60% of the Plan's net assets available for benefits. There are no long-term contracts for contributions.

### Contributions required and made

Periodic employer contributions to the Plan are determined on a nonactuarial basis based on City ordinance as set by the City Council. Currently, the City ordinance requires the City to make contributions equivalent to 11.25% of the City's covered payroll. The City has hired an actuary as a consultant. The actuary has indicated to the City that the City's current policy of funding the plan based on 11.25% of covered payroll is adequate to meet the future obligations of the Plan. Actuarial assumptions and other information used to determine the annual required contributions (ARC) are located in the Required Supplementary Information section of this report.

Total contributions to the pension plan in 2011 amounted to \$668,140, of which \$400,917 and \$267,223 were made by the City and its employees, respectively. Contributions made by the City and its employees represent approximately 11.25% and 7.5%, respectively of covered payroll for the year.

Covered payroll refers to standard yearly earnings excluding overtime earnings of all active employees. The City's covered payroll for the year was \$3,472,230. There was no net pension obligation at December 31, 2011.

### Trend information

Fiscal year ending	Annual Required Contribution (Employees)	Percentage Contributed	Annual Pension Cost (APC)	Percentage of APC Contributed		Net Pension Obligation (Asset)	
December 31, 2002	\$ 235,275	100.00%	\$ 250,803	100.00%	\$	-	
December 31, 2003	\$ 261,376	100.00%	\$ 438,147	100.00%	\$	-	
December 31, 2004	\$ 301,310	100.00%	\$ 431,569	100.00%	\$	-	
December 31, 2005	\$ 319,658	100.00%	\$ 479,913	100.00%	\$	-	
December 31, 2006	\$ 296,395	100.00%	\$ 444,988	100.00%	\$	-	
December 31, 2007	\$ 269,442	100.00%	\$ 404,522	100.00%	\$	-	
December 31, 2008	\$ 281,780	100.00%	\$ 422,677	100.00%	\$	-	
December 31, 2009	\$ 278,941	100.00%	\$ 948,027	254.86%	\$	(1,625,268)	
December 31, 2010	\$ 271,051	100.00%	\$ 1,008,242	40.36%	\$	(1,123,720)	
December 31, 2011	\$ 267,223	100.00%	\$ 1,012,070	39.61%	\$	(574,341)	

The percentage contribution to the plan has been at least one hundred percent (100%) of the Annual Pension Cost. Therefore, the plan does not have a net pension obligation as of December 31, 2011.

## Schedule of Funding Progress

Prior to January 1, 2009, the aggregate actuarial cost method was used in determining the funding requirements and does not identify or separately amortize unfunded actuarial liabilities. These liabilities are amortized through the normal cost.

Beginning January 1, 2009, the cost method was changed to use the individual entry age actuarial cost method.

Plan Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a) / c]
12/31/2008	\$ 21,357,410	\$ 31,134,185	\$ 9,776,775	68.60%	\$ 3,805,797	256.89%
12/31/2009	\$ 22,386,337	\$ 31,526,109	\$ 9,139,772	71.01%	\$ 3,916,070	233.39%
12/31/2010	\$ 22,333,946	\$ 31,082,559	\$ 8,748,613	71.85%	\$ 3,628,251	241.12%
12/31/2011	\$ 22,099,016	\$ 31,460,075	\$ 9,361,059	70.24%	\$ 3,472,230	269.60%

## **Contingent Liabilities**

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

The City has entered into Power Sales Contracts with the Municipal Electric Authority of Georgia (MEAG). Under terms of these contracts, the City purchases power and energy for resale to its electric system customers. MEAG is authorized to establish rates and charges so as to produce revenues sufficient to cover its costs.

The City purchases all its power and energy requirements from MEAG over and above its allotment from federally-owned projects administered by Southeastern Power Administration (SEPA). The City purchased bulk power totaling \$37,690,042 from MEAG during the year ended December 31, 2011. The City's future minimum payment obligations to MEAG will be based on MEAG's costs and the City's yearly demand for bulk power supply.

MEAG has set aside funds to be used by member cities for rate stabilization necessary when new plants are placed in service or unforeseen events occur. Prior to the commencement of retail competition in Georgia, these funds are controlled by the MEAG board, and are available to the City only for certain limited purposes. In September 1999, MEAG transferred \$12,933,360 to the Municipal Competitive Trust for which the City is beneficiary. These funds were deposited in the Reserve Funded Debt Account of the Trust;

the City has no right to withdraw funds from this account without the written consent of MEAG. The value of this account at December 31, 2011, is \$13,983,759. These funds are not recorded in the City's financial statements because they are not under the control of the City.

On January 8, 2007, the City approved the issuance of \$10,000,000 in City of Thomasville general obligation school bonds, series 2007. Although the bonds are general obligations of the City and will constitute a pledge of the full faith and credit of the City, the liability for the bonds is recorded as a liability on the Statement of Net Assets for the City of Thomasville Board of Education. The outstanding bond debt as of December 31, 2011 was \$4,220,000. The bonds are payable first from the School District's share of the receipts of a special (1%) sales and use tax for educational purposes and then, to the extent necessary, from ad valorem taxes which may be levied, without limitation as to the rate or amount. As an additional security for the bonds, the School District will participate in the State of Georgia Intercept Program.

On November 8, 2011, the City approved the issuance of \$11,400,000 in City of Thomasville general obligation school bonds, series 2012. Although the bonds are general obligations of the City and will constitute a pledge of the full faith and credit of the City, the liability for the bonds will be recorded as a liability on the Statement of Net Assets for the City of Thomasville Board of Education. The bonds will be payable first from the School District's share of the receipts of a special (1%) sales and use tax for educational purposes and then, to the extent necessary, from ad valorem taxes which may be levied, without limitation as to the rate or amount. As an additional security for the bonds, the School District will participate in the State of Georgia Intercept Program.

In the normal course of business, the City guarantees loans for the Thomasville Downtown Development Authority (a component unit). As of December 31, 2011, the loans totaled \$11,774,354. The liability for the debt is included in the Statement of Net Assets for the Downtown Development Authority, but the loans are backed by the full faith and credit of the City. Further, the City will cover the debt service in the unlikely event that the project proceeds in the Authority are not sufficient to cover the debt service.

#### **Note 5 - Future Implementation of GASB Pronouncements**

The GASB has issued the following statements:

Statement #54, *Fund Balance Reporting and Governmental Fund Type Definitions*, effective for financial statements for periods beginning after June 15, 2010. This was implemented for year ending December 31, 2011.

Statement #61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, effective for financial statements for periods beginning after June 15, 2012.

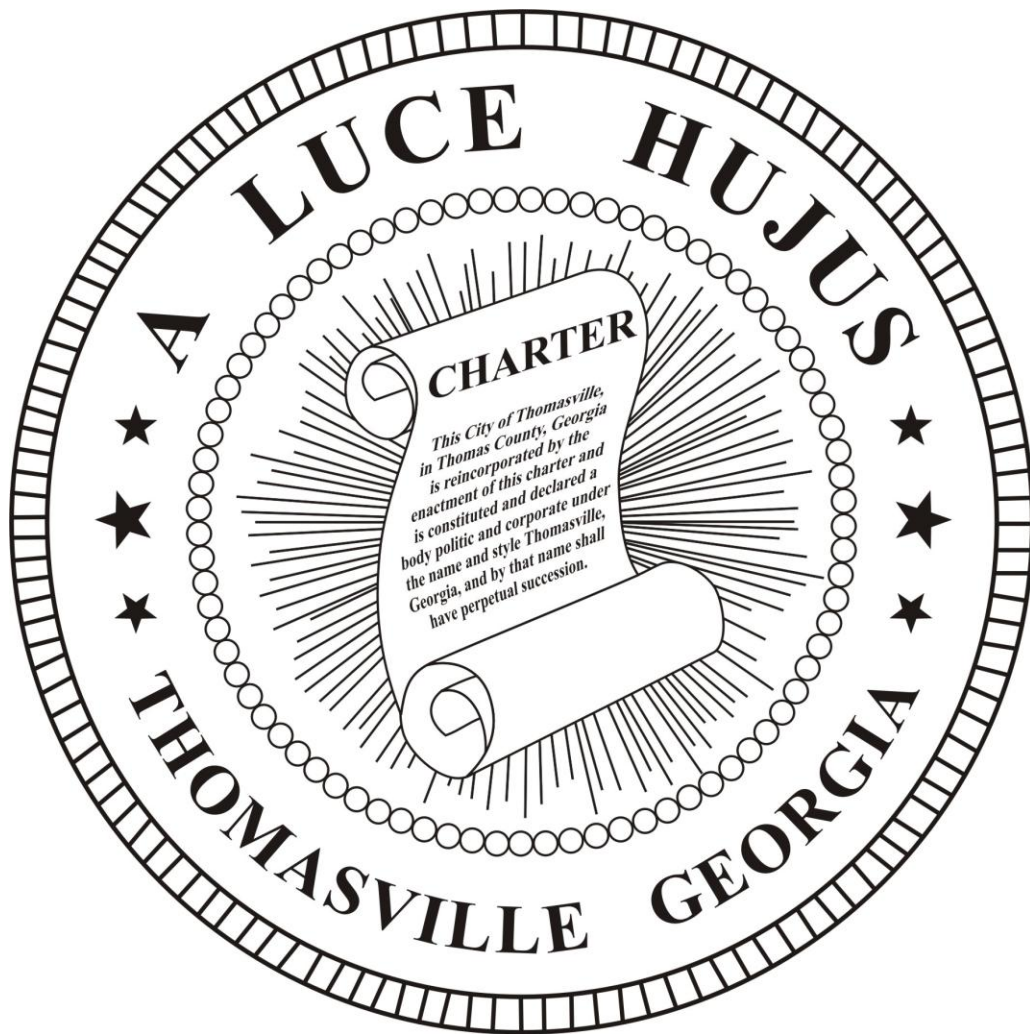
Statement #62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, effective for financial statements for periods beginning after December 15, 2011.

Statement #63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective for financial statements for periods beginning after December 15, 2011.

Statement #64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions -- an amendment of GASB Statement No. 53*, effective for financial statements for periods beginning after June 15, 2011.

These pronouncements will be implemented, if applicable, during the required year of implementation.

## Required Supplementary Information

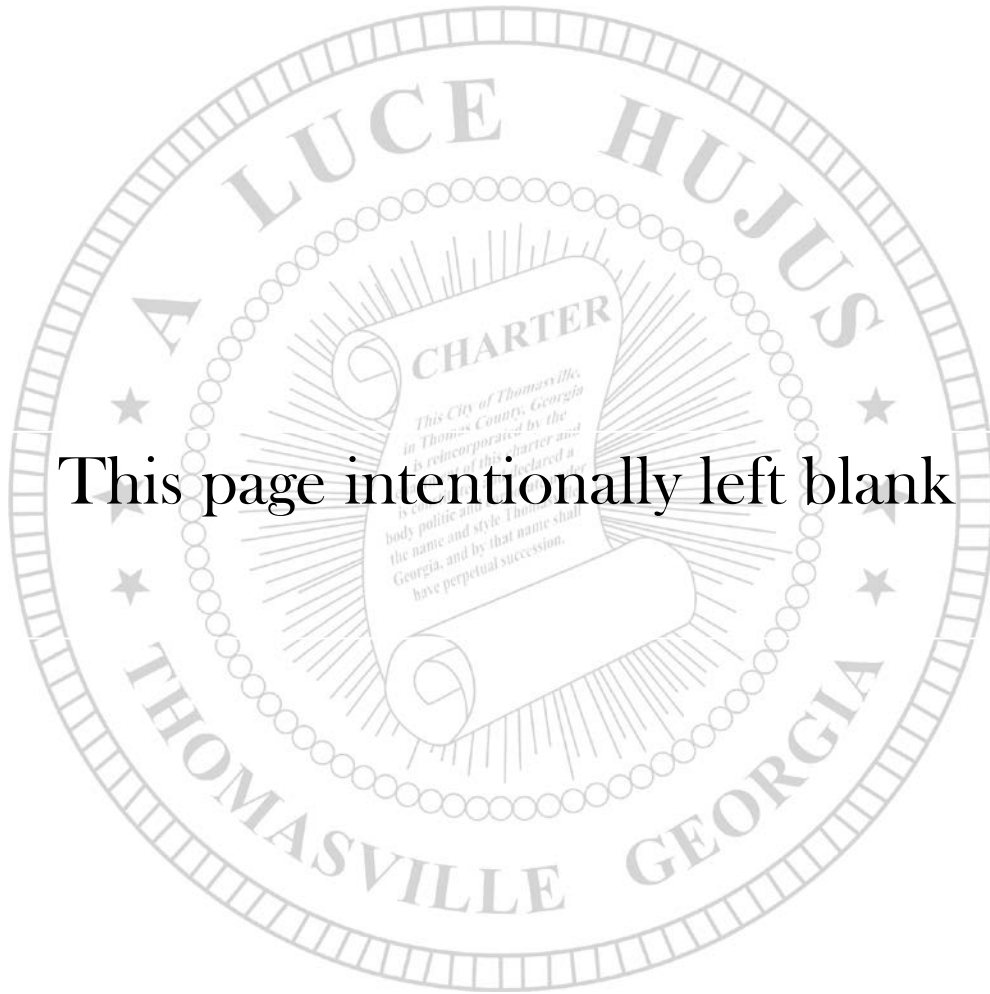


CITY OF THOMASVILLE, GEORGIA  
Required Supplementary Information  
Schedule of Employer Contributions  
for the year ended December 31, 2011

<u>Fiscal Year</u>	<u>Required Contributions (Employees)</u>	<u>Percentage Contributed</u>	<u>Required Contributions (Employer)</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation (Asset)</u>
2002	\$ 235,275	100%	\$ 250,803	100%	\$ -
2003	\$ 261,376	100%	\$ 438,147	100%	\$ -
2004	\$ 301,310	100%	\$ 431,569	100%	\$ -
2005	\$ 319,658	100%	\$ 479,913	100%	\$ -
2006	\$ 296,395	100%	\$ 444,988	100%	\$ -
2007	\$ 269,442	100%	\$ 404,522	100%	\$ -
2008	\$ 281,780	100%	\$ 422,678	100%	\$ -
2009	\$ 278,941	100%	\$ 948,027	254.86%	\$ (1,625,268)
2010	\$ 271,051	100%	\$ 1,008,242	40.36%	\$ (1,123,720)
2011	\$ 267,223	100%	\$ 1,012,070	39.61%	\$ (574,341)

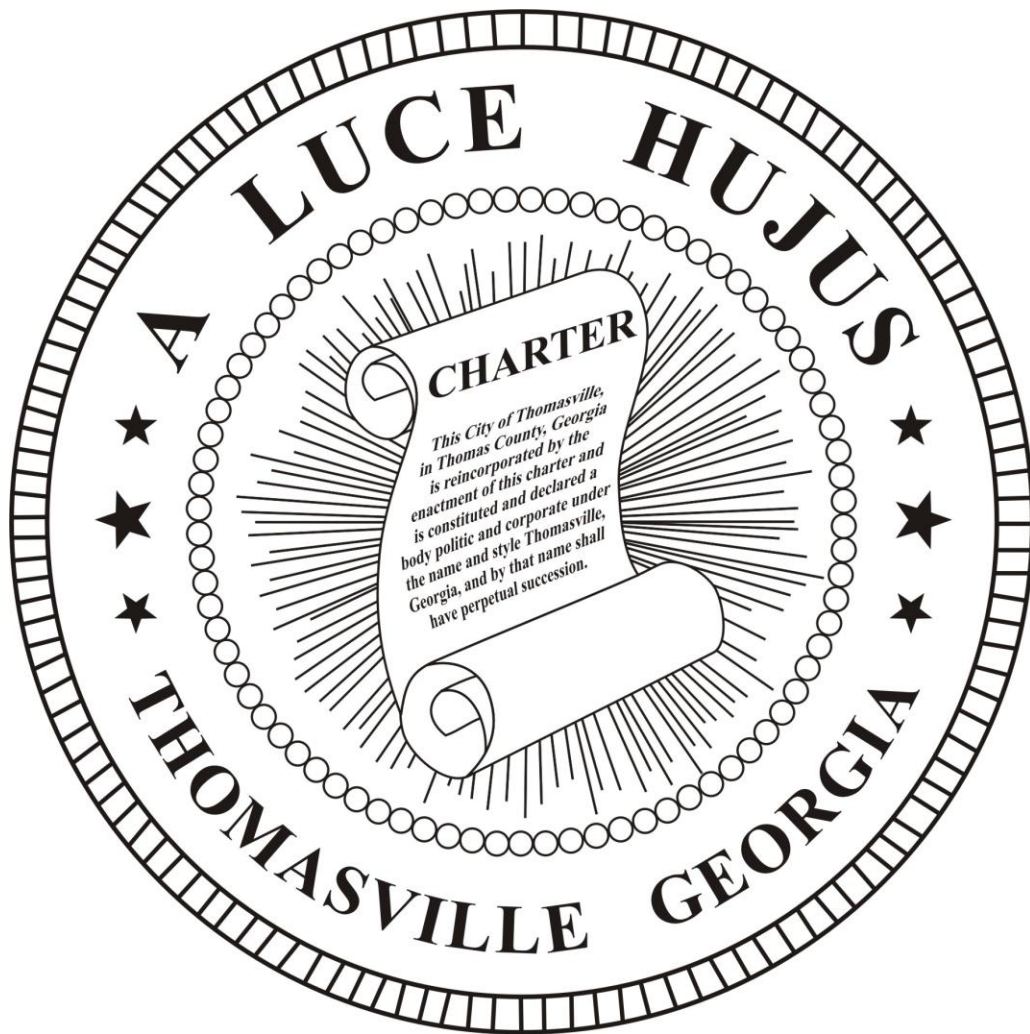
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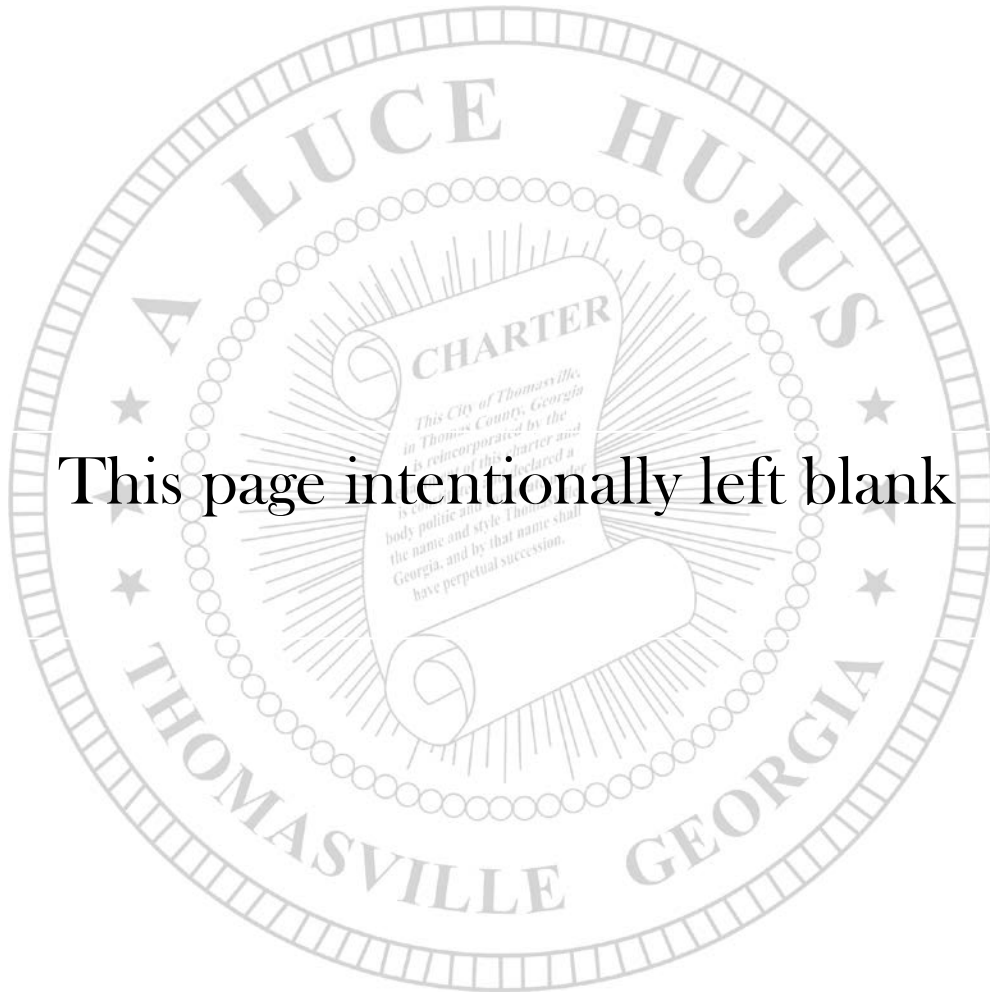
1. For fiscal years 1997 and after, the amounts in the Required Contributions column reflects required contribution amounts.
2. Beginning in 1996, excess annual required contributions are accumulated in the Contribution Reconciliation Account, which is drawn upon if actual contributions fall below the annual required contribution. The Contribution Reconciliation Account balance was \$574,341 as of as of December 31, 2011.



