CITY OF EAST DUBLIN, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Prepared under authority
of the Office of the
City Clerk

CITY OF EAST DUBLIN, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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CITY OF EAST DUBLIN

GEORGE H. GORNTO, MAYOR
EMILY KIGHT, ATTORNEY
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MELISSA E. BASSETT, CLERK
LARRY N. DREW, ADMINISTRATOR
DWAYNE LAKE, WATER/SEWER SUPT.
H.T. SCARBOROUGH, PUBLIC WORKS SUPT.
MARK TARPLEY, FIRE CHIEF
WILLIAM LUECKE, POLICE CHIEF

November 16, 2016

Honorable George Gornto, Mayor
And Members of the City Council
City of East Dublin
East Dublin, Georgia 31027

Mayor and Council Members:

The comprehensive annual financial report of the City of East Dublin, Georgia for the fiscal year ended June 30, 2016 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the government. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is divided into an introductory section, financial section, and statistical section:

- The **introductory section** is intended to familiarize the reader with the organization structure of the City, the nature and scope of the services it provides, and the specifics of its operating environment within the context of the local economy.
- The **financial section** includes the independent auditors' report, basic financial statements, the combining and individual fund and statements and schedules, and other supplementary information. GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A).
- The **statistical section** provides readers with additional historical perspective, content, and detail to assist in understanding the information in the financial statements, notes to the financial statements, required supplementary information, and for assessing the City's economic condition.

The City is required to have an audit in conformity with Governmental Auditing Standards. The auditors' report on compliance and internal control over financial reporting and the status of prior year findings is included in this report.

This report includes all funds of the government. The government provides a full range of services. These services include police protection, fire protection, the construction and maintenance of streets and drainage improvements, planning and zoning, engineering, building and code enforcement, and water and sewer service.

A Mayor and five (5) City Council members serve the City of East Dublin. The Mayor and two City Council members are elected at large. Three City Council members are elected from districts. All serve four (4) year terms. The Mayor and City Council serve as the legislative

COUNCIL: LEN TANNER, Mayor Pro-Tem; BRAXTON BROWN, JR.; AL WILLIAMS; ZILMON YOUNG; DENT JACKSON, JR.

body responsible for enacting City ordinances, resolutions, appropriating funds, and providing policy direction to City staff. The City Council appoints a City Administrator, City Attorney, City Auditor, Municipal Court Judge, a zoning board and an appeals board. The City Council annually adopts a balanced budget and establishes a tax rate for the support of the City programs. The City Administrator and Department Directors have the responsibility of administering these programs in accordance with policies and the annual budget adopted by the City Council.

General Information. The City of East Dublin is located in Laurens County. East Dublin was incorporated on February 12, 1952.

Economic Condition and Outlook

The City of East Dublin is located in central Laurens County, which is located in the central part of the state, approximately 135 miles south of Atlanta. The downturn of the economy over the past decade is reflected in the City's General Fund revenues, which have decreased from $2,055,484 in 2007 to $1,980,927 in 2016. However, the economic condition and outlook of the City remain strong as the area is predicted to have a sustained growth pattern through 2017. City leaders have recognized and plans have been developed and/or implemented to maintain balanced, controlled and planned developments in concert with an economic development plan that encourages appropriate growth. The City has still been able to provide its services at a cost per capita that is comparable to other communities with similar demographic and economic characteristics.

The financial position of the City has continued to be strong. This is primarily a result of careful budget management and expenditure of funds. The City has been able to maintain low millage rates on Ad Valorem taxes for the past several years.

Future stability for the City of East Dublin is good based upon the solid fund equity balance that is maintained in the funds. This shows that the city has goals and objectives that can be met in the public service area; police and fire protection, street and drainage improvements, and infrastructure.

Major Initiatives

Mayor and City Council:

Overall Goals and Objectives - (1). Achieve all goals while striving for the lowest total cost for public services with a minimal property tax millage rate. (2). Maintain a managed growth policy that requires quality development in concert with our economic development strategy. (3). Provide for the public safety and welfare by committing appropriate resources to police, fire, streets, recreation, water and sewer. (4). Continue cooperative efforts with other governments. (5). Preserve our historic and cultural heritage.

