

TOWN OF CEDAR BLUFF, ALABAMA  
STATEMENT OF NET ASSETS  
September 30, 2010

	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit
<b>ASSETS</b>				
Cash	\$ 492,250	\$ 47,557	\$ 539,807	\$ 764,824
Taxes/Accounts Receivable, Net	109,033	10,023	119,056	66,091
Other Receivables	-	-	-	61,648
Prepaid Expenses	10,046	2,397	12,443	-
Materials and Supplies	-	-	-	36,267
Note Receivable	71,739	-	71,739	-
Deferred Costs	9,785	-	9,785	7,865
Internal Balances	5,064	(5,064)	-	-
Restricted Assets:				
Cash	38,097	-	38,097	-
Investments	1,897	-	1,897	-
Capital Assets				
Non-depreciable Capital Assets	125,034	-	125,034	189,062
Depreciable Capital Assets, Net	<u>859,975</u>	<u>53,619</u>	<u>913,594</u>	<u>2,409,268</u>
<b>TOTAL ASSETS</b>	<u>1,722,920</u>	<u>108,532</u>	<u>1,831,452</u>	<u>3,535,025</u>
<b>LIABILITIES</b>				
Accounts Payable	84,090	690	84,780	26,531
Accrued Payroll and Related Liabilities	12,156	-	12,156	8,255
Other Payables	11,415	-	11,415	13,078
Due to Component Unit	4,133	57,515	61,648	-
Accrued Interest	11,428	-	11,428	-
Compensated Absences				
Due Within One Year	11,500	-	11,500	-
Due in More than One Year	22,971	-	22,971	19,980
Customer Security Deposits	-	-	-	81,522
Non-current Liabilities				
Due Within One Year	99,092	-	99,092	67,340
Due in More Than One Year	<u>586,776</u>	<u>-</u>	<u>586,776</u>	<u>219,931</u>
<b>TOTAL LIABILITIES</b>	<u>843,561</u>	<u>58,205</u>	<u>901,766</u>	<u>436,637</u>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	380,537	(3,896)	376,641	2,311,059
Restricted for:				
Debt Service	39,994	-	39,994	-
Road Maintenance	3,893	-	3,893	-
Capital Improvements	38,553	-	38,553	-
Unrestricted	<u>416,382</u>	<u>54,223</u>	<u>470,605</u>	<u>787,329</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 879,359</u>	<u>\$ 50,327</u>	<u>\$ 929,686</u>	<u>\$ 3,098,388</u>

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

TOWN OF CEDAR BLUFF, ALABAMA  
STATEMENT OF ACTIVITIES  
For the Year Ended September 30, 2010

Program Activities	Program Revenues			Net (Expense) Revenue and Changes in Net Assets				Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total Primary Government	
<b>Governmental Activities:</b>								
General Government	\$ 283,451	\$ 126,193	\$ -	\$ -	\$ (157,258)	\$ -	\$ (157,258)	\$ -
Police Department	308,710	7,187	-	-	(301,523)	-	(301,523)	-
Parks and Recreation	10,845	-	-	-	(10,845)	-	(10,845)	-
Fire Department	67,128	-	10,981	-	(56,147)	-	(56,147)	-
Street Department	62,045	-	-	-	(62,045)	-	(62,045)	-
Interest on Long-term Debt	38,776	-	-	-	(38,776)	-	(38,776)	-
<b>Total Governmental Activities</b>	<b>770,955</b>	<b>133,380</b>	<b>10,981</b>	<b>-</b>	<b>(626,594)</b>	<b>-</b>	<b>(626,594)</b>	<b>-</b>
<b>Business-type Activities</b>								
Sanitation	41,607	89,776	-	-	-	48,169	48,169	-
<b>Total Primary Government</b>	<b>812,562</b>	<b>223,156</b>	<b>10,981</b>	<b>-</b>	<b>(626,594)</b>	<b>48,169</b>	<b>(578,425)</b>	<b>-</b>
<b>Component Unit</b>								
The Utilities Board of the Town of Cedar Bluff, Inc.	633,131	629,558	-	-	-	-	-	(3,573)
<b>General Revenues:</b>								
Sales and Use Tax					243,814		243,814	-
Tobacco Tax					11,909		11,909	-
Motor Fuel Taxes					59,808		59,808	-
Ad Valorem Tax					81,662		81,662	-
Other Taxes					272,236		272,236	-
Interest Income					4,958		4,958	11,983
Rental Income					4,890		4,890	12,278
Transfers					(2,158)	2,158	-	-
Other					12,099		12,099	99,411
<b>Total General Revenues</b>					<b>689,218</b>	<b>2,158</b>	<b>691,376</b>	<b>123,672</b>
<b>Change in Net Assets</b>					<b>62,624</b>	<b>50,327</b>	<b>112,951</b>	<b>120,099</b>
<b>Net Assets, Beginning of Year (as originally stated)</b>					<b>829,189</b>	<b>-</b>	<b>829,189</b>	<b>2,978,289</b>
<b>Prior Period Adjustments (See Note O)</b>					<b>(12,454)</b>	<b>-</b>	<b>(12,454)</b>	<b>-</b>
<b>Net Assets, Beginning of Year, (as restated)</b>					<b>816,735</b>	<b>-</b>	<b>816,735</b>	<b>2,978,289</b>
<b>Net Assets, End of Year</b>					<b>\$ 879,359</b>	<b>\$ 50,327</b>	<b>\$ 929,686</b>	<b>\$ 3,098,388</b>