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# Combining and Individual Fund Statements and Schedules





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## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

**Asset Forfeiture Fund** – This fund is used to account for defaulted property.

**Downtown Surtax Fund** – This fund is used to account for the receipt and disbursement of the City assessed Downtown Improvement District Surtax.

**Economic Development Fund** – This fund is used to account for funds received and accumulated for economic development purposes.

**Parks and Recreation Fund** – This fund is used to account for the operations and maintenance of all City owned parks and recreation facilities. These operations are funded by a portion of the Thomas County Local Option Sales Tax.

**Special Hotel/Motel Tax Fund** – This fund is used to account for the receipt and disbursement of the City assessed Hotel/Motel tax.

### **Capital Project Funds**

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**CDBG Fund** – This fund is used to account for the community development block grants awarded for capital improvements or other approved projects.

**Street Paving Fund** – This fund is used to account for the receipt and disbursement of street assessment levies and the Thomas County Local Option Sales Tax.

**CHIP Fund** – This fund is used to account for the community housing improvement programs.

## **Permanent Funds**

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

**Cemetery Perpetual Care Fund** – This fund is used to account for the accumulation of resources to be used to assure the continued maintenance of the City's cemetery. Funds are contributed by owners of the cemetery plots to assure the maintenance of the cemetery in the future.

CITY OF THOMASVILLE, GEORGIA  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2011

Special Revenue						
	Asset Forfeiture	Downtown Surtax	Economic Development	Parks and Recreation	Special Hotel/Motel Tax	Total
<b>ASSETS</b>						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	-
Investments	-	-	-	-	-	-
Taxes receivable	-	4,303	-	-	-	4,303
Notes receivable	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-
Due from other funds	178,593	24,135	-	-	1,251	203,979
Prepaid items	-	-	-	7,711	-	7,711
Total assets	178,593	28,438	-	7,711	1,251	215,993
<b>LIABILITIES</b>						
Accounts payable	-	-	-	16,359	-	16,359
Due to other funds	-	-	440	1,104,177	-	1,104,617
Deferred revenue	-	-	-	-	-	-
Accrued liabilities	-	-	-	618	-	618
Total liabilities	-	-	440	1,121,154	-	1,121,594
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	7,711	-	7,711
Restricted	178,593	28,438	-	-	1,251	208,282
Assigned	-	-	-	-	-	-
Unrestricted	-	-	(440)	(1,121,154)	-	(1,121,594)
Total fund balances	178,593	28,438	(440)	(1,113,443)	1,251	(905,601)
Total liabilities and fund balances	\$ 178,593	\$ 28,438	\$ -	\$ 7,711	\$ 1,251	\$ 215,993

This statement is continued on the next page.

CITY OF THOMASVILLE, GEORGIA  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2011

	Capital Project				Permanent Funds		Total Nonmajor Governmental Funds
	CDBG	Street Paving	Multiple Grants	Total	Cemetery Perpetual Care		
<b>ASSETS</b>							
Cash	\$ 1,680	\$ -	\$ 224	\$ 1,904	\$ 81,873	\$	83,777
Investments	-	-	-	-	34,999		34,999
Taxes receivable	-	-	-	-	-		4,303
Notes receivable	-	32,424	-	32,424	-		32,424
Interest receivable	-	7,103	-	7,103	-		7,103
Due from other funds	-	189,699	-	189,699	-		393,678
Prepaid items	-	-	-	-	-		7,711
Total assets	<u>1,680</u>	<u>229,226</u>	<u>224</u>	<u>231,130</u>	<u>116,872</u>		<u>563,995</u>
<b>LIABILITIES</b>							
Accounts payable	-	-	-	-	-		16,359
Due to other funds	8,390	-	414,452	422,842	60,000		1,587,459
Deferred revenue	-	55,394	-	55,394	-		55,394
Accrued liabilities	-	-	-	-	-		618
Total liabilities	<u>8,390</u>	<u>55,394</u>	<u>414,452</u>	<u>478,236</u>	<u>60,000</u>		<u>1,659,830</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-		7,711
Restricted	-	173,832	-	173,832	56,872		438,986
Assigned	-	-	-	-	-		-
Unrestricted	(6,710)	-	(414,228)	(420,938)	-		(1,542,532)
Total fund balances	<u>(6,710)</u>	<u>173,832</u>	<u>(414,228)</u>	<u>(247,106)</u>	<u>56,872</u>		<u>(1,095,835)</u>
Total liabilities and fund balances	<u>\$ 1,680</u>	<u>\$ 229,226</u>	<u>\$ 224</u>	<u>\$ 231,130</u>	<u>\$ 116,872</u>	<u>\$</u>	<u>563,995</u>

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CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
for the year ended December 31, 2011

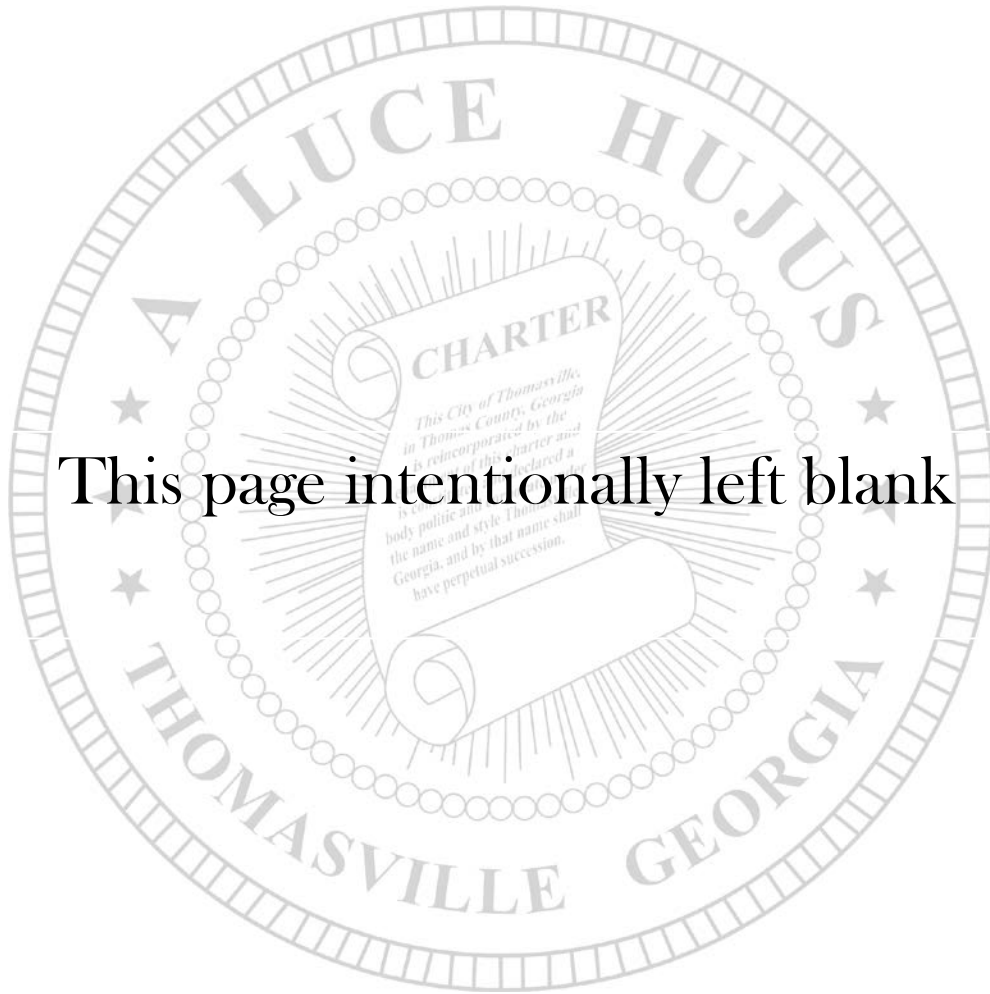
	Special Revenue				
	Asset Forfeiture	Downtown Surfux	Economic Development	Parks and Recreation	Special Hotel/Motel Tax
					Total
REVENUES					
Taxes, general	\$ -	\$ 16,348	\$ -	\$ -	\$ 16,348
Sales taxes, general	-	-	-	1,557,475	1,557,475
Sales taxes, selective	-	-	-	-	194,088
Intergovernmental	72,386	-	-	-	72,386
Investment earnings	-	-	-	-	-
Total revenues	72,386	16,348	-	1,557,475	1,840,297
EXPENDITURES					
Current:					
Public safety:					
Supplies	67,346	-	-	-	67,346
Highways and streets:					
Personal services	-	-	-	-	-
Contracted services	-	-	-	-	-
Economic development:					
Contracted services	-	-	438	-	438
Other costs	-	10,000	-	-	10,000
Culture and recreation:					
Personal services	-	-	-	77,361	77,361
Contracted services	-	-	-	1,017,688	1,017,688
Supplies	-	-	-	39,354	39,354
Interfund charges	-	-	-	28,175	28,175
Debt service:					
Principal	-	-	486,698	102,519	589,217
Interest	-	-	2,537	22,029	24,566
Capital outlay:					
Highways and streets	-	-	-	-	-
Economic development	-	-	-	-	-
Total expenditures	67,346	10,000	489,673	1,287,126	2,048,233
Excess (deficiency) of revenues over expenditures	5,040	6,348	(489,673)	270,349	(207,936)
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	-	(327,068)	(327,068)
Total other financing sources (uses)	-	-	-	(327,068)	(327,068)
Net change in fund balances	5,040	6,348	(489,673)	(56,719)	(535,004)
Fund balances, beginning	173,553	22,090	489,233	(1,056,724)	(370,597)
Fund balances, ending	178,593	28,438	(440)	(1,113,443)	(905,601)

This statement is continued on the next page.

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
for the year ended December 31, 2011

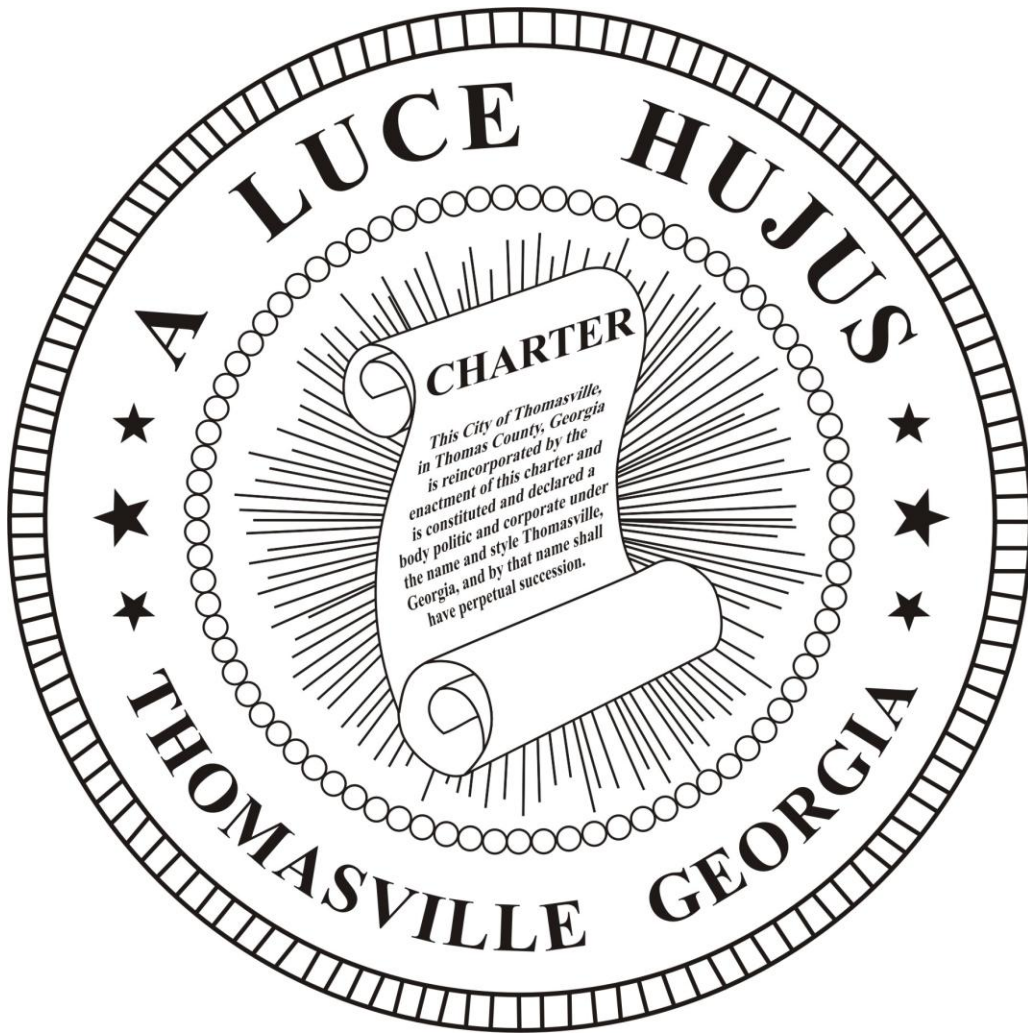
	Capital Project				Permanent Funds	Total Nonmajor Governmental Funds
	CDBG	Street Paving	Multiple Grants	Total	Cemetery Perpetual Care	
<b>REVENUES</b>						
Taxes, general	\$ -	\$ -	\$ -	\$ -	-	16,348
Sales taxes, general	-	-	-	-	-	1,557,475
Sales taxes, selective	-	-	-	-	-	194,088
Intergovernmental	471,938	-	285,445	757,383	-	829,769
Investment earnings	-	1,063	-	1,063	330	1,393
Total revenues	471,938	1,063	285,445	758,446	330	2,599,073
<b>EXPENDITURES</b>						
Current:						
Public safety:						
Supplies	-	-	-	-	-	67,346
Highways and streets:						
Personal services	7,213	-	-	7,213	-	7,213
Contracted services	6,850	-	150,000	156,850	-	156,850
Economic development:						
Contracted services	-	-	-	-	-	438
Other costs	-	-	-	-	-	204,088
Culture and recreation:						
Personal services	-	-	-	-	-	77,361
Contracted services	-	-	-	-	-	1,017,688
Supplies	-	-	-	-	-	39,354
Interfund charges	-	96,624	-	96,624	-	124,799
Debt service:						
Principal	-	-	-	-	-	589,217
Interest	-	-	-	-	-	24,566
Capital outlay:						
Highways and streets	-	-	173,264	173,264	-	173,264
Economic development	466,880	-	-	466,880	-	466,880
Total expenditures	480,943	96,624	323,264	900,831	-	2,949,064
Excess (deficiency) of revenues over expenditures	(9,005)	(95,561)	(37,819)	(142,385)	330	(349,991)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	-	-	-	-	(20,000)	(347,068)
Total other financing sources (uses)	-	-	-	-	(20,000)	(347,068)
Net change in fund balances	(9,005)	(95,561)	(37,819)	(142,385)	(19,670)	(697,059)
Fund balances, beginning	2,295	269,393	(376,409)	(104,721)	76,542	(398,776)
Fund balances, ending	\$ (6,710)	\$ 173,832	\$ (414,228)	\$ (247,106)	\$ 56,872	\$ (1,095,835)

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Schedules of Revenues, Expenditures  
And Changes in Fund Balances –  
Budget and Actual



CITY OF THOMASVILLE, GEORGIA  
Special Purpose Local Option Sales Tax (SPLOST) Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Sales taxes, general	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,800,000	1,800,000	2,107,694	307,694
Charges for services	-	-	973	973
Investment earnings	53,199	53,199	93,963	40,764
Total revenues	<u>1,853,199</u>	<u>1,853,199</u>	<u>2,202,630</u>	<u>349,431</u>
EXPENDITURES				
Current:				
Highways and streets:				
Contracted services	59,352	59,352	96,624	(37,272)
Capital outlay	<u>3,627,603</u>	<u>3,627,603</u>	<u>1,107,965</u>	<u>2,519,638</u>
Total expenditures	<u>3,686,955</u>	<u>3,686,955</u>	<u>1,204,589</u>	<u>2,482,366</u>
Excess (deficiency) of revenues over expenditures	<u>(1,833,756)</u>	<u>(1,833,756)</u>	<u>998,041</u>	<u>2,831,797</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Debt issuance	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,833,756)	(1,833,756)	998,041	2,831,797
Fund balances, beginning	<u>3,038,679</u>	<u>3,038,679</u>	<u>3,038,679</u>	<u>-</u>
Fund balances, ending	<u>\$ 1,204,923</u>	<u>\$ 1,204,923</u>	<u>\$ 4,036,720</u>	<u>\$ 2,831,797</u>

CITY OF THOMASVILLE, GEORGIA  
 Asset Forfeiture Fund  
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
 for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 11,684	\$ 11,684	\$ 72,386	\$ 60,702
Total revenues	<u>11,684</u>	<u>11,684</u>	<u>72,386</u>	<u>60,702</u>
EXPENDITURES				
Current:				
Public safety:				
Supplies	24,658	24,658	67,346	(42,688)
Total expenditures	<u>24,658</u>	<u>24,658</u>	<u>67,346</u>	<u>(42,688)</u>
Excess (deficiency) of revenues over expenditures	(12,974)	(12,974)	5,040	18,014
Fund balances, beginning	<u>173,553</u>	<u>173,553</u>	<u>173,553</u>	<u>-</u>
Fund balances, ending	<u>\$ 160,579</u>	<u>\$ 160,579</u>	<u>\$ 178,593</u>	<u>\$ 18,014</u>

CITY OF THOMASVILLE, GEORGIA  
Downtown Surtax Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes, general	\$ 15,155	\$ 15,155	\$ 16,348	\$ 1,193
Total revenues	<u>15,155</u>	<u>15,155</u>	<u>16,348</u>	<u>1,193</u>
EXPENDITURES				
Current:				
Economic development:				
Other costs	12,000	12,000	10,000	2,000
Total expenditures	<u>12,000</u>	<u>12,000</u>	<u>10,000</u>	<u>2,000</u>
Excess (deficiency) of revenues over expenditures	<u>3,155</u>	<u>3,155</u>	<u>6,348</u>	<u>3,193</u>
Fund balances, beginning	<u>22,090</u>	<u>22,090</u>	<u>22,090</u>	<u>-</u>
Fund balances, ending	<u>\$ 25,245</u>	<u>\$ 25,245</u>	<u>\$ 28,438</u>	<u>\$ 3,193</u>

CITY OF THOMASVILLE, GEORGIA  
Economic Development Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
Economic development:				
Contracted services	-	-	438	(438)
Debt service:				
Principal	112,072	112,072	486,698	(374,626)
Interest	13,493	13,493	2,537	10,956
Total expenditures	125,565	125,565	489,673	(364,108)
Excess (deficiency) of revenues over expenditures	(125,565)	(125,565)	(489,673)	(364,108)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	(125,565)	(125,565)	(489,673)	(364,108)
Fund balances, beginning	489,233	489,233	489,233	-
Fund balances, ending	\$ 363,668	\$ 363,668	\$ (440)	\$ (364,108)