Finance and Administration:

Overview - The Finance and Administrative Department consists of the City Administrator, City Clerk, and support personnel. The City Administrator is appointed by the Mayor and City Council and is responsible for the execution of policies and legislative action of the City Council, direction, control and coordination of operational agencies. The City Clerk is responsible for City Council agenda preparation, minutes and custodian of City records. The City Clerk also acts in a support role to the Mayor and City Council. The Clerk is responsible for planning, developing, implementing, and maintaining the administrative and financial operations of the

City including purchasing, water administrative, and assisting the Mayor with preparing the annual budget and capital improvement plan.

Municipal Court:

Overview - The Municipal Court of East Dublin is dedicated to the principle of equal and timely access to justice so that all individuals are treated with integrity, honesty, equality, respect for the rule of law, and the rights of all. The Court uses all staff members in a collaborative effort to operate the court efficiently and effectively while maintaining public trust and confidence. The Municipal Court prepares and processes records, citations, warrants and other legal papers for the Court. Court personnel receive and deposit monies collected for fines and fees, set court dates, issue subpoenas and warrants, prepare various reports, records, and other documents pertinent to the operation of the Court and those required by the State of Georgia.

Police:

Overview - The men and women of the East Dublin Police Department are committed to protect life, property, and the constitutional guarantees of all citizens of East Dublin and those who travel through our City. With community partnership as our foundation, we, as a department, are entrusted to enhance the quality of life, seek solutions to community problems and foster a sense of peace and security for all people within our City. We will honor this trust placed in us by holding ourselves to the highest standards of professional police conduct.

Fire:

Overview - The City of East Dublin Fire Department responds to various types of emergency incidents including all types of fires, motor vehicle and other accidents, rescue calls, severe weather and flooding emergencies. Fire department personnel perform numerous prevention and public relations functions, fire safety inspections, annual hydrant maintenance, emergency management functions, and other specialty programs. The City of East Dublin provides for a volunteer service to supplement career resources. The volunteer section maintains a rank structure for supervision on training exercises, emergency scenes, work details, and to provide general maintenance of the program. Volunteer Services supplements through emergency response, stand by at stations or other assistance for special events or work details.

Public Works:

Overview - The City of East Dublin Public Works Department is responsible for the maintenance of all streets, sidewalks and drainage facilities located on public property. The department is also responsible for grass cutting along City streets and State highways. The department provides landscaping services for public property. In addition, this department is responsible for traffic control and the resurfacing of City streets in association with the Georgia Department of Transportation Local Assistance Road Program (LARP). The Public Works Department provides emergency services including road closing and sandbagging flood prone areas. The department assists Police with traffic control during City Events.

Planning and Zoning:

Overview - The Planning and Zoning Department strives to maintain and improve the overall quality of life for all citizens of the City of East Dublin by promoting sustainable development, encouraging a stable and enduring economic base, providing for the safety, health and education and preserving the natural, cultural and historic assets of the City of East Dublin. The Planning and Zoning Department coordinates the development and implementation of the City of

East Dublin's Comprehensive Plan, special area studies, plan review process, Zoning Ordinance, Sign Ordinance, Landscape Ordinance and GIS program. The Planning and Zoning Department expeditiously review and respond to all inquiries, applications and studies dealing with current planning, zoning, subdivision and land development to achieve a well designed, planned and quality community in accordance with adopted ordinances, resolutions and policies. The Planning and Zoning Department provides all necessary land use, economic, environmental and social data upon which to base effective governmental decision resulting in orderly growth and development and a high quality of life for present and future citizens.

Water and Sewer:

Overview - The Water and Sewer Department is responsible for supplying water to City of East Dublin residents for potable and fire fighting uses. They are also responsible for the treatment and disposal of the wastewater generated by the City of East Dublin as per regulations set forth by all state and federal agencies.

Financial information

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

Basis of accounting. The basis of accounting used determines when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Governmental fund types and expendable trust funds use the modified accrual basis of accounting. Their revenues are recognized when they become both measurable and available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. The financial statements for the proprietary fund types are accounted for on the accrual basis of accounting. Under this method revenues are recorded when earned, and expenses are recognized when the liability is incurred.