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

TOWN OF CEDAR BLUFF, ALABAMA  
BALANCE SHEET - GOVERNMENTAL FUNDS  
September 30, 2010

	Governmental Fund Types			Total Governmental Funds
	General Fund	Debt Service Fund	Other Governmental Funds	
<b>ASSETS</b>				
Cash	\$ 451,338	\$ -	\$ 40,912	\$ 492,250
Cash - Restricted	-	38,097	-	38,097
Investments - Restricted	-	1,897	-	1,897
Due From Other Funds	5,064	-	-	5,064
Taxes Receivable, Net	104,874	-	4,163	109,037
Prepaid Expenses	10,047	-	-	10,047
Other Receivable	71,738	-	-	71,738
<b>TOTAL ASSETS</b>	<b>\$ 643,061</b>	<b>\$ 39,994</b>	<b>\$ 45,075</b>	<b>\$ 728,130</b>
<b>LIABILITIES</b>				
Accounts Payable	\$ 81,461	\$ -	\$ 2,629	\$ 84,090
Accrued Payroll and Related Expenses	7,377	-	-	7,377
Other Liabilities	20,326	-	-	20,326
Compensated Absences	1,578	-	-	1,578
Deferred Revenue	68,016	-	-	68,016
<b>TOTAL LIABILITIES</b>	<b>178,758</b>	<b>-</b>	<b>2,629</b>	<b>181,387</b>
<b>FUND BALANCES</b>				
Reserved:				
Debt Service	-	39,994	-	39,994
Noncurrent Receivables	71,738	-	-	71,738
Unreserved, Reported In:				
General Fund	392,565	-	-	392,565
Special Revenue Funds	-	-	42,446	42,446
<b>TOTAL FUND BALANCES</b>	<b>464,303</b>	<b>39,994</b>	<b>42,446</b>	<b>546,743</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 643,061</b>	<b>\$ 39,994</b>	<b>\$ 45,075</b>	<b>\$ 728,130</b>

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets:

Total Fund Balances - Governmental Funds	\$ 546,743
Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the funds.	985,009
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	68,016
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.	(720,409)
Net assets of governmental activities	<u>\$ 879,359</u>

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

TOWN OF CEDAR BLUFF, ALABAMA  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended September 30, 2010

	General Fund	Debt Service Fund	Other Governmental Funds	Totals Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 623,703	\$ -	\$ 45,645	\$ 669,348
Licenses	84,274	-	-	84,274
Grants	10,981	-	12,099	23,080
Traffic Fines	7,187	-	-	7,187
Interest	4,908	34	-	4,942
Other	<u>46,809</u>	<u>-</u>	<u>16</u>	<u>46,825</u>
<b>TOTAL REVENUES</b>	<b>777,862</b>	<b>34</b>	<b>57,760</b>	<b>835,656</b>
<b>EXPENDITURES</b>				
General Government	285,558	-	-	285,558
Police Department	287,773	-	-	287,773
Parks and Recreation	7,297	-	-	7,297
Fire Department	45,159	-	-	45,159
Maintenance Department	-	-	-	-
Street Department	30,863	-	29,626	60,489
Capital Outlay	78,460	-	-	78,460
Debt Service				
Administrative Charges	4,208	-	-	4,208
Principal	-	260,823	-	260,823
Interest and Fiscal Agent Fees	<u>-</u>	<u>36,615</u>	<u>-</u>	<u>36,615</u>
<b>TOTAL EXPENDITURES</b>	<b><u>739,318</u></b>	<b><u>297,438</u></b>	<b><u>29,626</u></b>	<b><u>1,066,382</u></b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	38,544	(297,404)	28,134	(230,726)
<b>OTHER FINANCING SOURCES (USES)</b>				
Long-term Debt Issued	165,750	-	-	165,750
Transfers Out	(303,165)	-	(23,847)	(327,012)
Transfers In	<u>327</u>	<u>308,124</u>	<u>16,403</u>	<u>324,854</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b><u>(137,088)</u></b>	<b><u>308,124</u></b>	<b><u>(7,444)</u></b>	<b><u>163,592</u></b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(98,544)</b>	<b>10,720</b>	<b>20,690</b>	<b>(67,134)</b>
Fund Balances, Beginning of Year (as originally stated)	575,301	29,274	21,756	626,331
Prior Period Adjustments (See Note O)	<u>(12,454)</u>	<u>-</u>	<u>-</u>	<u>(12,454)</u>
Fund Balances, Beginning of Year (as restated)	<u>562,847</u>	<u>29,274</u>	<u>21,756</u>	<u>613,877</u>
Fund Balances, End of Year	<u>\$ 464,303</u>	<u>\$ 39,994</u>	<u>\$ 42,446</u>	<u>\$ 546,743</u>

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

TOWN OF CEDAR BLUFF, ALABAMA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended September 30, 2010

Net Change in Fund Balances - Governmental Funds	\$ (67,134)
Amounts reported for governmental activities in the Statement of Activities are different due to:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets are allocated over their estimated useful lives as depreciation expense. Also, assets transferred between funds are reported differently in the governmental funds than in the Statement of Activities. This is the net difference of treatment of fixed assets in the current period.	34,184
Tax revenue that was deferred in the funds because it did not meet the criteria for inclusion under modified accrual is included in the statement of activities.	80
Other expenses, such as interest and compensated absences, reported in the Statement of Activities that do not require current financial resources.	(625)
For governmental funds, the issuance of long-term debt provides current financial resources and the repayment of long-term debt consumes current financial resources. Neither transaction, however, has any effect on the change in net assets in the Statement of Activities. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when the 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.	<u>96,119</u>
Change in Net Assets - Governmental Activities	\$ <u>62,624</u>

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