CITY OF THOMASVILLE, GEORGIA  
Parks and Recreation Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Sales taxes, general	\$ 1,560,000	\$ 1,560,000	\$ 1,557,475	\$ (2,525)
Total revenues	<u>1,560,000</u>	<u>1,560,000</u>	<u>1,557,475</u>	<u>(2,525)</u>
EXPENDITURES				
Current:				
Culture and recreation:				
Personal services	72,131	72,131	77,361	(5,230)
Contracted services	966,644	966,644	1,017,688	(51,044)
Supplies	42,378	42,378	39,354	3,024
Interfund charges	24,762	24,762	28,175	(3,413)
Debt service:				
Principal	95,911	95,911	102,519	(6,608)
Interest	28,637	28,637	22,029	6,608
Total expenditures	<u>1,230,463</u>	<u>1,230,463</u>	<u>1,287,126</u>	<u>(56,663)</u>
Excess (deficiency) of revenues over expenditures	<u>329,537</u>	<u>329,537</u>	<u>270,349</u>	<u>(59,188)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(327,068)	(327,068)	(327,068)	-
Total other financing sources (uses)	<u>(327,068)</u>	<u>(327,068)</u>	<u>(327,068)</u>	<u>-</u>
Net change in fund balances	2,469	2,469	(56,719)	(59,188)
Fund balances, beginning	<u>(1,056,724)</u>	<u>(1,056,724)</u>	<u>(1,056,724)</u>	<u>-</u>
Fund balances, ending	<u>\$ (1,054,255)</u>	<u>\$ (1,054,255)</u>	<u>\$ (1,113,443)</u>	<u>\$ (59,188)</u>

CITY OF THOMASVILLE, GEORGIA  
Special Hotel/Motel Tax Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Sales taxes, selective	\$ 200,000	\$ 200,000	\$ 194,088	\$ (5,912)
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>194,088</u>	<u>(5,912)</u>
EXPENDITURES				
Current:				
Economic development:				
Other costs	200,000	200,000	194,088	5,912
Total expenditures	<u>200,000</u>	<u>200,000</u>	<u>194,088</u>	<u>5,912</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning	<u>1,251</u>	<u>1,251</u>	<u>1,251</u>	<u>-</u>
Fund balances, ending	<u>\$ 1,251</u>	<u>\$ 1,251</u>	<u>\$ 1,251</u>	<u>-</u>

CITY OF THOMASVILLE, GEORGIA  
Community Development Block Grant (CDBG) Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 875,000	\$ 875,000	\$ 471,938	\$ (403,062)
Total revenues	<u>875,000</u>	<u>875,000</u>	<u>471,938</u>	<u>(403,062)</u>
EXPENDITURES				
Current:				
Highways and streets:				
Personal services	-	-	7,213	(7,213)
Contracted services	21,000	21,000	6,850	14,150
Capital outlay	854,000	854,000	466,880	387,120
Total expenditures	<u>875,000</u>	<u>875,000</u>	<u>480,943</u>	<u>394,057</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(9,005)</u>	<u>(9,005)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(36,000)	(36,000)	-	36,000
Total other financing sources (uses)	<u>(36,000)</u>	<u>(36,000)</u>	<u>-</u>	<u>36,000</u>
Net change in fund balance	(36,000)	(36,000)	(9,005)	26,995
Fund balances, beginning	<u>2,295</u>	<u>2,295</u>	<u>2,295</u>	<u>-</u>
Fund balances, ending	<u>\$ (33,705)</u>	<u>\$ (33,705)</u>	<u>\$ (6,710)</u>	<u>\$ 26,995</u>

CITY OF THOMASVILLE, GEORGIA  
Street Paving Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Investment earnings	\$ (1,211)	\$ (1,211)	\$ 1,063	\$ 2,274
Total revenues	<u>(1,211)</u>	<u>(1,211)</u>	<u>1,063</u>	<u>2,274</u>
EXPENDITURES				
Current:				
Highways and streets:				
Interfund charges	47,000	47,000	96,624	(49,624)
Total expenditures	<u>47,000</u>	<u>47,000</u>	<u>96,624</u>	<u>(49,624)</u>
Excess (deficiency) of revenues over expenditures	(48,211)	(48,211)	(95,561)	(47,350)
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(48,211)	(48,211)	(95,561)	(47,350)
Fund balances, beginning	269,393	269,393	269,393	-
Fund balances, ending	<u>\$ 221,182</u>	<u>\$ 221,182</u>	<u>\$ 173,832</u>	<u>\$ (47,350)</u>

## CITY OF THOMASVILLE, GEORGIA

## Multiple Grants

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 285,445	\$ 285,445
Total revenues	-	-	285,445	285,445
EXPENDITURES				
Current:				
Contracted services	-	-	150,000	(150,000)
Capital Outlay	-	-	173,264	(173,264)
Total expenditures	-	-	323,264	(323,264)
Excess (deficiency) of revenues over expenditures	-	-	(37,819)	(37,819)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	(37,819)	(37,819)
Fund balances, beginning	(376,409)	(376,409)	(376,409)	-
Fund balances, ending	<u>\$ (376,409)</u>	<u>\$ (376,409)</u>	<u>\$ (414,228)</u>	<u>\$ (37,819)</u>

CITY OF THOMASVILLE, GEORGIA  
Cemetery Perpetual  
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
for the year ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 300	\$ 300	\$ 330	\$ 30
Total revenues	<u>300</u>	<u>300</u>	<u>330</u>	<u>30</u>
EXPENDITURES				
Current:				
Contracted services	-	-	-	-
Capital Outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>300</u>	<u>300</u>	<u>330</u>	<u>30</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(20,000)	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net change in fund balance	(19,700)	(19,700)	(19,670)	30
Fund balances, beginning	<u>76,542</u>	<u>76,542</u>	<u>76,542</u>	<u>-</u>
Fund balances, ending	<u>\$ 56,842</u>	<u>\$ 56,842</u>	<u>\$ 56,872</u>	<u>\$ 30</u>

## **Nonmajor Enterprise Funds**

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body 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.

**Auditorium Fund** – This fund is used to account for the operation of the Municipal Auditorium. All activities necessary to provide such services are accounted for in this fund.

**Airport Fund** – This fund is used to account for the operation of the Thomasville Municipal Airport. All activities necessary to provide such services are accounted for in this fund.

**Golf Course Fund** – This fund is used to account for the operation of the Country Oaks Golf course. All activities necessary to provide such services are accounted for in this fund.

**Natural Gas Fund** – This fund is used to account for the cost of providing natural gas services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.

**Rose.Net Fund** – This fund is used to account for the cost of providing Internet services to the citizens of the City and surrounding areas.

**Sanitation Fund** – This fund is used to account for the cost of providing commercial and residential refuse and trash collection services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.

**Telecommunications Fund** – This fund is used to account for the cost of providing telecommunications services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.

**Telephony Fund** – This fund is used to account for the cost of providing telephony services to the citizens of the City and surrounding areas. All activities necessary to provide such services are accounted for in this fund.

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Net Assets  
Nonmajor Enterprise Funds  
December 31, 2011

Business-Type Activities

	Auditorium	Airport	Golf Course	Natural Gas	Rose.net	Sanitation	Tele-communications	Telephony	Total
<b>ASSETS</b>									
Current:									
Cash	\$ -	\$ 894	\$ 650	\$ -	\$ 20,249	\$ -	\$ -	\$ -	\$ 21,793
Accounts receivable	-	34,647	53,752	843,087	546,879	430,659	403,766	284,202	2,596,992
Due from other funds	-	-	-	3,064,515	378,327	-	-	1,019,763	4,462,605
Inventories	-	91,017	39,478	139,696	537,874	946,200	-	-	1,754,265
Prepaid items	1,425	6,147	4,646	4,883	79	7,036	656,375	-	680,591
Total current assets	1,425	132,705	98,526	4,052,181	1,483,408	1,383,895	1,060,141	1,303,965	9,516,246
Noncurrent:									
Restricted assets:									
Cash	-	-	-	661	-	-	-	-	661
Total restricted assets	-	-	-	661	-	-	-	-	661
Capital assets:									
Land and land improvements	76,705	606,824	650,990	22,534	-	-	-	-	1,357,053
Buildings	2,125,106	4,456,670	415,992	243,532	-	1,289,407	324,839	-	8,855,546
Machinery and equipment	-	1,231,072	100,796	228,484	2,004,004	2,591,357	2,147,494	226,336	8,529,543
Infrastructure	-	9,572,243	872,532	2,700,468	-	-	-	715,486	13,860,729
Less accumulated depreciation	(1,087,160)	(6,024,511)	(784,499)	(1,399,575)	(675,332)	(1,447,190)	(1,057,325)	(255,946)	(12,731,538)
Total capital assets (net of accumulated depreciation)	1,114,651	9,842,298	1,255,811	1,795,443	1,328,672	2,433,574	1,415,008	685,876	19,871,333
Total noncurrent assets	1,114,651	9,842,298	1,255,811	1,795,104	1,328,672	2,433,574	1,415,008	685,876	19,871,994
Total assets	1,116,076	9,975,003	1,354,337	5,848,285	2,812,080	3,817,469	2,475,149	1,989,841	29,388,240

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CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Net Assets  
Nonmajor Enterprise Funds  
December 31, 2011

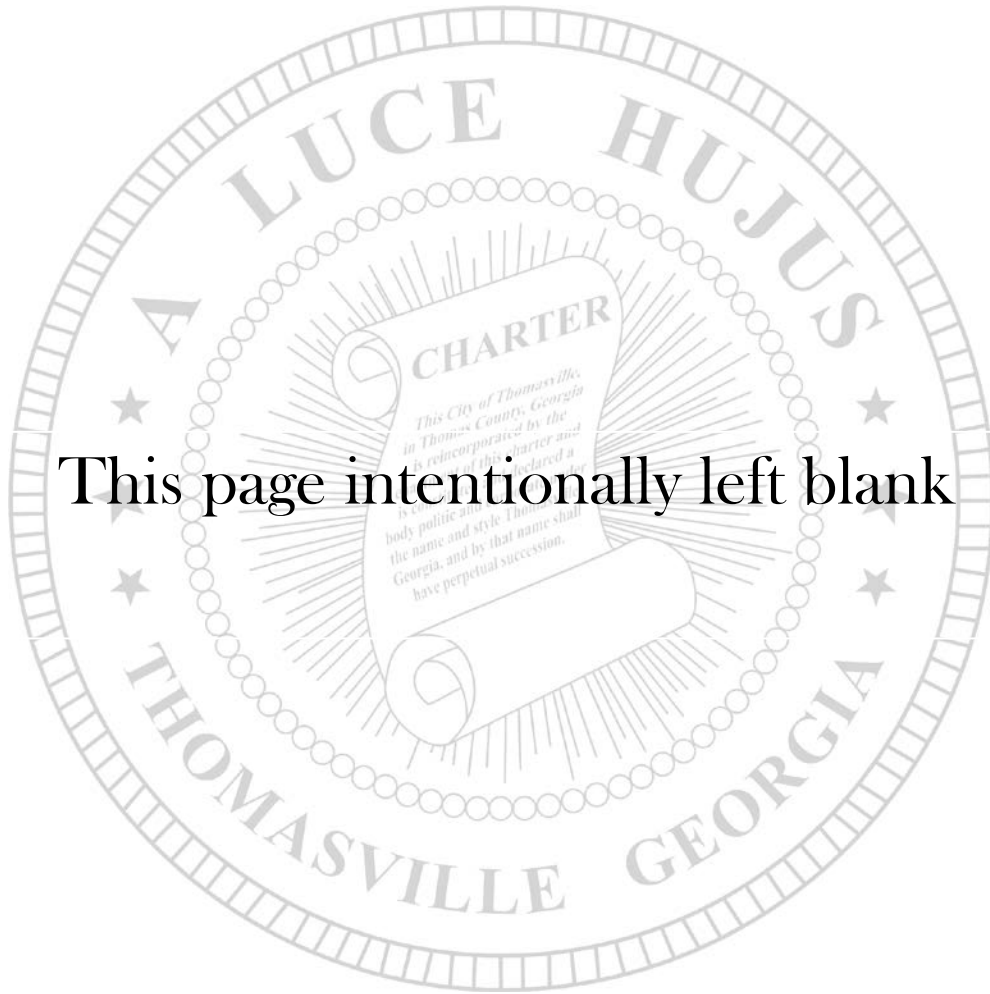
Business-Type Activities

	Auditorium	Airport	Golf Course	Natural Gas	Rosa.net	Sanitation	Tele-communications	Telephony	Total
<b>LIABILITIES</b>									
Current:									
Accounts payable	6,814	33,253	12,120	237,056	112,159	86,032	161,292	64,893	713,619
Sales tax payable	-	12,620	2,738	19,301	97	-	-	-	34,756
Customer deposits	-	-	-	-	-	-	-	22,454	22,454
Due to other funds	760,985	1,281,115	2,484,904	-	-	1,320,972	2,034,096	-	7,882,072
Unearned revenue	-	4,500	-	-	-	-	-	-	4,500
Accrued liabilities	189	5,270	4,821	7,822	8,886	18,002	719	21,197	66,906
Current portion of long-term debt	-	312,912	45,573	6,914	-	1,221,887	159,094	-	1,746,380
Total current liabilities	767,988	1,649,670	2,550,156	271,093	121,142	2,646,893	2,355,201	108,544	10,470,687
Noncurrent:									
Accrued compensated absences	-	-	2,232	5,845	-	25,395	-	-	33,472
Notes payable, less current portion	-	2,085,572	717,226	10,907	-	70,483	696,788	-	3,580,976
Total noncurrent liabilities	-	2,085,572	719,458	16,752	-	95,878	696,788	-	3,614,448
Total liabilities	767,988	3,735,242	3,269,614	287,845	121,142	2,742,771	3,051,989	108,544	14,085,135
<b>NET ASSETS</b>									
Invested in capital assets, net of related debt	1,114,651	7,443,814	493,571	1,779,083	1,328,672	1,147,553	559,126	685,876	14,552,346
Restricted for gas renewal	-	-	-	886,121	-	-	-	-	886,121
Unrestricted	(766,563)	(1,204,053)	(2,408,848)	2,895,236	1,362,266	(72,855)	(1,135,966)	1,195,421	(135,362)
Total net assets	348,088	6,239,761	(1,915,277)	5,560,440	2,690,938	1,074,698	(576,840)	1,881,297	15,303,105

This statement is continued from the previous page.

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Nonmajor Enterprise Funds  
for the year ended December 31, 2011

	Business-Type Activities								
	Auditorium	Airport	Golf Course	Natural Gas	Rose.net	Sanitation	Tele-communications	Telephony	Total
Operating revenues:									
Charges for sales and services	\$ 150,671	\$ 2,208,341	\$ 444,080	\$ 250,645	\$ 4,176,907	\$ 4,784,545	\$ 1,313,785	\$ 2,454,353	\$ 15,783,327
Intergovernmental	-	97,353	-	-	-	-	-	-	97,353
Metered sales	-	-	-	4,057,727	-	-	-	-	4,057,727
Miscellaneous revenue	-	-	-	-	39,706	-	-	-	39,706
Total operating revenues	150,671	2,305,694	444,080	4,308,372	4,216,613	4,784,545	1,313,785	2,454,353	19,978,113
Operating expenses:									
Personal services	11,510	290,378	328,667	302,320	577,727	1,388,132	-	-	2,898,734
Contracted services	111,569	130,219	281,687	332,981	288,661	1,856,689	169,307	1,154,846	4,325,959
Cost of sales	-	1,476,890	73,883	2,320,908	1,905,704	-	183,060	-	5,960,445
Supplies	4,375	100,558	138,186	78,897	96,440	67,423	231,214	-	717,093
Interfund charges	6,107	91,599	82,344	670,943	463,217	934,280	128,218	641,543	3,018,251
Depreciation	121,165	528,075	58,414	134,404	172,367	339,111	218,529	87,442	1,659,507
Other costs	-	-	-	11,159	48,176	49,461	212,354	-	321,150
Total operating expenses	254,726	2,617,719	963,181	3,831,612	3,552,292	4,635,096	1,142,682	1,883,831	18,901,139
Operating income (loss)	(104,055)	(312,025)	(519,101)	456,760	664,321	149,449	171,103	570,522	1,076,974
Nonoperating revenues (expenses):									
Gain on sale of capital assets	-	1,900	-	4,180	-	2,956	-	-	9,036
Investment earnings	-	-	-	1,726	-	-	-	-	1,726
Interest expense	(2,990)	(60,062)	(16,283)	(384)	(97)	(40,307)	(24,381)	(2,422)	(146,926)
Total nonoperating revenue (expenses)	(2,990)	(58,162)	(16,283)	5,522	(97)	(37,351)	(24,381)	(2,422)	(136,164)
Income (loss) before transfers	(107,045)	(370,187)	(535,384)	462,282	664,224	112,098	146,722	568,100	940,810
Transfers in	-	-	231,500	-	-	-	-	-	231,500
Transfers out	-	-	-	(353,212)	(600,000)	(550,000)	-	(360,000)	(1,863,212)
Change in net assets	(107,045)	(370,187)	(303,884)	109,070	64,224	(437,902)	146,722	208,100	(690,902)
Net assets, beginning	455,133	6,609,948	(1,611,393)	5,451,370	2,626,714	1,512,600	(723,562)	1,673,197	15,994,007
Net assets, ending	\$ 348,088	\$ 6,239,761	\$ (1,915,277)	\$ 5,560,440	\$ 2,690,938	\$ 1,074,698	\$ (576,840)	\$ 1,881,297	\$ 15,303,105



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CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
for the year ended December 31, 2011

	Auditorium	Airport	Business-Type Activities						Telecommunications	Telephony	Total
			Airport	Golf Course	Natural Gas	Rose.net	Sanitation	Telecommunications			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>											
Receipts from customers and users	\$ 150,671	\$ 2,301,610	\$ 445,550	\$ 4,614,277	\$ 4,181,707	\$ 1,207,622	\$ 2,429,335	\$ 20,143,662			
Receipts from interfund services provided	70,979	289,909	-	-	-	(258,295)	-	102,593			
Payments to suppliers	(124,376)	(1,795,972)	(485,426)	(3,146,404)	(2,285,795)	(2,066,362)	(1,150,572)	(11,665,192)			
Payments to employees	(114,472)	(289,286)	(327,810)	(302,962)	(575,860)	(1,381,459)	9,216	(2,879,254)			
Payments for interfund services used	(6,107)	(91,599)	257,967	(3,735,458)	(841,544)	(360,970)	(1,661,306)	(6,572,235)			
Net cash provided by (used in) operating activities	79,695	414,662	(114,719)	(2,570,547)	478,508	1,004,099	(373,327)	(870,426)			
<b>CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES</b>											
Transfer to other funds	-	-	-	(353,212)	(600,000)	-	-	(1,863,212)			
Advances from other funds	-	-	231,500	-	-	-	-	231,500			
Net cash provided by (used in) noncapital and related financing activities	-	-	231,500	(353,212)	(600,000)	-	-	(1,631,712)			
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>											
Purchases of capital assets	(76,705)	(20,401)	(13,503)	(114,355)	(588,459)	-	(67,445)	(910,955)			
Proceeds from sale of capital assets	-	1,900	-	4,180	-	2,956	-	9,036			
Principal paid	-	(336,099)	(86,995)	(118,240)	(14,109)	(416,748)	-	(1,128,926)			
Interest paid	(2,990)	(60,062)	(16,283)	(384)	(97)	(40,307)	(2,422)	(146,926)			
Net cash (used in) capital and related financing activities	(79,695)	(414,662)	(116,781)	(228,799)	(602,665)	(454,099)	(69,867)	(2,177,771)			
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
Interest and dividends received	-	-	-	1,726	-	-	-	1,726			
Net cash provided by investing activities	-	-	-	1,726	-	-	-	1,726			
Net (decrease) in cash and cash equivalents	-	-	-	(3,150,832)	(724,157)	-	(803,194)	(4,678,183)			
Cash and cash equivalents, January 1 (including \$655 for the gas fund reported in restricted accounts)	-	894	650	3,151,493	744,406	-	803,194	4,700,637			
Cash and cash equivalents, December 31 (including \$661 for the gas fund reported in restricted accounts)	\$ -	\$ 894	\$ 650	\$ 661	\$ 20,249	\$ -	\$ -	\$ 22,454			

This statement is continued on the next page.

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
for the year ended December 31, 2011

	Auditorium	Airport	Business-Type Activities					Telecommunications	Telephony	Total
			Golf Course	Natural Gas	Rose.net	Sanitation				
\$	(104,055)	\$ (312,025)	\$ (519,101)	\$ 456,760	\$ 664,321	\$ 149,449	\$ 171,103	\$ 570,522	\$ 1,076,974	
	121,165	528,075	58,414	134,404	172,367	339,111	218,529	87,442	1,659,507	
	-	(4,084)	1,470	305,905	(34,906)	28,345	(106,163)	(25,018)	165,549	
	-	-	-	(3,064,515)	(378,327)	-	-	(1,019,763)	(4,462,605)	
	-	(26,684)	5,089	(13,520)	42,290	1,324	199	-	8,698	
	6	1,785	(341)	180	130	1,353	212,830	-	215,943	
	(8,438)	(64,731)	3,582	(389,119)	10,766	(95,466)	(27,379)	4,274	(566,511)	
	-	1,325	-	-	-	-	-	-	1,325	
	70,979	289,909	335,311	-	-	573,310	(258,295)	-	1,011,214	
	38	1,092	774	2,077	1,867	2,685	379	9,216	18,128	
	-	-	83	(2,719)	-	3,988	-	-	1,352	
	183,750	726,687	404,382	(3,027,307)	(185,813)	854,650	40,100	(943,849)	(1,947,400)	
	79,695	414,662	(114,719)	(2,570,547)	478,508	1,004,099	211,203	(373,327)	(870,426)	

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:

Operating income (loss)

Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:

Depreciation expense

(Increase) decrease in accounts receivable

(Increase) in due from other funds

(Increase) decrease in inventories

(Increase) decrease in prepaid items

Increase (decrease) in accounts payable

Increase in unearned revenue

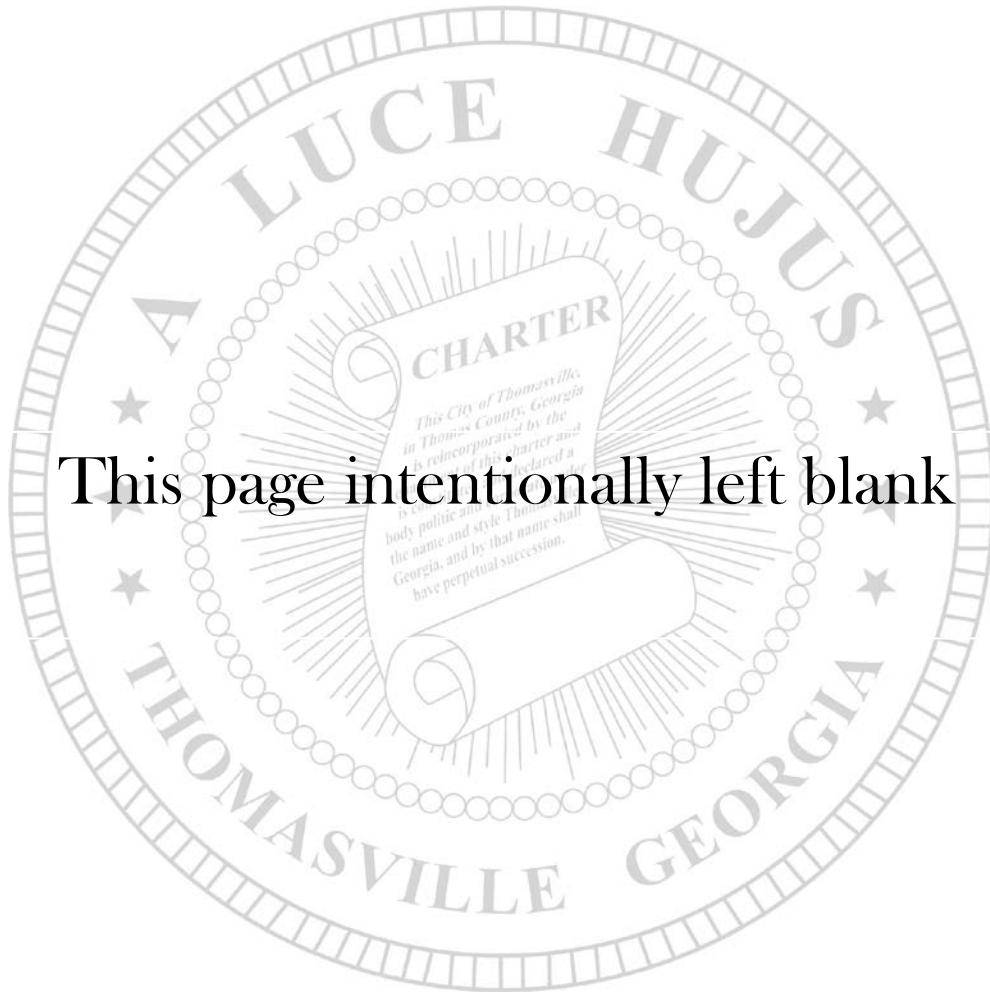
Increase (decrease) in due to other funds

Increase in accrued liabilities

Increase (decrease) in accrued compensated absences

Total adjustments

Net cash provided by (used in) operating activities



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## **Internal Service Funds**

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City and to other government units, on a cost reimbursement basis.

**Building Maintenance Fund** – This fund is used to account for the cost of maintaining City buildings.

**City Shop Fund** – This fund is used to account for the cost of maintaining City vehicles.

**Customer Service Fund** – This fund is used to account for the cost of billing, cashiering and related customer services for the City and other government units.

**Engineering Fund** – This fund is used to account for the cost of providing City engineering services.

**Information Systems Fund** – This fund is used to account for the cost of providing and maintaining computer systems, Internet services, and networking services for the City and other government units.

**Marketing Fund** – This fund is used to account for the cost of organizing and implementing marketing strategies for the City and other government units.

**Purchasing Fund** – This fund is used to account for the cost of operating a centralized purchasing department and warehouse.

**Financial Services Fund** – This fund is used to account for the cost of providing financial accounting, reporting and payroll administrative services for the City.

**Human Resources Fund** – This fund is used to account for the various costs associated with the administration of the City's human resources function.

**Self Insurance Fund** – This fund is used to account for the cost of providing various insurance coverages, including health and dental, workers' compensation, and unemployment claims for City employees. Resources are contributed by employees and the City.

**Technical Services Fund** – This fund is used to account for the cost of providing City technical services.

## December 31, 2011

	Building Maintenance	City Shop	Customer Service	Engineering	Information Systems	Marketing	Purchasing	Financial Services	Human Resources	Self Insurance	Technical Services	Total
SSETS												
current:	\$	\$	150 \$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Cash	-	502	803	-	14,531	-	-	-	-	179,559	7,187	180,809
Accounts receivable	1,891	-	17,341	-	-	17,209	1,095	8,282	29,237	-	-	79,171
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	75,055
Inventories	-	51,633	-	-	8,967	-	-	-	-	-	-	60,600
Prepaid items	99	1,298	11,836	966	1,349	980	10	30	15	19,492	2,914	38,989
Total current assets	1,990	53,533	30,130	966	24,847	18,189	1,105	9,312	29,252	255,199	10,101	434,624
noncurrent:												
Capital assets:												
Buildings	-	1,421,262	-	99,781	23,430	-	-	-	-	-	277,356	1,821,829
Machinery and equipment	16,693	171,368	683,610	257,180	4,117,337	12,236	10,500	15,125	-	172,425	637,195	6,083,669
Less accumulated depreciation	(16,693)	(272,311)	(660,500)	(283,667)	(3,110,583)	(8,134)	(9,975)	(2,269)	-	(172,425)	(154,312)	(4,690,869)
Total capital assets (net of accumulated depreciation)	-	1,320,319	23,110	73,294	1,030,184	4,102	525	12,856	-	-	750,239	3,214,629
Total noncurrent assets	-	1,320,319	23,110	73,294	1,030,184	4,102	525	12,856	-	-	750,239	3,214,629
Total assets	1,990	1,373,852	53,240	74,260	1,055,031	22,291	1,630	22,168	29,252	255,199	760,340	3,649,253
LIABILITIES												
current:												
Accounts payable	56	150,691	8,129	4,202	37,114	15,601	175	17,009	8,279	28,153	16,325	285,734
Due to other funds	-	637,981	-	35,915	571,992	-	-	-	-	1,197,661	672,399	3,115,948
Accrued liabilities	650	7,294	22,210	6,904	13,402	6,690	1,455	5,159	3,028	1,154	22,876	90,822
Claims payable	-	-	-	-	-	-	-	-	-	574,143	-	574,143
Current portion of long-term debt	-	86,374	3,780	4,614	63,956	-	-	-	3,589	-	31,260	193,573
Total current liabilities	706	882,340	34,119	51,635	686,464	22,291	1,630	22,168	14,896	1,801,111	742,860	4,260,220
noncurrent:												
Accrued compensated absences	-	-	15,121	3,499	9,370	-	-	-	14,356	-	17,480	59,826
Net OPEB obligation	-	-	-	-	-	-	-	-	-	2,450,234	-	2,450,234
Notes payable, less current portion	-	347,507	-	-	359,197	-	-	-	-	-	-	706,704
Total noncurrent liabilities	-	347,507	15,121	3,499	368,567	-	-	-	14,356	2,450,234	17,480	3,216,764
Total liabilities	706	1,229,847	49,240	55,134	1,055,031	22,291	1,630	22,168	29,252	4,251,345	760,340	7,476,984
NET ASSETS												
invested in capital assets, net of related debt	-	886,438	23,110	69,552	609,373	4,102	525	12,856	-	-	723,349	2,329,305
Unrestricted	1,284	(742,433)	(19,110)	(50,426)	(609,373)	(4,102)	(525)	(12,856)	-	(3,996,146)	(723,349)	(6,157,036)
Total net assets	\$ 1,284	\$ 144,005	\$ 4,000	\$ 19,126	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,996,146)	\$ -	\$ (3,827,731)

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Internal Service Funds  
for the year ended December 31, 2011

	Building Maintenance	City Shop	Customer Service	Engineering	Information Systems	Marketing	Purchasing	Financial Services	Human Resources	Self Insurance	Technical Services	Total
Operating revenues:												
Charges for services	\$ 228,225	\$ 3,582,234	\$ 2,644,060	\$ 611,055	\$ 1,387,991	\$ 829,135	\$ 135,578	\$ 579,692	\$ 382,013	\$ 5,812,635	\$ 2,164,999	\$ 18,357,617
Miscellaneous revenue	-	468	-	6,132	-	-	-	13,436	13,624	-	-	33,660
Total operating revenues	<u>228,225</u>	<u>3,582,702</u>	<u>2,644,060</u>	<u>617,187</u>	<u>1,387,991</u>	<u>829,135</u>	<u>135,578</u>	<u>593,128</u>	<u>395,637</u>	<u>5,812,635</u>	<u>2,164,999</u>	<u>18,391,277</u>
Operating expenses:												
Personal services	42,004	211,584	1,400,604	399,057	894,307	506,471	92,522	331,623	277,773	97,265	1,396,099	5,649,309
Contracted services	5,493	1,184,778	209,030	75,366	288,375	105,659	4,712	112,764	30,678	5,609,477	311,220	7,937,552
Cost of sales	-	1,343,245	-	-	-	-	-	-	-	-	-	1,343,245
Supplies	23,064	35,263	177,924	33,186	81,031	39,993	4,165	35,015	15,921	11,467	56,133	513,162
Interfund charges	25,087	71,763	482,299	99,560	225,043	126,912	27,163	111,457	60,903	390,826	481,689	2,102,702
Depreciation	-	33,662	2,401	19,365	388,360	2,013	1,050	2,269	-	-	111,358	560,478
Total operating expenses	<u>95,648</u>	<u>2,880,295</u>	<u>2,272,258</u>	<u>626,534</u>	<u>1,877,116</u>	<u>781,048</u>	<u>129,612</u>	<u>593,128</u>	<u>385,275</u>	<u>6,109,035</u>	<u>2,556,499</u>	<u>18,106,448</u>
Operating income (loss)	<u>132,577</u>	<u>702,407</u>	<u>371,802</u>	<u>(9,347)</u>	<u>(489,125)</u>	<u>48,087</u>	<u>5,966</u>	<u>-</u>	<u>10,362</u>	<u>(296,400)</u>	<u>(191,500)</u>	<u>284,829</u>
Nonoperating revenues (expenses):												
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-	4,085	4,085
Investment earnings	-	-	-	-	-	-	-	-	-	287	-	287
Interest expense	(48)	(14,121)	(840)	(99)	(12,689)	(35)	(86)	-	(148)	(930)	6	(28,990)
Total nonoperating revenues (expenses)	<u>(48)</u>	<u>(14,121)</u>	<u>(840)</u>	<u>(99)</u>	<u>(12,689)</u>	<u>(35)</u>	<u>(86)</u>	<u>-</u>	<u>(148)</u>	<u>(643)</u>	<u>4,091</u>	<u>(24,618)</u>
Change in net assets	132,529	688,286	370,962	(9,446)	(501,814)	48,052	5,880	-	10,214	(297,043)	(187,409)	260,211
Net assets, beginning	(131,245)	(544,281)	(366,962)	28,572	501,814	(48,052)	(5,880)	-	(10,214)	(3,699,103)	187,409	(4,087,942)
Net assets, ending	<u>\$ 1,284</u>	<u>\$ 144,005</u>	<u>\$ 4,000</u>	<u>\$ 19,126</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,996,146)</u>	<u>\$ -</u>	<u>\$ (3,827,731)</u>

CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Cash Flows  
Internal Service Funds  
for the year ended December 31, 2011

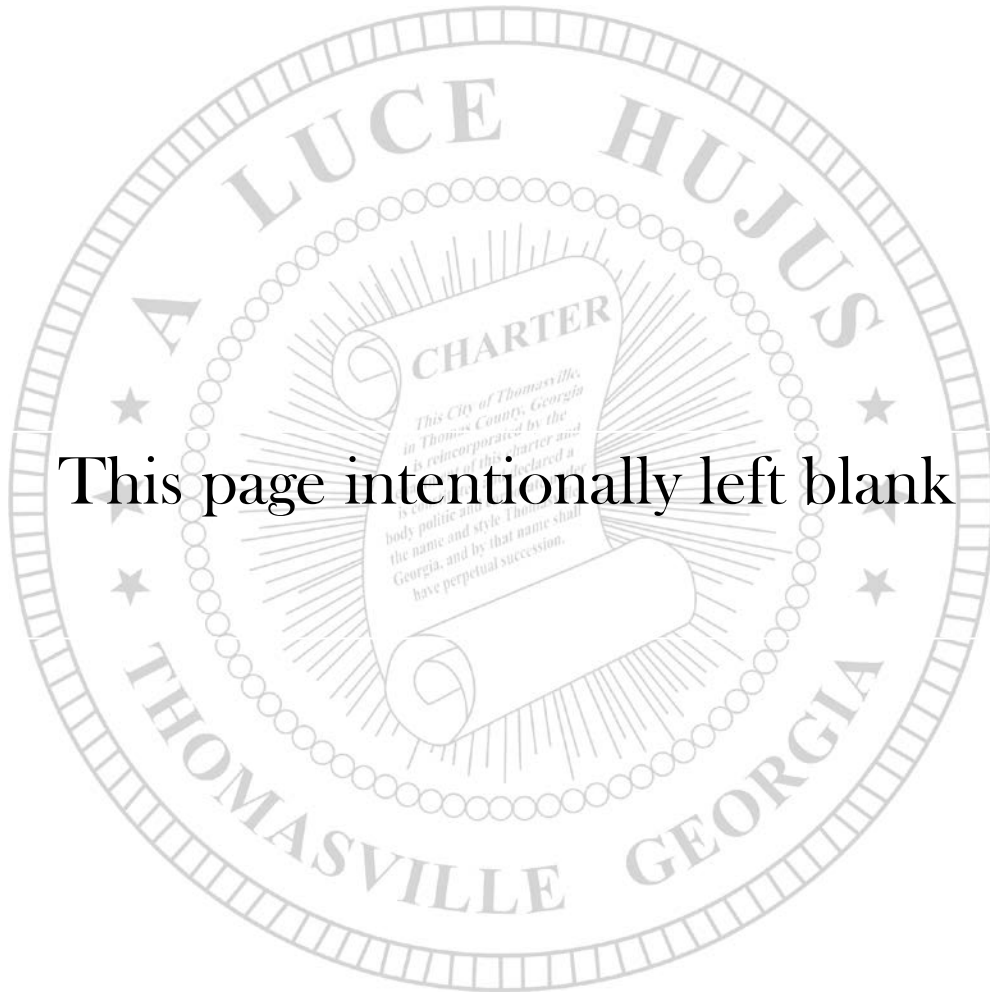
	Building Maintenance	City Shop	Customer Service	Engineering	Information Systems	Marketing	Purchasing	Financial Services	Human Resources	Self Insurance	Technical Services	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>												
Receipts from customers and users	\$ -	\$ -	\$ 85,614	\$ 7,307	\$ 211,808	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 304,729
Receipts from interfund services provided	228,225	3,303,068	2,558,417	609,880	1,180,266	829,135	135,578	590,345	395,637	6,270,964	2,163,688	18,265,203
Payments to suppliers	(29,032)	(2,855,875)	(411,175)	(113,863)	(396,151)	(136,916)	(8,190)	(132,521)	(56,014)	(4,878,777)	(379,063)	(9,397,577)
Payments to employees	(41,867)	(205,468)	(1,385,113)	(396,429)	(892,030)	(505,313)	(92,186)	(330,242)	(276,988)	(96,965)	(1,409,478)	(5,632,079)
Payments for interfund services used	(152,706)	(71,763)	(792,769)	(81,548)	62,203	(181,832)	(27,163)	(111,457)	(60,903)	(1,032,832)	(365,754)	(2,816,524)
Net cash provided by operating activities	4,620	169,962	54,974	25,347	166,096	5,074	8,039	16,125	1,732	262,390	9,393	723,752
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>												
Proceeds from capital debt	-	-	-	-	-	-	-	-	-	-	23,057	23,057
Purchases of capital assets	-	(29,995)	(577)	-	(82,207)	-	-	(15,125)	-	-	(23,078)	(150,982)
Principal paid	(4,572)	(125,746)	(53,557)	(25,248)	(71,200)	(5,039)	(7,953)	-	(1,584)	(87,352)	(13,463)	(395,714)
Interest paid	(48)	(14,121)	(840)	(99)	(12,689)	(35)	(86)	-	(148)	(940)	6	(28,990)
Proceeds from sales of capital assets	-	-	-	-	-	-	-	-	-	-	4,085	4,085
Net cash (used in) capital and related financing activities	(4,620)	(169,862)	(54,974)	(25,347)	(166,096)	(5,074)	(8,039)	(15,125)	(1,732)	(88,282)	(9,393)	(548,544)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
Interest and dividends received	-	-	-	-	-	-	-	-	-	287	-	287
Net cash provided by investing activities	-	-	-	-	-	-	-	-	-	287	-	287
Net increase in cash and cash equivalents	-	100	-	-	-	-	-	1,000	-	174,395	-	175,495
Cash and cash equivalents, January 1	-	-	150	-	-	-	-	-	-	5,164	-	5,314
Cash and cash equivalents, December 31	\$ -	\$ 100	\$ 150	\$ -	\$ -	\$ -	\$ -	\$ 1,000	\$ -	\$ 179,559	\$ -	\$ 180,809

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CITY OF THOMASVILLE, GEORGIA  
Combining Statement of Cash Flows  
Internal Service Funds  
for the year ended December 31, 2011

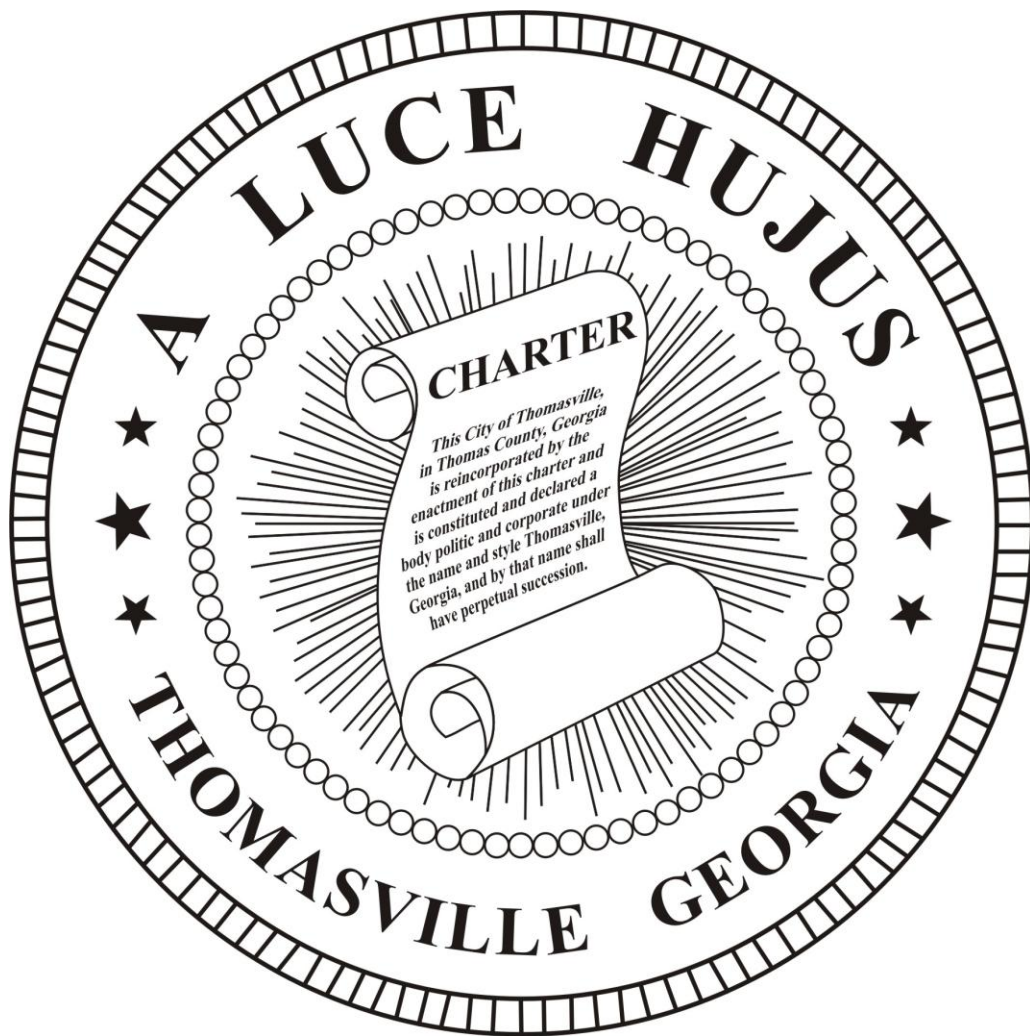
	Building Maintenance	City Shop	Customer Service	Engineering	Information Systems	Marketing	Purchasing	Financial Services	Human Resources	Self Insurance	Technical Services	Total
\$	132,577	702,407	371,802	(9,347)	(489,125)	48,087	5,966	-	10,362	(296,400)	(191,500)	284,829
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:												
Operating income (loss)	-	33,662	2,401	19,365	388,360	2,013	1,050	-	-	-	111,358	560,478
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	-	(502)	(29)	-	4,083	-	-	(2,783)	-	458,329	(1,311)	457,787
Depreciation expense	-	-	-	-	-	-	921	-	(1,455)	-	-	(534)
(Increase) decrease in accounts receivable	-	(51,633)	-	-	(2,458)	-	-	-	-	-	-	(54,091)
(Increase) decrease in due from other funds	(30)	(214)	(7,194)	(331)	(264)	(820)	-	9	50	(6,356)	(1,088)	(16,238)
(Increase) decrease in inventories	-	-	-	-	-	-	-	-	-	820,986	-	820,986
(Increase) decrease in prepaid items	(445)	(240,742)	(17,027)	(4,980)	(24,023)	9,556	(234)	15,249	(8,010)	(72,463)	(10,622)	(333,741)
Increase (decrease) in accounts payable	(127,619)	(279,132)	(310,470)	18,012	287,246	(54,920)	-	-	-	(642,006)	115,935	(992,954)
Increase (decrease) in due to other funds	137	6,116	4,364	2,501	1,934	1,158	336	1,381	599	300	3,724	22,550
Increase in accrued liabilities	-	-	11,127	127	343	-	-	-	186	-	(17,103)	(5,320)
Increase (decrease) in accrued compensated absences	(127,957)	(532,445)	(316,826)	34,694	655,221	(43,013)	2,073	16,125	(8,630)	558,790	200,893	438,923
Total adjustments	4,620	169,962	54,974	25,347	166,096	5,074	8,039	16,125	1,732	262,390	9,393	723,732
Net cash provided by operating activities	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

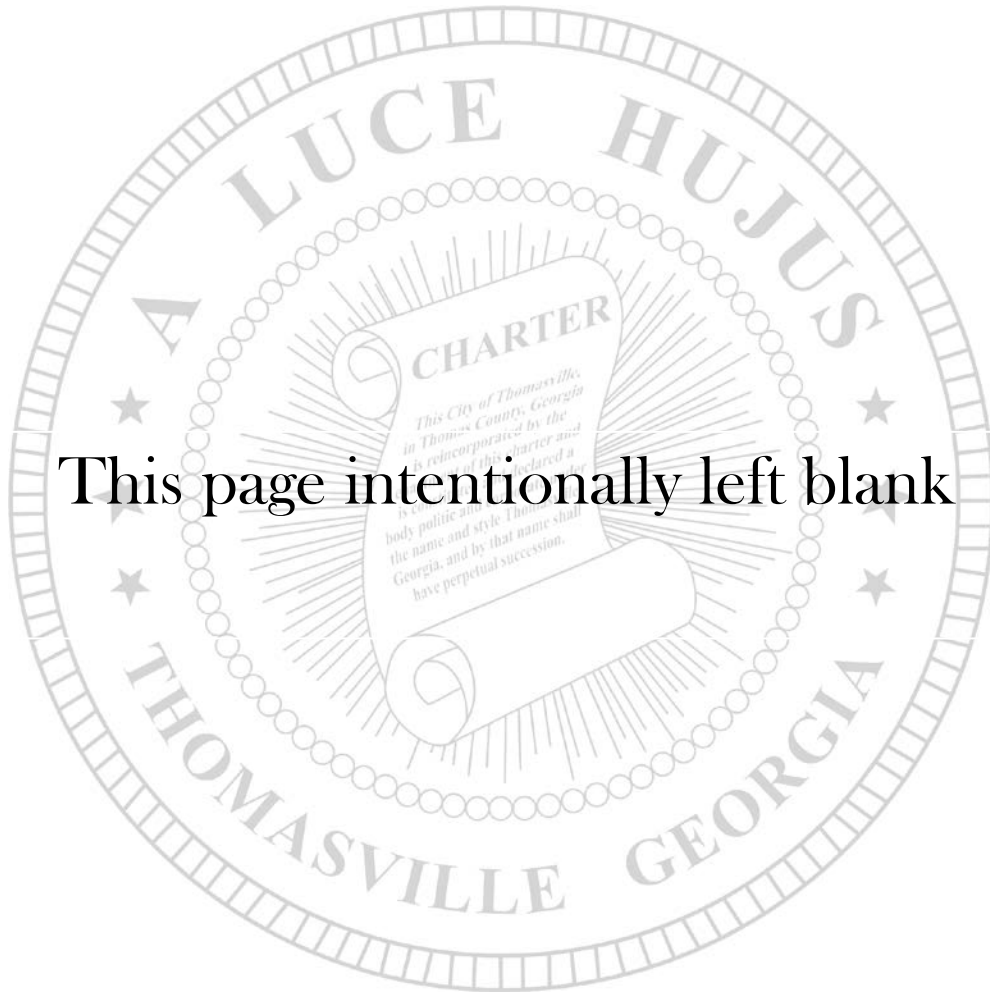
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# Capital Assets Used in the Operation of Governmental Funds





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CITY OF THOMASVILLE, GEORGIA  
Capital Assets used in the Operation of Governmental Funds  
Comparative Schedules by Source(1)  
December 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Governmental funds capital assets:		
Land	\$ 1,512,093	\$ 1,512,093
Buildings	5,297,830	5,276,985
Machinery and equipment	12,391,798	11,905,393
Infrastructure	60,299,702	56,935,843
Construction in progress	36,453	1,328,647
Total governmental funds capital assets	<u>\$ 79,537,876</u>	<u>\$ 76,958,961</u>
Investments in governmental funds capital assets by source:		
General fund	\$ 57,987,613	\$ 57,714,431
Special revenue funds	13,787,627	13,436,746
Capital project funds	7,762,636	5,807,784
Total investments in governmental funds capital assets	<u>\$ 79,537,876</u>	<u>\$ 76,958,961</u>

- (1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF THOMASVILLE, GEORGIA  
Capital Assets used in the Operation of Governmental Funds  
Schedule by Function and Activity (1)  
December 31, 2011

Function and Activity	Land	Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Total
General administration:						
Council	\$ -	\$ 184,428	\$ 15,151	\$ -	\$ -	\$ 199,579
Manager	-	2,053,174	93,526	-	-	2,146,700
Clerk	-	-	9,500	-	-	9,500
Risk management	-	-	-	-	-	-
Human resources	-	-	13,300	-	-	13,300
Planning and zoning	87,329	217,930	222,542	12,811	-	540,612
Other - unclassified	689,658	156,531	75,243	539,999	-	1,461,431
Total general administration	776,987	2,612,063	429,262	552,810	-	4,371,122
Public Safety:						
Police	33,000	-	4,075,101	178,278	-	4,286,379
Fire	-	928,797	5,617,403	-	-	6,546,200
Inspection	-	-	37,089	26,565	-	63,654
Total public safety	33,000	928,797	9,729,593	204,843	-	10,896,233
Highways and streets	65,000	432,362	1,936,660	53,464,336	-	55,898,358
Economic development	557,106	1,000,000	5,752	2,171,554	-	3,734,412
Culture and recreation:						
Parks and recreation	80,000	324,608	290,531	3,906,159	36,453	4,637,751
Total culture and recreation	80,000	324,608	290,531	3,906,159	36,453	4,637,751
Total governmental funds capital assets	\$ 1,512,093	\$ 5,297,830	\$ 12,391,798	\$ 60,299,702	\$ 36,453	\$ 79,537,876

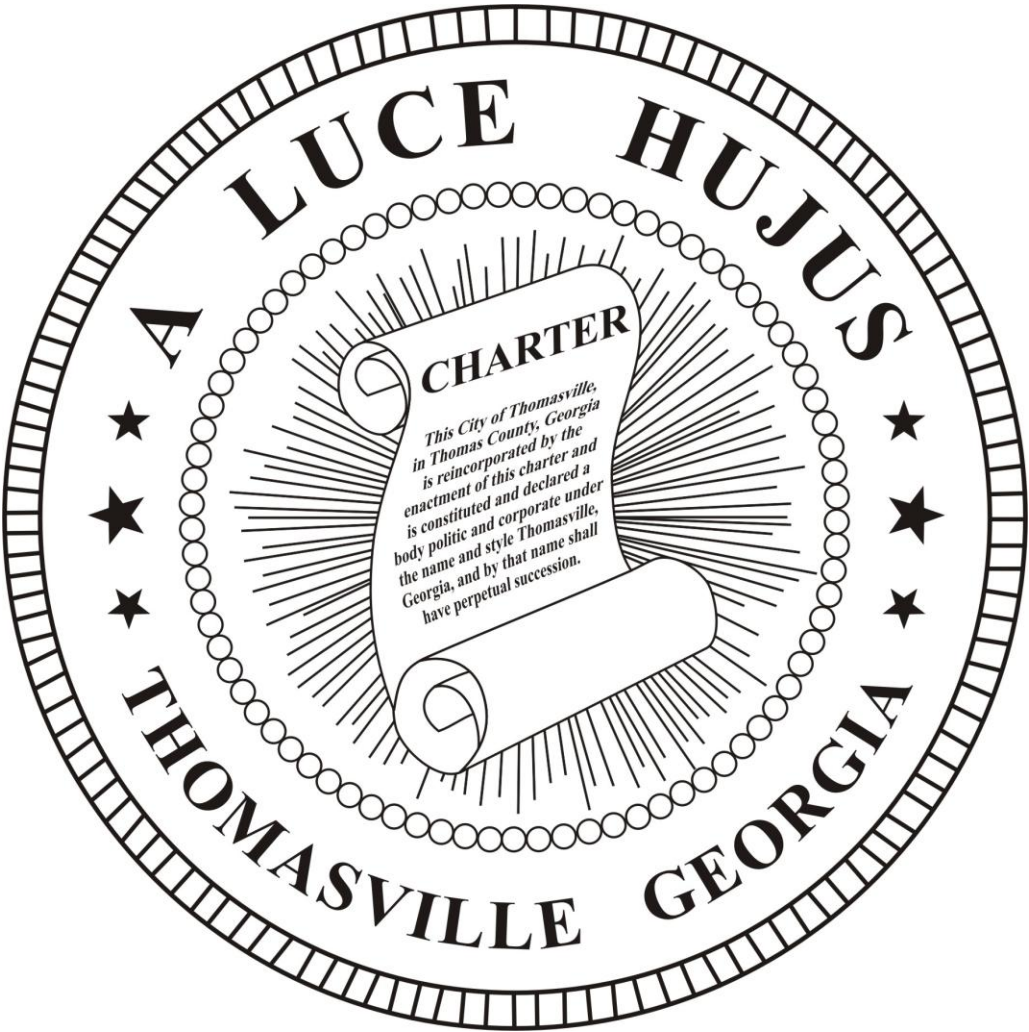
(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF THOMASVILLE, GEORGIA  
Capital Assets used in the Operation of Governmental Funds  
Schedule of Changes by Function and Activity (1)  
for the fiscal year ended December 31, 2011

Function and Activity	Governmental Funds Capital Assets January 1, 2011	Additions	Deductions	Governmental Funds Capital Assets December 31, 2011
General administration:				
Council	\$ 199,579	\$ -	\$ -	\$ 199,579
Manager	2,112,676	34,024	-	2,146,700
Clerk	9,500	-	-	9,500
Risk management	-	-	-	-
Human resources	13,300	-	-	13,300
Planning and zoning	510,659	29,953	-	540,612
Other - unclassified	1,440,586	20,845	-	1,461,431
Total general administration	<u>4,286,300</u>	<u>84,822</u>	<u>-</u>	<u>4,371,122</u>
Public safety:				
Police	4,098,019	210,515	(22,155)	4,286,379
Fire	6,546,200	-	-	6,546,200
Inspection	63,654	-	-	63,654
Total public safety	<u>10,707,873</u>	<u>210,515</u>	<u>(22,155)</u>	<u>10,896,233</u>
Highways and streets	<u>53,943,506</u>	<u>2,068,651</u>	<u>(113,799)</u>	<u>55,898,358</u>
Economic development	<u>3,597,602</u>	<u>136,810</u>	<u>-</u>	<u>3,734,412</u>
Culture and recreation:				
Parks and recreation	<u>4,423,680</u>	<u>214,071</u>	<u>-</u>	<u>4,637,751</u>
Total culture and recreation	<u>4,423,680</u>	<u>214,071</u>	<u>-</u>	<u>4,637,751</u>
Total governmental funds capital assets	<u>\$ 76,958,961</u>	<u>\$ 2,714,869</u>	<u>\$ (135,954)</u>	<u>\$ 79,537,876</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

Statistical Section



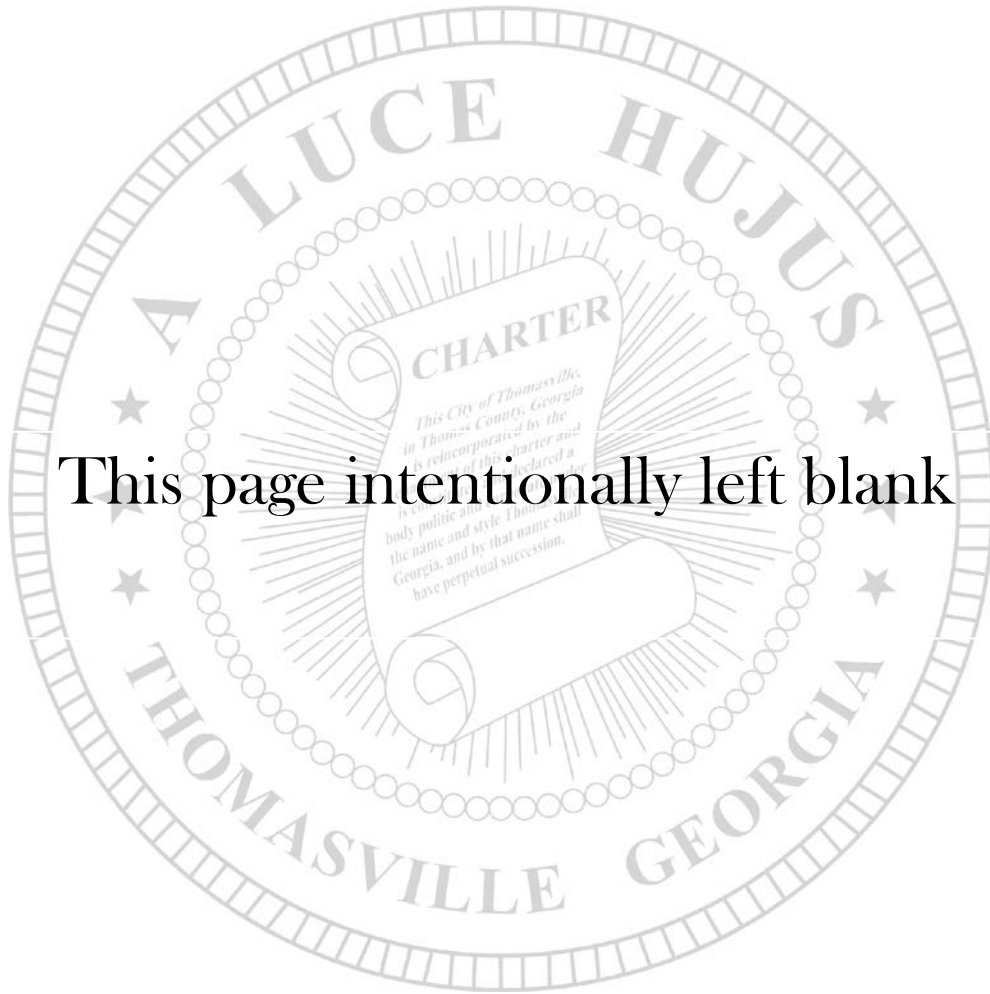
# Statistical Section

## Index

This part of the City of Thomasville's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	119
<b>Revenue Capacity</b> These schedules contain information to help the reader assess property tax as a revenue source.	126
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the city's ability to issue additional debt in the future.	130
<b>Demographic and Economic Information</b> These schedules offer demographic and economic data to help the reader understand the environment within which the government's financial activities take place.	135
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	137

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



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CITY OF THOMASVILLE, GEORGIA  
Net Assets by Component  
Last Ten Fiscal Years (1)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
Governmental activities										
Invested in capital assets, net of related debt	\$ 10,895,722	\$ 12,880,152	\$ 12,880,811	\$ 15,473,038	\$ 15,836,782	\$ 15,418,355	\$ 21,223,696	\$ 22,685,099	\$ 22,193,105	
Restricted	3,534,651	3,275,733	2,910,806	2,515,530	4,101,034	5,013,295	3,426,598	3,385,865	4,268,675	
Unrestricted	(2,553,625)	(5,334,138)	(6,896,434)	(9,736,204)	(8,289,613)	(7,321,353)	(9,311,363)	(7,500,842)	(6,828,242)	
Total governmental activities net assets	\$ 11,876,748	\$ 10,821,747	\$ 8,895,183	\$ 8,252,364	\$ 11,648,203	\$ 13,110,297	\$ 15,338,931	\$ 18,570,122	\$ 19,633,538	
Business-type activities										
Invested in capital assets, net of related debt	\$ 51,556,943	\$ 61,496,868	\$ 55,291,817	\$ 58,401,648	\$ 60,786,063	\$ 69,303,844	\$ 70,400,403	\$ 74,378,388	\$ 75,652,169	
Restricted	5,955,282	6,320,166	6,732,922	10,949,744	11,543,612	13,449,097	13,686,930	15,417,672	17,363,352	
Unrestricted	18,414,303	15,030,759	28,270,861	29,098,743	34,289,227	28,356,828	31,935,612	34,126,887	31,090,593	
Total business-type activities net assets	\$ 75,926,528	\$ 82,847,793	\$ 90,295,600	\$ 98,450,135	\$ 106,618,902	\$ 111,109,769	\$ 116,022,945	\$ 123,922,947	\$ 124,106,114	
Primary government										
Invested in capital assets, net of related debt	\$ 62,452,665	\$ 74,377,020	\$ 68,172,628	\$ 73,874,686	\$ 76,622,845	\$ 84,722,199	\$ 91,624,099	\$ 97,063,487	\$ 97,845,274	
Restricted	9,489,933	9,595,899	9,643,728	13,465,274	15,644,646	18,462,392	17,113,528	18,803,537	21,632,027	
Unrestricted	15,860,678	9,696,621	21,374,427	19,362,539	25,999,614	21,035,475	22,624,249	26,626,045	24,262,351	
Total primary government net assets	\$ 87,803,276	\$ 93,669,540	\$ 99,190,783	\$ 106,702,499	\$ 118,267,105	\$ 124,220,066	\$ 131,361,876	\$ 142,493,069	\$ 143,739,652	

(1) Information for prior years not readily available

CITY OF THOMASVILLE, GEORGIA

Changes in Net Assets

Last Ten Fiscal Years<sup>1</sup>

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	
<b>Expenses</b>										
Governmental activities:										
General administration	\$ 7,769,805	\$ 9,419,029	\$ 7,681,407	\$ 9,841,604	\$ 9,925,253	\$ 12,395,352	\$ 12,699,312	\$ 15,216,156	\$ 15,994,007	
Financial administration	2,409,713	3,074,295	2,991,493	2,842,551	2,849,713	3,209,523	3,293,314	3,441,489	3,744,479	
Facilities maintenance	562,207	94,567	72,831	67,989	70,303	87,210	83,175	83,715	95,648	
Public safety	6,083,345	7,062,416	7,864,685	7,789,216	7,982,952	8,433,268	8,669,573	9,387,215	9,978,637	
Highways and streets	1,826,060	2,681,025	2,714,020	2,680,412	2,940,665	3,086,908	3,079,823	3,554,482	3,925,322	
Economic development	739,643	1,030,021	942,415	884,385	869,956	880,389	909,793	933,451	1,047,159	
Culture and recreation	1,371,831	977,958	1,041,762	1,014,172	1,083,870	1,106,450	1,085,127	1,134,534	1,285,681	
Investments on long term debt	173,894	161,312	189,410	261,276	249,466	220,606	129,825	108,799	84,048	
Total governmental activities expenses	20,936,498	24,500,623	23,498,023	25,381,605	25,972,178	29,419,706	29,949,942	33,859,841	36,154,981	
Business-type activities:										
Auditorium	-	207,365	235,192	219,754	217,937	247,731	256,307	259,312	258,552	
Airport	1,059,730	1,207,251	1,948,191	2,341,236	2,547,433	2,655,558	1,993,431	2,468,699	2,681,232	
Community network services	3,904,438	4,542,418	6,159,540	5,306,645	5,795,865	6,601,003	7,098,750	7,317,917	7,369,168	
Electric	30,187,207	32,072,298	35,242,460	39,028,800	40,939,437	43,414,341	41,550,537	44,173,661	46,654,653	
Golf Course	650,660	667,902	752,471	826,011	810,658	843,260	835,926	949,196	975,135	
Landfill	2,010,983	1,769,636	2,094,414	2,540,086	2,482,267	2,729,333	3,548,827	2,915,366	3,136,876	
Natural gas	4,410,039	4,627,895	5,744,124	5,106,459	4,918,164	6,054,942	3,896,336	4,423,080	3,825,147	
Rose.net	1,530,627	2,111,925	2,274,812	2,406,330	2,671,561	2,970,256	3,119,511	3,379,809	3,564,242	
Sanitation	2,690,306	3,195,605	3,388,441	3,877,903	4,115,336	4,200,818	3,958,259	4,263,858	4,557,858	
Telecommunications	775,370	1,236,095	1,254,530	1,457,035	1,430,799	1,497,047	1,182,114	1,309,705	1,200,115	
Telephony	-	-	-	-	327,931	848,264	1,163,780	1,790,955	1,943,205	
Water and sewer	4,891,354	4,945,108	5,352,387	5,854,794	6,313,380	7,163,896	7,177,501	7,357,635	7,621,326	
Total business-type activities expenses	52,110,714	56,583,498	64,446,562	68,965,053	72,570,768	79,226,449	75,781,279	80,609,193	83,787,509	
Total primary government expenses	\$ 73,047,212	\$ 81,084,121	\$ 87,944,585	\$ 94,346,658	\$ 98,542,946	\$ 108,646,155	\$ 105,731,221	\$ 114,469,034	\$ 119,942,490	
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General administration	\$ 6,667,727	\$ 9,037,571	\$ 6,422,838	\$ 7,879,351	\$ 8,265,090	\$ 10,103,582	\$ 10,585,830	\$ 12,810,086	\$ 13,953,859	
Financial administration	1,871,307	2,799,149	2,981,073	2,875,619	2,862,222	3,232,622	3,268,060	3,415,028	3,741,343	
Facilities maintenance	562,408	94,768	73,508	68,923	70,971	87,751	83,327	83,852	228,225	
Public safety	935,214	959,594	1,022,119	1,063,672	1,118,448	1,118,448	403,180	564,897	632,494	
Highways and streets	245,167	1,091,587	755,825	918,204	842,997	704,632	580,232	886,280	784,864	
Economic development	7,066	31,644	5,305	4,100	3,500	4,950	15,280	11,065	11,260	
Culture and recreation	31,137	-	-	-	-	-	-	-	-	
Operating grants and contributions	328,374	141,546	26,898	65,263	212,348	221,787	95,129	212,512	67,464	
Capital grants and contributions	439,058	503,053	2,298,340	700,811	842,840	479,238	2,725,144	2,238,723	3,033,498	
Total governmental activities program revenues	\$ 11,087,458	\$ 14,658,912	\$ 13,585,906	\$ 13,575,943	\$ 14,218,416	\$ 15,282,179	\$ 17,756,182	\$ 20,222,443	\$ 22,453,007	
Business-type activities:										
Charges for services:										
Auditorium	-	47,226	35,320	40,870	43,989	127,030	170,016	147,740	150,671	
Airport	1,033,513	1,249,841	1,582,568	1,887,819	2,116,795	2,113,884	1,413,693	1,854,284	2,208,341	
Community network services	3,244,146	4,140,326	5,697,306	5,244,432	6,099,468	6,665,412	7,211,482	8,025,974	8,460,075	
Electric	34,903,456	37,552,459	41,070,400	45,821,191	48,314,740	48,131,749	49,655,660	51,890,633	50,751,441	
Golf Course	345,397	332,309	320,898	425,042	402,219	371,970	385,347	401,150	444,080	
Landfill	2,484,407	2,339,631	2,820,638	3,371,405	3,558,291	2,905,338	2,721,914	3,093,794	2,432,076	
Natural gas	4,867,470	5,073,523	6,402,880	5,461,940	5,401,969	6,280,832	4,357,056	5,033,474	4,308,372	
Rose.net	2,334,162	2,365,275	2,515,470	2,906,721	3,141,039	3,452,550	3,652,431	3,978,625	4,176,907	
Sanitation	3,226,516	3,488,913	3,485,724	4,091,912	4,949,670	4,681,676	4,543,301	4,769,958	4,784,545	
Telecommunications	913,639	994,844	1,083,159	1,252,025	1,542,735	1,685,290	1,528,730	1,391,293	1,313,785	
Telephony	-	-	-	-	361,428	1,248,393	1,814,152	2,431,898	2,454,353	
Water and sewer	5,372,074	5,909,255	6,413,735	7,065,495	7,867,294	8,394,245	8,261,163	8,627,679	9,104,977	
Operating grants and contributions	-	-	-	-	-	-	-	-	-	
Capital grants and contributions	930,384	290,262	23,944	763,488	63,963	576,009	-	109,066	97,353	
Total business-type activities program revenues	\$ 59,655,164	\$ 63,783,864	\$ 71,452,092	\$ 78,332,691	\$ 83,863,600	\$ 86,634,378	\$ 85,714,945	\$ 91,755,568	\$ 90,686,976	
Total primary government program revenues	\$ 70,742,622	\$ 78,442,776	\$ 85,037,998	\$ 91,908,634	\$ 98,082,016	\$ 101,916,557	\$ 103,471,127	\$ 111,978,011	\$ 113,139,988	

CITY OF THOMASVILLE, GEORGIA

Changes in Net Assets

Last Ten Fiscal Years<sup>1</sup>

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Net (expenses)/revenues									
Governmental activities	\$ (9,849,040)	\$ (9,841,711)	\$ (9,912,117)	\$ (11,805,662)	\$ (11,753,762)	\$ (14,137,527)	\$ (12,193,760)	\$ (13,637,398)	\$ (13,701,974)
Business-type activities	7,544,450	7,200,366	7,005,530	9,367,638	11,292,832	7,407,929	9,933,666	11,146,375	6,899,467
Total primary government net expenses	<u>\$ (2,304,590)</u>	<u>\$ (2,641,345)</u>	<u>\$ (2,906,587)</u>	<u>\$ (2,438,024)</u>	<u>\$ (460,930)</u>	<u>\$ (6,729,598)</u>	<u>\$ (2,260,094)</u>	<u>\$ (2,491,023)</u>	<u>\$ (6,802,507)</u>
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Taxes									
Property taxes, general	\$ 581,081	\$ 623,178	\$ 574,643	\$ 677,708	\$ 652,570	\$ 690,634	\$ 632,782	\$ 619,980	\$ 564,179
Property taxes, fire services	1,074,896	2,597,715	1,391,904	1,458,822	1,517,197	1,639,041	1,588,659	939,647	573,832
Sales taxes, general	3,409,252	1,744,291	2,973,691	3,370,088	5,292,059	5,243,446	3,003,605	3,049,468	3,164,926
Sales taxes, selective	667,546	441,510	702,638	719,687	740,052	725,290	685,636	663,486	668,289
Business taxes	1,349,949	1,458,483	1,526,297	1,579,875	1,676,292	1,692,493	1,651,381	1,634,512	1,492,289
Licenses, permits and fees	78,698	-	-	-	-	-	-	-	-
Penalties and interest on delinquent taxes	115,635	89,544	92,060	100,173	101,723	106,927	158,991	205,370	195,543
Unrestricted investment earnings	1,111,929	233,528	75,602	136,590	198,882	153,271	59,243	55,399	287
Gain (loss) on disposal of capital assets	(1,280,493)	-	-	-	-	-	(34,720)	-	4,085
Miscellaneous revenues	72,985	43,144	193,118	321,505	124,862	150,370	310,158	165,212	140,866
Transfers	3,021,051	1,879,858	410,459	2,727,477	4,845,964	5,198,149	6,366,659	8,572,503	7,961,094
Total governmental activities	<u>\$ 10,202,529</u>	<u>\$ 9,111,251</u>	<u>\$ 7,940,412</u>	<u>\$ 11,091,925</u>	<u>\$ 15,149,601</u>	<u>\$ 15,599,621</u>	<u>\$ 14,422,394</u>	<u>\$ 15,905,577</u>	<u>\$ 14,765,390</u>
Business-type activities:									
Unrestricted investment earnings	769,890	960,823	356,516	1,100,736	1,583,626	1,621,448	490,560	390,144	410,751
Transfer to Pension Fund	-	-	-	-	-	-	(2,000,000)	-	-
Municipal Competitive Trust Contributions	-	-	-	195,193	(192,349)	68,989	2,700,000	3,562,688	296,608
Gain (loss) on disposal of capital assets	-	-	-	289,363	330,622	590,650	288,829	41,900	76,006
Miscellaneous revenues	65,582	696,977	453,047	289,363	330,622	590,650	288,829	669,142	461,429
Transfers	(3,021,051)	(1,879,858)	(410,459)	(2,727,477)	(4,845,964)	(5,198,149)	(6,366,659)	(8,572,503)	(7,961,094)
Total business-type activities	<u>(2,185,579)</u>	<u>(222,058)</u>	<u>399,104</u>	<u>(1,142,185)</u>	<u>(3,124,065)</u>	<u>(2,917,062)</u>	<u>(5,020,490)</u>	<u>(3,908,629)</u>	<u>(6,716,300)</u>
Total primary government	<u>\$ 8,016,950</u>	<u>\$ 8,889,193</u>	<u>\$ 8,339,516</u>	<u>\$ 9,949,740</u>	<u>\$ 12,025,536</u>	<u>\$ 12,682,559</u>	<u>\$ 9,401,904</u>	<u>\$ 11,996,948</u>	<u>\$ 8,049,090</u>
Change in Net Assets									
Governmental activities	\$ 353,489	\$ (730,460)	\$ (1,971,705)	\$ (713,737)	\$ 3,395,839	\$ 1,462,094	\$ 2,228,634	\$ 2,268,179	\$ 1,063,416
Business-type activities	5,358,871	6,978,308	7,404,634	8,225,453	8,168,767	4,490,867	4,913,176	7,237,746	183,167
Total primary government	<u>\$ 5,712,360</u>	<u>\$ 6,247,848</u>	<u>\$ 5,432,929</u>	<u>\$ 7,511,716</u>	<u>\$ 11,564,606</u>	<u>\$ 5,952,961</u>	<u>\$ 7,141,810</u>	<u>\$ 9,505,925</u>	<u>\$ 1,246,583</u>

(1) Information for prior years not readily available

CITY OF THOMASVILLE, GEORGIA  
Governmental Activities  
Tax Revenues by Source  
Last Ten Fiscal Years

Fiscal Year	Property Tax	Sales Tax	Franchise Fees	Alcoholic Beverage Tax	Other	Total
2002	\$ 2,403,510	\$ 2,664,083	\$ 508,669	\$ 415,712	\$ *	\$ 5,991,974
2003	1,216,620	3,645,462	439,357	431,336	1,349,949	7,082,724
2004	1,388,203	2,783,497	421,515	441,510	1,479,000	6,513,726
2005	1,544,820	2,949,016	404,192	441,289	1,616,857	6,956,174
2006	1,432,927	3,292,145	400,072	454,553	1,784,853	7,364,549
2007	1,422,100	3,389,262	430,291	476,210	2,269,190	7,987,053
2008	1,989,280	3,164,825	485,768	482,927	3,782,538	9,905,338
2009	1,696,325	3,026,364	471,158	476,061	3,639,610	9,309,518
2010	1,186,427	3,049,468	453,300	474,914	1,839,882	7,003,991
2011	560,385	3,224,752	446,093	474,200	1,727,743	6,433,173

\* Information not readily available

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

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	961,178	1,348,489	224,762	(1,371,210)	(1,935,503)	(524,932)	(90,364)	224,505	315,464	600
Total general fund	<u>\$ 961,178</u>	<u>\$ 1,348,489</u>	<u>\$ 224,762</u>	<u>\$ (1,371,210)</u>	<u>\$ (1,935,503)</u>	<u>\$ (524,932)</u>	<u>\$ (90,364)</u>	<u>\$ 224,505</u>	<u>\$ 315,464</u>	<u>\$ 600</u>
All other governmental funds										
Restricted	\$ 3,069,822	\$ 3,534,651	\$ 3,275,733	\$ 2,910,806	\$ 2,515,530	\$ 4,101,034	\$ 5,013,295	\$ 3,426,598	\$ 3,385,865	\$ 4,544,357
Unrestricted, reported in:										(1,602,872)
Special revenue funds	(1,224,095)	(1,147,610)	(1,402,547)	(1,735,851)	(1,913,201)	(2,046,104)	(2,421,552)	(2,609,412)	(371,848)	-
Capital project funds	(1,230,991)	(1,001,630)	18,552	(112,927)	(195,365)	(263,449)	(421,073)	(551,264)	(374,114)	-
Permanent funds	(6,308)	(6,308)	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 608,428</u>	<u>\$ 1,379,103</u>	<u>\$ 1,891,738</u>	<u>\$ 1,062,028</u>	<u>\$ 406,964</u>	<u>\$ 1,791,481</u>	<u>\$ 2,170,670</u>	<u>\$ 265,922</u>	<u>\$ 2,639,903</u>	<u>\$ 2,941,485</u>

CITY OF THOMASVILLE, GEORGIA  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Revenues</b>										
Taxes	\$ 5,991,974	\$ 7,198,359	\$ 6,954,721	\$ 7,261,233	\$ 7,906,353	\$ 9,979,893	\$ 10,097,831	\$ 7,721,054	\$ 7,112,463	\$ 6,659,058
Licenses, permits and fees	664,995	78,698	294,202	360,503	334,002	351,588	261,719	194,880	422,433	153,947
Intergovernmental	2,163,297	519,447	644,499	2,324,988	766,074	1,055,188	701,025	2,820,273	2,451,235	3,004,827
Charges for services	343,148	1,332,246	2,161,518	836,581	993,151	961,890	345,167	320,305	429,712	414,177
Fines and forfeitures	272,115	282,504	327,147	279,238	313,972	347,109	344,048	302,831	346,279	426,304
Contributions and donations	-	247,985	100	250	-	-	-	-	-	100
Investment earnings	136,420	254,152	233,528	75,377	136,176	198,215	152,836	59,089	55,153	96,035
Miscellaneous	676,110	56,326	37,900	117,396	271,239	84,227	64,446	252,799	95,221	107,206
Total revenues	\$ 10,248,059	\$ 9,969,717	\$ 10,653,615	\$ 11,255,566	\$ 10,720,967	\$ 12,978,110	\$ 11,967,072	\$ 11,671,231	\$ 10,912,496	\$ 10,861,654
<b>Expenditures</b>										
General administration	\$ 2,134,732	\$ 1,489,477	\$ 1,722,708	\$ 1,582,318	\$ 1,577,573	\$ 1,572,844	\$ 1,732,001	\$ 1,729,637	\$ 1,777,295	\$ 1,883,954
Financial administration	-	504,359	643,094	-	-	-	-	-	-	-
Public safety	3,163,742	5,531,277	6,485,594	7,278,148	7,371,911	7,471,383	8,023,159	8,107,411	8,495,219	8,973,946
Highways and streets	1,457,255	1,285,868	1,449,589	1,630,478	1,606,621	1,807,126	1,939,028	1,936,040	2,173,982	2,421,341
Economic development	269,815	517,507	748,616	734,842	681,364	656,041	655,725	685,326	635,023	706,813
Culture and recreation	993,920	1,037,878	977,958	1,041,762	1,014,172	1,083,870	1,106,450	1,085,127	1,111,377	1,259,202
Capital outlay	4,061,481	2,294,848	1,504,494	1,105,779	1,658,848	1,948,122	2,834,209	4,877,920	2,710,379	2,714,876
Debt service										
Principal	2,976,751	461,170	541,317	520,656	627,507	444,399	795,963	830,494	743,464	1,246,195
Interest	197,015	158,109	131,635	153,976	207,301	183,618	152,930	87,928	69,488	53,920
Total expenditures	\$ 15,254,711	\$ 13,280,493	\$ 14,205,005	\$ 14,047,959	\$ 14,745,297	\$ 15,167,403	\$ 17,239,465	\$ 19,339,883	\$ 17,716,227	\$ 19,260,247
Excess of revenues over (under) expenditures	\$ (5,006,652)	\$ (3,310,776)	\$ (3,551,390)	\$ (2,792,393)	\$ (4,024,330)	\$ (2,189,293)	\$ (5,272,393)	\$ (7,668,652)	\$ (6,803,731)	\$ (8,398,593)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Other financing sources (uses)										
Transfer in	\$ 3,334,257	\$ 3,409,307	\$ 2,588,010	\$ 2,880,000	\$ 3,422,951	\$ 5,500,933	\$ 5,801,591	\$ 6,506,361	\$ 9,249,686	\$ 8,308,162
Debt Issuance	1,951,814	1,520,253	104,842	85,063	107,014	311,806	1,093,609	109,867	860,580	423,617
Transfer out	(423,221)	(573,444)	(754,184)	(2,598,351)	(811,540)	(828,358)	(809,050)	(537,455)	(841,595)	(347,068)
Total other financing sources (uses)	4,862,850	4,356,116	1,938,668	366,712	2,718,425	4,984,381	6,086,150	6,078,773	9,268,671	8,384,711
Net change in fund balance	\$ (143,802)	\$ 1,045,610	\$ (1,612,722)	\$ (2,425,681)	\$ (1,305,905)	\$ 2,795,088	\$ 813,757	\$ (1,589,879)	\$ 2,464,940	\$ (13,882)
Debt service as a percentage of noncapital expenditures	28.4%	5.6%	5.3%	5.2%	6.4%	4.8%	6.6%	6.4%	5.4%	7.9%

CITY OF THOMASVILLE, GEORGIA  
Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year	Real Property		Personal Property		Exemptions		Total		Ratio of Total Assessed Value to Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Less: Real Property	Property *	Total Taxable Assessed Value	Estimated Actual Taxable Value	
2002	296,213,272	740,533,180	97,059,854	242,649,635			393,273,126	983,182,815	40%
2003	308,231,850	770,579,625	101,984,159	254,960,398	55,938,990		410,216,009	1,025,540,023	40%
2004	336,835,191	842,087,978	99,272,546	248,181,365	59,184,237		436,107,737	1,090,269,343	40%
2005	345,880,502	864,701,255	92,785,863	231,964,658	124,301,538		438,666,365	1,096,665,913	40%
2006	352,295,929	880,739,823	93,555,458	233,888,645	126,808,320		445,851,387	1,114,628,468	40%
2007	363,702,651	909,256,628	95,751,721	239,379,303	127,543,449		459,454,372	1,148,635,931	40%
2008	582,147,959	1,455,369,898	102,319,951	255,799,878	126,802,804		684,467,910	1,711,169,776	40%
2009	574,588,795	1,436,471,988	106,338,661	265,846,653	139,213,365		680,927,456	1,702,318,641	40%
2010	582,374,965	1,455,937,413	98,520,598	238,801,495	132,057,535		680,895,563	1,694,738,908	40%
2011	529,789,314	1,324,473,285	105,634,701	264,086,753	132,884,275		635,424,015	1,588,560,038	40%

\* Information not readily available

CITY OF THOMASVILLE, GEORGIA

Property Tax Rates

Direct and Overlapping Governments

Last Ten Fiscal Years

Fiscal Year	City of Thomasville				Thomas County				City of Thomasville Board of Education			
	Operating Millage	Service Millage	Total City Millage	Debt	Operating Millage	Service Millage	Total County Millage	Debt	Operating Millage	Service Millage	School Millage	Total
2002	0.000	0.000	0.000		10.663	0.000	10.663		17.139	0.000	17.139	27.802
2003	3.500	0.000	3.500		8.490	0.000	8.490		16.901	0.000	16.901	28.891
2004	3.249	0.000	3.249		6.360	0.000	6.360		16.901	0.000	16.901	26.510
2005	3.246	0.000	3.246		6.334	0.000	6.334		18.310	0.000	18.310	27.890
2006	3.570	0.000	3.570		6.329	0.000	6.329		18.990	0.000	18.990	28.889
2007	3.500	0.000	3.500		8.398	0.000	8.398		18.990	0.000	18.990	30.888
2008	2.550	0.000	2.550		6.734	0.000	6.734		17.100	0.000	17.100	26.384
2009	2.500	0.000	2.500		8.529	0.000	8.529		17.093	0.000	17.093	28.122
2010	1.440	0.000	1.440		8.514	0.000	8.514		17.093	0.000	17.093	27.047
2011	0.950	0.000	0.950		8.514	0.000	8.514		17.093	0.000	17.093	26.557

CITY OF THOMASVILLE, GEORGIA  
Principal Taxpayers  
Current Year and Nine Years Ago

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Caterpillar	\$ 18,753,464	1	3.0%	\$ 5,109,887	5	1.3%
Archbold	10,182,305	2	1.6%	9,019,959	1	2.3%
Flowers Baking	7,575,032	3	1.2%	5,679,541	3	1.4%
Wal-Mart	7,097,460	4	1.1%	-		0.0%
American Signature	6,570,770	5	1.0%	-		0.0%
Lowes	6,148,124	6	1.0%	-		0.0%
Tri Development	4,496,276	7	0.7%	-		0.0%
Art Mortgage	4,174,998	8	0.7%	-		0.0%
Capitol Plaza	4,003,550	9	0.6%	-		0.0%
Bellsouth	3,716,413	10	0.6%	5,098,052	6	1.3%
Textron	-		0.0%	6,963,479	2	1.8%
Georgia Pipe	-		0.0%	5,412,516	4	1.4%
Carmar Freezer	-		0.0%	2,985,960	7	0.8%
Warner Brothers, Inc.	-		0.0%	2,358,935	8	1.4%
Aqua Chem, Inc.	-		0.0%	2,350,972	9	0.6%
Americold Logistics, Inc.	-		0.0%	2,217,235	10	0.6%
	<u>\$ 72,718,392</u>		<u>8.5%</u>	<u>\$ 47,196,536</u>		<u>12.2%</u>

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

Fiscal Year Ended December 31	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date	
		Amount	Levy		Amount	Levy
2002	\$ 6,190,432	\$ 4,780,898	77%	1,328,734	\$ 6,109,632	99%
2003	7,706,807	6,089,554	79%	1,238,650	7,328,204	95%
2004	8,147,493	6,735,128	83%	890,787	7,625,915	94%
2005	8,652,127	7,274,659	84%	541,919	7,816,578	90%
2006	9,249,519	8,107,913	88%	855,384	8,963,297	97%
2007	9,583,271	7,725,894	81%	864,915	8,590,809	90%
2008	12,700,368	10,350,051	81%	1,535,719	11,885,770	94%
2009	12,589,386	10,681,502	85%	883,556	11,565,058	92%
2010	12,034,459	11,472,328	95%	832,031	12,304,359	102%
2011	10,821,133	10,032,727	93%	1,421,167	11,453,894	106%

CITY OF THOMASVILLE, GEORGIA  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years (1)

Fiscal Year	Governmental Activities		Business-Type Activities				
	Notes Payable	Notes Payable	Notes Payable	Revenue Bonds	Capital Leases	Total Primary Government	Per Capita
2003	6,832,321	11,442,672	1,445,000	3,723,035	23,443,028	1,291	
2004	5,702,972	11,072,016	6,635,000	-	23,409,988	1,289	
2005	5,049,021	14,006,357	5,445,000	-	24,500,378	1,349	
2006	4,500,674	12,910,954	4,230,000	-	21,641,628	1,192	
2007	5,332,788	14,360,829	2,980,000	-	22,673,617	1,248	
2008	5,552,921	12,598,077	1,680,000	-	19,830,998	1,092	
2009	4,664,947	13,429,540	-	-	18,094,487	996	
2010	4,601,130	12,370,982	-	-	16,972,112	922	
2011	3,405,555	12,482,743	-	-	15,888,298	863	

(1) Information for prior years not readily available.

(2) See the Schedule of Demographic and Economic Statistics for personal income and population data.

CITY OF THOMASVILLE, GEORGIA  
Ratios of General Bonded Debt  
Outstanding  
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2002	\$ 0	\$ 0	\$ 0	0%	\$ 0
2003	0	0	0	0%	0
2004	0	0	0	0%	0
2005	0	0	0	0%	0
2006	0	0	0	0%	0
2007	0	0	0	0%	0
2008	0	0	0	0%	0
2009	0	0	0	0%	0
2010	0	0	0	0%	0
2011	0	0	0	0%	0

CITY OF THOMASVILLE, GEORGIA  
Direct and Overlapping Governmental Activities Debt  
As of December 31, 2011

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes	\$ -	0%	\$ -
Subtotal, overlapping debt			-
City of Thomasville direct debt			-
Total direct and overlapping debt			\$ -

CITY OF THOMASVILLE, GEORGIA  
Legal Debt Margin Information  
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt Limit	\$ 39,327,313	\$ 41,021,601	\$ 43,610,774	\$ 43,866,637	\$ 44,585,139	\$ 45,945,437	\$ 68,446,791	\$ 68,092,746	\$ 68,089,556	\$ 63,542,402
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ 39,327,313	\$ 41,021,601	\$ 43,610,774	\$ 43,866,637	\$ 44,585,139	\$ 45,945,437	\$ 68,446,791	\$ 68,092,746	\$ 68,089,556	\$ 63,542,402
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		

**Legal Debt Margin Calculation for Fiscal Year 2011**

Assessed value	\$ 635,424,015
Add back: exempt real property	
Total assessed value	\$ 635,424,015
Debt limitations - 10 percent of total assessed value	\$ 63,542,402
Debt applicable to limit:	
General Obligation bonds	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	-
Legal debt margin	\$ 63,542,402

CITY OF THOMASVILLE, GEORGIA  
Pledged-Revenue Coverage  
Last Ten Fiscal Years

Sewer Revenue Bonds									
							Debt Service Requirements		
Fiscal Year	Gross Revenues	Operating Expenses	Net Revenue Available for Debt Service	Principal (1)	Interest	Total	Coverage		
2002	\$ 5,214,366	\$ 3,921,413	\$ 1,292,953	\$ 195,000	\$ 99,570	\$ 294,570	4.39%		
2003	5,395,900	4,105,519	1,290,381	210,000	88,456	298,456	4.32%		
2004	5,978,516	4,151,921	1,826,595	1,445,000	23,791	1,468,791	1.24%		
2005	-	-	-	-	-	-	0.00%		
2006	-	-	-	-	-	-	0.00%		
2007	-	-	-	-	-	-	0.00%		
2008	-	-	-	-	-	-	0.00%		
2009	-	-	-	-	-	-	0.00%		
2010	-	-	-	-	-	-	0.00%		
2011	-	-	-	-	-	-	0.00%		

(1) Includes defeasement of 1982 water and sewer revenue bonds through 2004. On February 25, 2004, the City redeemed the outstanding Water and Sewer Revenue Bonds, Series 1992, at the redemption price of 101% of the principal plus interest.

CNS Revenue Bonds									
							Debt Service Requirements		
Fiscal Year	Gross Revenues	Operating Expenses	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage		
2004	\$ 4,098,409	\$ 3,775,474	\$ 322,935	\$ 905,000	\$ 123,775	\$ 1,028,775	0.31%		
2005	5,692,209	5,454,860	237,349	1,190,000	229,450	1,419,450	0.17%		
2006	5,163,007	4,479,600	683,407	1,215,000	205,650	1,420,650	0.48%		
2007	5,998,412	4,898,352	1,100,060	1,250,000	169,200	1,419,200	0.78%		
2008	6,689,505	5,692,136	997,369	1,300,000	119,200	1,419,200	0.70%		
2009	7,123,612	6,182,027	941,585	1,680,000	67,200	1,747,200	0.54%		
2010	-	-	-	-	-	-	0.00%		
2011	-	-	-	-	-	-	0.00%		

CITY OF THOMASVILLE, GEORGIA  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal income (1)	Median Age (1)	Education Level In Years of Formal Schooling (1)	School Enrollment (2)	Unemployment Rate (3)
2002	18,162	\$ 31,380	36.5	12.5	3,119	4.8%
2003	18,162	31,380	36.5	12.5	3,185	3.8%
2004	18,162	31,380	36.5	12.5	3,264	4.3%
2005	18,162	31,380	36.5	12.5	3,368	4.3%
2006	18,162	31,380	36.5	12.5	3,568	4.1%
2007	18,162	31,495	36.5	12.5	3,419	4.0%
2008	18,162	31,495	36.5	12.5	3,569	5.7%
2009	18,162	31,495	36.5	12.5	3,647	8.8%
2010	18,413	33,387	38	12.5	3,785	9.4%
2011	18,413	33,387	38	12.5	3,868	9.8%

Data Sources:

- (1) Government Census
- (2) City of Thomasville Board of Education
- (3) Department of Labor

CITY OF THOMASVILLE, GEORGIA  
Principal Employers  
Current Year and Nine Years Ago

Employer	2011			2002		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Archbold Hospital	1,800	1	8.12%	1,500	1	6.77%
Southwestern State Hospital	776	2	3.50%	715	3	3.23%
Thomas County Schools	759	3	3.42%	786	2	3.55%
Thomasville City/Utilities	442	4	1.99%	379	6	1.71%
Thomasville City Schools	405	5	1.83%	458	5	2.07%
Thomas County Government	402	6	1.81%	275	8	1.24%
Flowers Baking	275	7	1.24%	-		-
SWGA Technical College	236	8	1.06%	240	10	1.08%
Siemens / US Filter	195	9	0.88%	-		-
Cleaver Brooks	177	10	0.80%	-		-
Warners	-	-	-	480	4	2.17%
Turbine Engine	-	-	-	368	7	1.66%
US Filter	-	-	-	247	9	1.11%
	<u>5,467</u>		<u>25.78%</u>	<u>5,201</u>		<u>23.47%</u>

Source: City Clerk

CITY OF THOMASVILLE, GEORGIA  
Full-time Equivalent City Government Employees by Function  
Last Ten Fiscal Years (1)

Name of Department	Full-time Equivalent Employees as of December 31							
	2004	2005	2006	2007	2008	2009	2010	2011
Airport	5	5	5	7	6	6	7	7
City Clerk	1	1	1	1	1	1	1	1
City Council	5	5	5	5	5	5	5	5
City Manager	2	2	2	2	2	2	2	2
Customer Service	35	31	35	33	37	37	36	37
Civil Engineers	7	8	7	7	8	7	7	7
Risk Management	3	3	2	2	2	2	2	3
Financial Services	6	6	8	7	8	8	6	7
Shop	-	-	-	-	1	1	2	8
Fire Department	43	43	42	40	42	43	42	42
Golf	3	3	3	3	3	6	6	6
Human Resources	3	3	3	3	3	3	3	3
Landfill	7	7	7	7	7	7	6	6
Tourism	-	2	2	2	2	2	2	2
Main Street	3	2	3	3	3	3	4	4
Service Department	8	8	5	8	8	8	8	7
Planning & Zoning	8	8	8	8	10	9	8	9
Police Department	63	64	65	68	67	64	68	67
Sanitation	21	20	19	20	22	22	22	23
Streets & Grounds	17	17	17	17	18	20	23	24
Purchasing	2	1	1	2	2	2	2	1
Warehouse	2	2	2	2	2	2	2	2
CNS	29	25	25	27	31	30	31	27
ECC	8	9	8	8	9	9	9	9
Electric Department	22	21	21	20	21	26	26	25
Electric Engineers	10	4	4	5	4	5	5	5
Information Systems	12	14	14	14	14	19	19	17
Marketing	5	8	9	9	10	10	10	10
Rose.Net	7	6	6	6	6	7	7	7
Sewer	9	14	13	15	17	18	18	17
Gas	6	11	10	9	9	10	7	10
Technical Services	12	12	12	12	14	13	13	15
Water	12	12	11	18	19	19	19	19
WPCP	12	12	13	15	15	14	14	14
Total	388	389	388	405	428	440	442	448

(1) Information for prior years not readily available  
Source: Payroll Department

CITY OF THOMASVILLE, GEORGIA  
Operating Indicators by Function  
Last Ten Fiscal Years (1)

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011		
Police										
Criminal Arrests	1,345	1,279	1,296	1,324	1,480	1,649	1,893	1,789		
Parking violations	39	38	40	42	16	11	31	33		
Traffic violations	4,219	5,877	908	1,547	1,789	1,984	7,427	1,211		
Fire										
Number of calls answered	1,271	1,179	1,290	1,391	1,304	1,155	1,156	1,118		
Inspections	517	589	524	540	410	432	589	412		
Highways and streets										
Streets resurfacing (miles)	1.44	1.33	1.27	1.28	1.17	1.35	1.12	1.03		
Sanitation										
Refuse collected (tons)	6,062	6,191	6,216	6,358	6,548	6,798	6,897	6,987		
Recyclables collected (tons)	995	912	1,637	1,789	2,254	3,250	3,578	4,200		
Water										
All new taps	306	253	382	275	226	130	62	78		
Water main breaks	10	47	26	21	49	23	23	15		
Average daily consumption (thousands of gallons)	4,700	4,403	4,608	4,563	5,304	4,570	4,785	4,680		
Wastewater										
Average daily sewage treatment (thousands of gallons)	4,000	4,980	3,433	4,259	3,975	3,780	4,000	4,258		

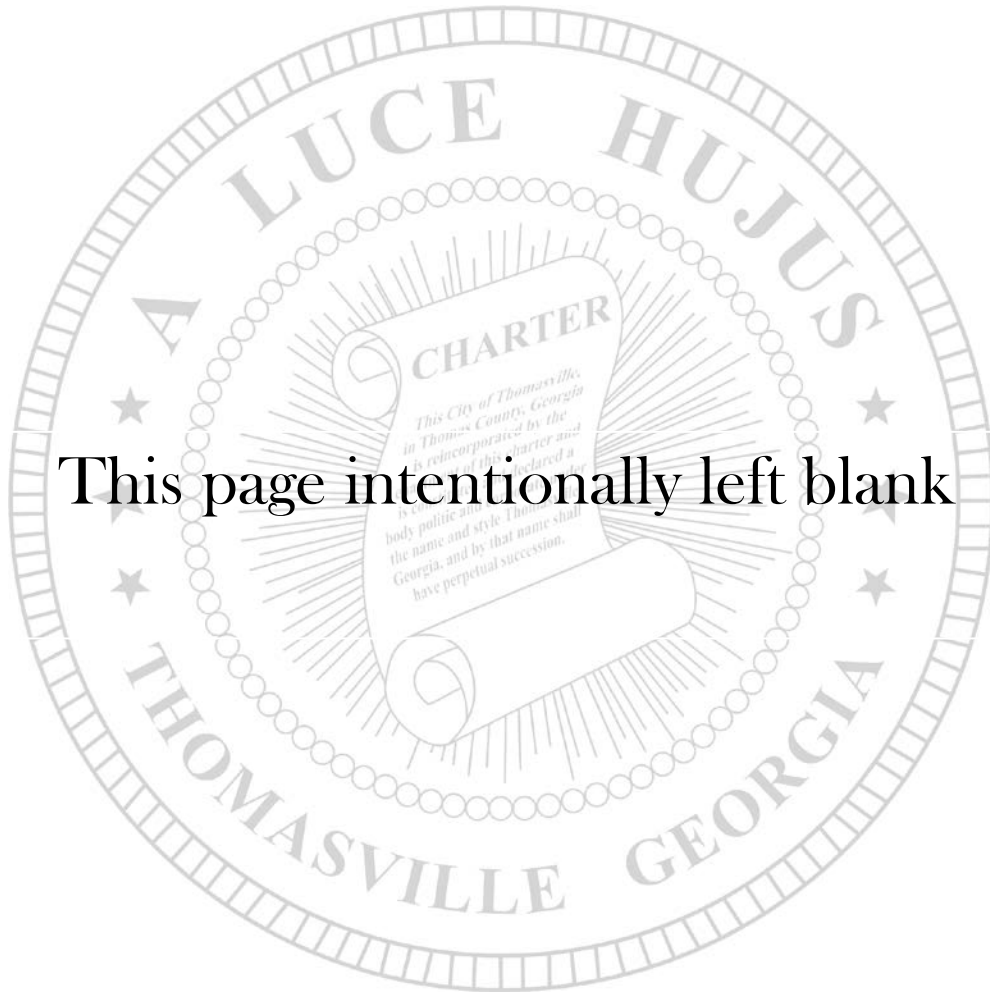
(1) Information for prior years not readily available

Sources: Various city departments

CITY OF THOMASVILLE, GEORGIA  
Capital Asset Statistics by Function  
Last Ten Fiscal Years (1)

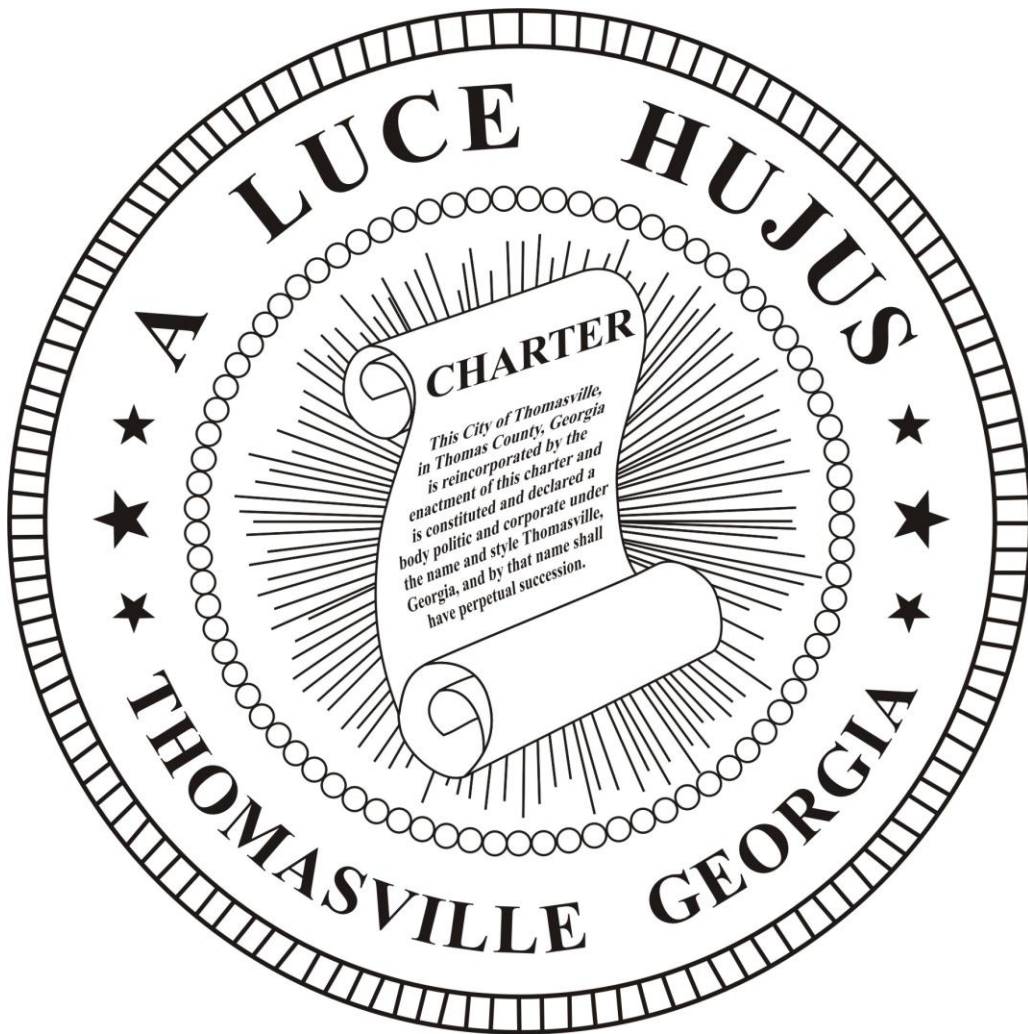
Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011		
Public safety										
Police:										
Stations	1	1	1	1	1	1	2	2		
Patrol units	58	59	59	59	59	59	60	60		
Fire Stations	3	3	3	3	3	3	3	3		
Sanitation										
Collection trucks	23	23	25	25	25	25	25	25		
Highways and streets										
Streets (miles)	134	134	134	134	134	134	134	134		
Streetslights	2,460	2,472	2,486	2,498	2,519	2,821	2,822	2,822		
Culture and recreation										
Parks acreage	236	236	236	236	236	237	237	237		
Parks	10	10	10	10	10	11	11	11		
Tennis courts	13	13	13	13	13	13	13	13		
Community centers	1	1	1	1	1	1	1	1		
Water										
Water mains (miles)	220	229	245	246	248	250	251	251		
Fire hydrants	1,059	1,079	1,129	1,136	1,168	1,254	1,255	1,255		
Maximum daily capacity (thousands of gallons)	7,400	8,000	8,000	8,000	9,000	9,000	9,000	9,000		
Sewer										
Sanitary sewers (miles)	162	162	162	162	163	164	165	165		
Maximum daily treatment capacity/design(thousands of gallons)	6,400	6,400	6,400	6,400	6,500	6,500	6,500	6,500		
Electric										
Number of distribution stations	9	9	9	9	9	9	9	9		
Miles of service lines	600	600	600	600	600	600	600	600		

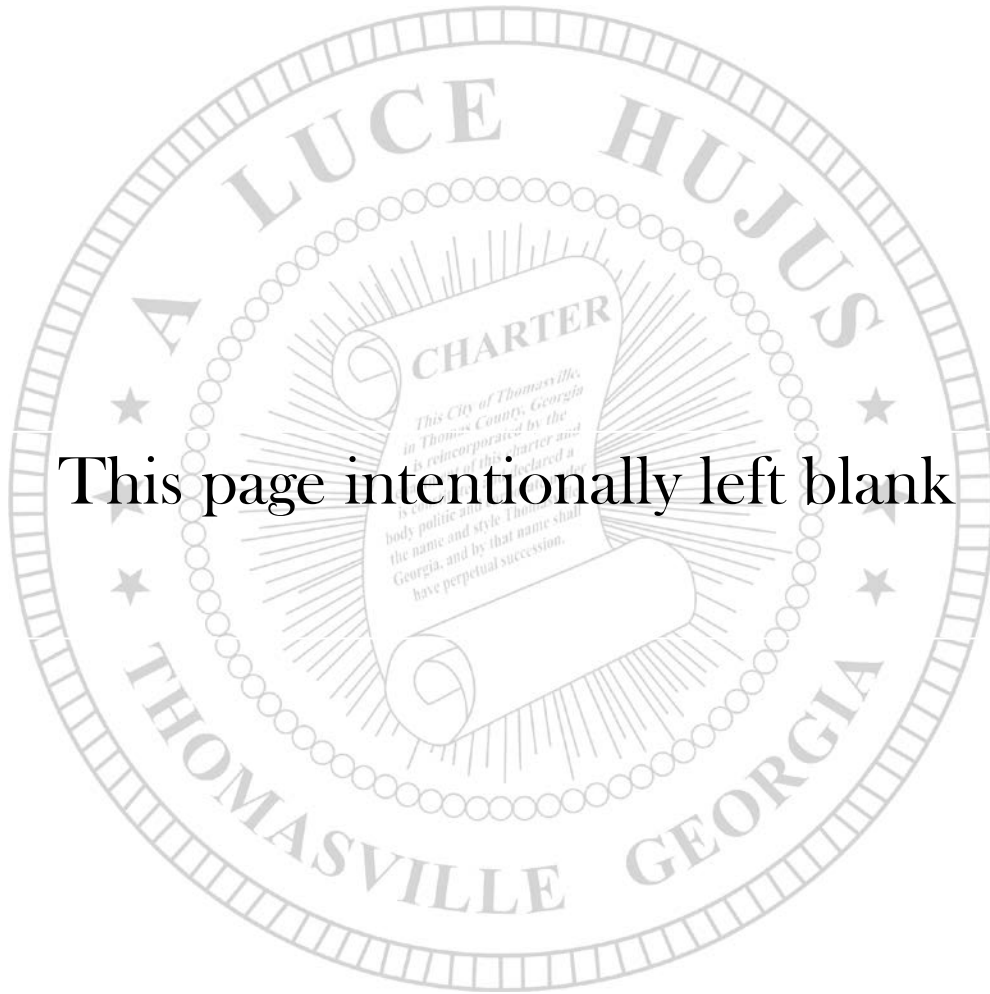
(1) Information for prior years not readily available  
Sources: Various city departments



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## Other Financial Information





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**LANIGAN & ASSOCIATES, P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS  
BUSINESS ADVISORS  
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Please reply to:  
Thomasville

**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***

The Honorable Mayor and Members  
of the City Council  
City of Thomasville, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Thomasville, Georgia, as of and for the year ended December 31, 2011, which collectively comprise City of Thomasville, Georgia's basic financial statements and have issued our report thereon dated June 25, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

***Internal Control over Financial Reporting***

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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.

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THE GEORGIA SOCIETY OF CPA'S, THE FLORIDA INSTITUTE OF CPA'S

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3353 Peachtree Road NE, Suite 545, Atlanta, GA 30326

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

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether City of Thomasville, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item **2011-1**.

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

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

*Lanigan & Associates, P.C.*

Thomasville, Georgia  
June 25, 2012

LANIGAN & ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS  
BUSINESS ADVISORS  
www.lanigancpa.com

Please reply to:  
Thomasville

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

The Honorable Mayor and Members  
of the City Council  
City of Thomasville, Georgia

***Compliance***

We have audited City of Thomasville, Georgia's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on City of Thomasville, Georgia's major federal programs for the year ended December 31, 2011. City of Thomasville, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of City of Thomasville, Georgia's management. Our responsibility is to express an opinion on City of Thomasville, Georgia's compliance based on our audit.

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

In our opinion, City of Thomasville, Georgia, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

***Internal Control Over Compliance***

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

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

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

*Lanigan & Associates, P.C.*

Thomasville, Georgia  
June 25, 2012

CITY OF THOMASVILLE, GEORGIA  
Schedule of Findings and Questioned Costs  
for the year ended December 31, 2011

**Section I – Summary of Auditors' Results**

1. Type of Audit Report issued on the Financial Statements:

Unqualified Opinion.

2. Significant Deficiencies and/or Material Weaknesses in Internal Control:

Audit disclosed no significant deficiencies or material weaknesses in internal control.

3. Noncompliance Material to Auditee Financial Statements:

Audit disclosed item 2011-1 that is required to be reported.

4. Significant Deficiencies and/ or Material Weaknesses in Internal Control Over the Major Programs:

Audit disclosed no significant deficiencies or material weaknesses in internal control over the major programs.

5. Type of Audit Report Issued on Compliance with Requirements Applicable to the Major Programs:

Unqualified Opinion

6. Audit Findings Relative to Section .510(a) of OMB Circular A-133:

Audit disclosed no findings required to be reported under Section .510(a) of OMB Circular A-133.

7. Major Federal Programs:

Community Development Block Program – CDFA# 14.228  
Home Investment Partnerships Program – CFDA #14.239

8. Threshold:

The threshold for distinguishing Type A or Type B programs was \$300,000.

9. Auditee Risk Assessment?

The entity does not qualify as a low risk auditee.

CITY OF THOMASVILLE, GEORGIA  
Schedule of Findings and Questioned Costs  
for the year ended December 31, 2011

**Section II – Financial Statement Findings**

2011-1 Budgetary Compliance

*Condition and Criteria:* The City is required to adopt a budget for each fund that may not be exceeded at fund level without approval by the City Council. Our comparison of the total expenditures/expenses in each of the City's funds to total appropriations, as amended, for each fund, showed the following expenditures/expenses in excess of total appropriations, contrary to OCGA 36-81-3(d)(1):

*Effect:* Expenditures exceeded the legally adopted budget.

*Cause:* Management did not obtain amendments to the budget prior to year-end.

*Auditor's Recommendation:* The City should obtain approval to amend the budget in situations where expenditures exceed budget.

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Enterprise Funds</b>			
Electric	\$ 51,034,608	\$ 51,950,309	\$ (915,701)
Water and Sewer	8,589,991	8,754,508	(164,517)
Sanitation	4,791,679	5,225,403	(433,724)
Rose.net	3,889,759	4,152,389	(262,630)
Municipal Airport	2,422,807	2,677,781	(254,974)
Golf	884,130	979,464	(95,334)
Landfill	3,003,738	3,376,906	(373,168)
<b>Internal Service Funds</b>			
Marketing	\$ 781,035	\$ 781,083	\$ (48)
City Shop	2,510,650	2,894,416	(383,766)
Engineering	621,222	626,633	(5,411)
Self-Insurance	5,374,614	6,109,965	(735,351)
Building Maintenance	85,188	95,696	(10,508)
Information Systems	1,874,399	1,889,805	(15,406)
<b>Governmental</b>			
General	\$ 14,670,428	\$ 15,106,594	\$ (436,166)
Asset Forfeiture	24,658	67,346	(42,688)
Economic Development	125,565	489,673	(364,108)
Parks and Recreation	1,557,531	1,614,194	(56,663)
Multiple Grants	-	323,264	(323,264)
Street Paving	47,000	96,624	(49,624)

**Section III – Federal Awards Findings and Questioned Costs**

None Reported.

**Section IV – Prior Year Federal Award Audit Findings**

None Reported.

CITY OF THOMASVILLE, GEORGIA  
Schedule of Expenditures of Federal Awards  
for the year ended December 31, 2011

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grantor's Number	Federal Expenditures
<b>PRIMARY GOVERNMENT</b>			
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			
Pass-through Georgia Department of Community Affairs:			
Community Development Block Grant (CDBG)/ State's Program and Non-Entitlement Grants in Hawaii	14.228	06B-X-136-2-3244	\$ 66,487
Community Development Block Grant (CDBG)/ State's Program and Non-Entitlement Grants in Hawaii	14.228	09P-X-136-2-5120	266,393
Community Development Block Grant (CDBG)/ State's Program and Non-Entitlement Grants in Hawaii	14.228	10B-X-136-2-5283	<u>139,059</u>
Total Community Development Block Grant (CDBG)/State's Program			471,939
Home Investment Partnerships Program	14.239	09MR-X-136-2-6027	<u>136,810</u>
Total US Department of Housing and Urban Development			<u>608,749</u>
<b>U.S. DEPARTMENT OF JUSTICE</b>			
Bulletproof Vest Partnership Program	16.607		<u>4,552</u>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>			
Pass-through Georgia Department of Transportation:			
Airport Improvement Program	20.106	AP011-9016-29(275)	<u>97,353</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
Early Retiree Reinsurance Program	93.546		<u>126,596</u>
Total Federal Grants			<u>\$ 837,250</u>

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2011**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Thomasville, Georgia and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

CITY OF THOMASVILLE, GEORGIA  
Community Development Block Grant Program Project Cost Schedule  
for the year ended December 31, 2011

Award No. 06b-x-136-2-3244

<i>Col. 1</i>	<i>Col. 2</i>	<i>Col. 3</i>	<i>Col. 4</i>	<i>Col. 5</i>	<i>Col. 6</i>	<i>Col. 7</i>
Program Activity	CDBG Activity Number	Latest Approved Budget (CDBG Funds)	Accumulative CDBG Expenditures To Date	Accumulative Expenditures To Date (Other Funds)	Grand Total of Expenditures To Date (Col. 4 + 5)	Questioned Costs (Explain in Remarks)
Acquisition of Property	001-00	\$2,000	\$0	\$0	\$0	\$0
Street Improvements	03k-01	\$603,507	\$413,565	\$0	\$413,565	\$0
Flood Drainage	03k-02	\$136,248	\$0	\$0	\$0	\$0
Rehabilitation of Private Properties	14a-01	\$284,000	\$167,841	\$0	\$167,841	\$0
General Administration	21a-00	\$56,000	\$56,000	\$0	\$56,000	\$0
Contingencies	022-00	\$61,585	\$0	\$0	\$0	\$0
<b>TOTAL</b>		<b>\$1,143,340</b>	<b>\$637,406</b>	<b>\$0</b>	<b>\$637,406</b>	<b>\$0</b>

Source(s) of Other Funds: City of Thomasville, Georgia

CITY OF THOMASVILLE, GEORGIA  
Community Development Block Grant Program Project Cost Schedule  
for the year ended December 31, 2011

Award No.

09p-x-136-2-5120

<i>Col. 1</i>	<i>Col. 2</i>	<i>Col. 3</i>	<i>Col. 4</i>	<i>Col. 5</i>	<i>Col. 6</i>	<i>Col. 7</i>
Program Activity	CDBG Activity Number	Latest Approved Budget (CDBG Funds)	Accumulative CDBG Expenditures To Date	Accumulative Expenditures To Date (Other Funds)	Grand Total of Expenditures To Date (Col. 4 + 5)	Questioned Costs (Explain in Remarks)
Acquisition of Property	001-00	\$0	\$0	\$0	\$0	\$0
Street Improvements	03k-01	\$470,000	\$277,272	\$0	\$277,272	\$0
Flood Drainage	03k-02	\$0	\$0	\$0	\$0	\$0
Rehabilitation of Private Properties	14a-01	\$0	\$0	\$0	\$0	\$0
General Administration	21a-00	\$30,000	\$27,000	\$0	\$27,000	\$0
Contingencies	022-00	\$0	\$0	\$0	\$0	\$0
<b>TOTAL</b>		<b>\$500,000</b>	<b>\$304,272</b>	<b>\$0</b>	<b>\$304,272</b>	<b>\$0</b>

Source(s) of Other Funds:

City of Thomasville, Georgia

CITY OF THOMASVILLE, GEORGIA  
Community Development Block Grant Program Project Cost Schedule  
for the year ended December 31, 2011

Award No.

10b-x-136-2-5283

<i>Col. 1</i>	<i>Col. 2</i>	<i>Col. 3</i>	<i>Col. 4</i>	<i>Col. 5</i>	<i>Col. 6</i>	<i>Col. 7</i>
Program Activity	CDBG Activity Number	Latest Approved Budget (CDBG Funds)	Accumulative CDBG Expenditures To Date	Accumulative Expenditures To Date (Other Funds)	Grand Total of Expenditures To Date (Col. 4 + 5)	Questioned Costs (Explain in Remarks)
Acquisition of Property (Public)	H-001-01	\$110,000	\$109,750	\$0	\$109,750	\$0
Site Development	H-008-00	\$18,000	\$0	\$0	\$0	\$0
Homebuyer Education	H-003-05	\$5,500	\$850	\$0	\$850	\$0
Relocation Payments	H-005-02	\$2,975	\$0	\$0	\$0	\$0
Downpayment / Closing Cost	H-013-00	\$52,710	\$15,000	\$0	\$15,000	\$0
Contingencies	C-022-00	\$57,459	\$0	\$0	\$0	\$0
Project Management	P-03K-01	\$392,747	\$0	\$0	\$0	\$0
Flood and Drainage Facilities	P-03K-02	\$17,505	\$0	\$0	\$0	\$0
Pedestrian Walkways	P-03L-00	\$117,104	\$0	\$0	\$0	\$0
Rehabilitation Private Properties	H-14A-01	\$26,000	\$13,459	\$0	\$13,459	\$0
<b>TOTAL</b>		<b>\$800,000</b>	<b>\$139,059</b>	<b>\$0</b>	<b>\$139,059</b>	<b>\$0</b>

Source(s) of Other Funds:

City of Thomasville, Georgia

CITY OF THOMASVILLE, GEORGIA  
Schedule of Special Purpose Local Option Sales Tax  
for the year ended December 31, 2011

Project Description	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<b>Per SPLOST 2001 Referendum:</b>					
Roads, Streets and Bridges	\$ 7,035,070	\$ 7,976,530	\$ 6,060,046	\$ 287,691	\$ 6,347,737
Total expenditures			\$ 6,060,046	\$ 287,691	\$ 6,347,737

Project Description	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<b>Per SPLOST 2006 Referendum:</b>					
A. Construction of a County Wide Radio System	\$ 2,750,000	\$ 3,785,524	\$ 3,785,524	\$ -	\$ 3,785,524
B. Recreation Facility Improvements	1,000,000	1,000,000	533,577	210,182	743,759
C. Storm Water Improvements	6,481,250	6,481,250	1,007,093	706,716	1,713,809
Total expenditures	\$ 10,231,250	\$ 11,266,774	\$ 5,326,194	\$ 916,898	\$ 6,243,092

Note A: The SPLOST Schedule has been prepared on the modified accrual basis of accounting.