Accounting systems. In developing and evaluating the City's accounting control system, consideration is given in the adequacy of internal accounting controls. Internal accounting controls comprise the plan of organization and the procedures and records concerned with safeguarding of assets and the reliability of financial records and consequently are designed to provide reasonable assurance regarding: (1) the safeguarding of assets against loss from unauthorized user disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

Budgetary control. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The level of budgetary control is on a departmental basis. A budget is legally adopted for all Governmental Fund types and Proprietary Fund types. Formal budgetary integration is employed as a management control device during the year. The budget is based on the same method of accounting as the fund it represents. Transfers of appropriations within a department budget or within a nondepartmental expenditure category require the approval of the finance director. Increase in appropriations in a departmental budget or in a nondepartmental expense category requires approval of the governing body in the

form of amendments to the budget ordinance.

General government functions. Municipal activities and services are accounted for in the General Fund, Capital Improvement Fund, Special Revenue Funds, and Enterprise Funds.

Capital Improvement Fund The capital improvement fund is used to account for capital projects that are being acquired or built. The City of East Dublin has one capital improvement fund: (1) SPLOST Fund

SPLOST Fund. The fund is used to account for special purpose local option sales tax proceeds for approved capital improvements. Total revenues equal $336,806. Total expenditures were made in the amount of $268,340 for approved capital projects.

Special Revenue Fund. The special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The City of East Dublin has two Special Revenue Fund: (1) Hotel/Motel Tax Fund (2) TSPLOST Fund.

Hotel/Motel Tax Fund. The fund is used to account for hotel/motel taxes collected for the use of tourism. Total revenues equal $14,826. Expenditures were made in the amount of $8,022 for tourism and recreation purposes.

TSPLOST Fund The fund is used to account for transportation special purpose local option sales tax collected for the use of the public works department. Total revenues equal $31,413. Expenditures were made in the amount of $34,872 for infrastructure improvements.

Enterprise Fund. Business-type activities of the City of East Dublin are accounted for in the Enterprise Fund. The Enterprise Fund for the City of East Dublin is the Water and Sewer Fund.

Water and Sewer Fund. The Water and Sewer Fund charges City residents for the consumption of potable water and for the treatment of the wastewater. The Water and Sewer Fund charges a sewer proportionate share fee to cover the portion of the capacity of the sewer treatment facility. Total water and sewer revenues for fiscal year 2016 were $748,488. Total operating expenditures for fiscal year 2016 were $1,154,016. The change in net position after a capital grant contribution of $431,409, depreciation and non-operating revenues and/or expenses was $461,027 for the fiscal year end.

Relevant Financial Policies. Throughout the year, the city administrator and city clerk administer the governing council's approved financial policies. These policies address issuance of debt, purchasing and procurement, cash and investment management, and accounting practices. In totality, these policies formulate the core criteria for which internal evaluations occur. On a continuous basis, these policies are reviewed in order to maintain relativity to the changing financial needs of the government.

Other Information.

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting firm of Buckley & Hopkins, LLP was selected by the city council. The auditors' report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of East Dublin for its comprehensive annual financial report for the fiscal year ended June 30, 2015. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards of preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of East Dublin, Georgia has received a Certificate of Achievement for twenty-three years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the clerk's office. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report.

Sincerely,

Melissa E. Bassett
Chief Financial Officer

CITY OF EAST DUBLIN, GEORGIA

LIST OF PRINCIPAL OFFICIALS

_____

MAYOR
George H. Gornto

CITY COUNCIL MEMBERS
Marvin L. Tanner, Jr., Mayor Pro-Tem
Al Williams, Jr.
Dent Jackson, Jr.
Zilmon Young
Braxton Brown, Jr.

CITY ADMINISTRATOR
Larry N. Drew

CITY CLERK
Melissa E. Bassett

POLICE CHIEF
William Leucke

FIRE CHIEF
Mark Tarpley

PUBLIC WORKS SUPERINTENDENT
H. T. Scarborough

WATER AND SEWER SUPERINTENDENT
Dwayne Lake

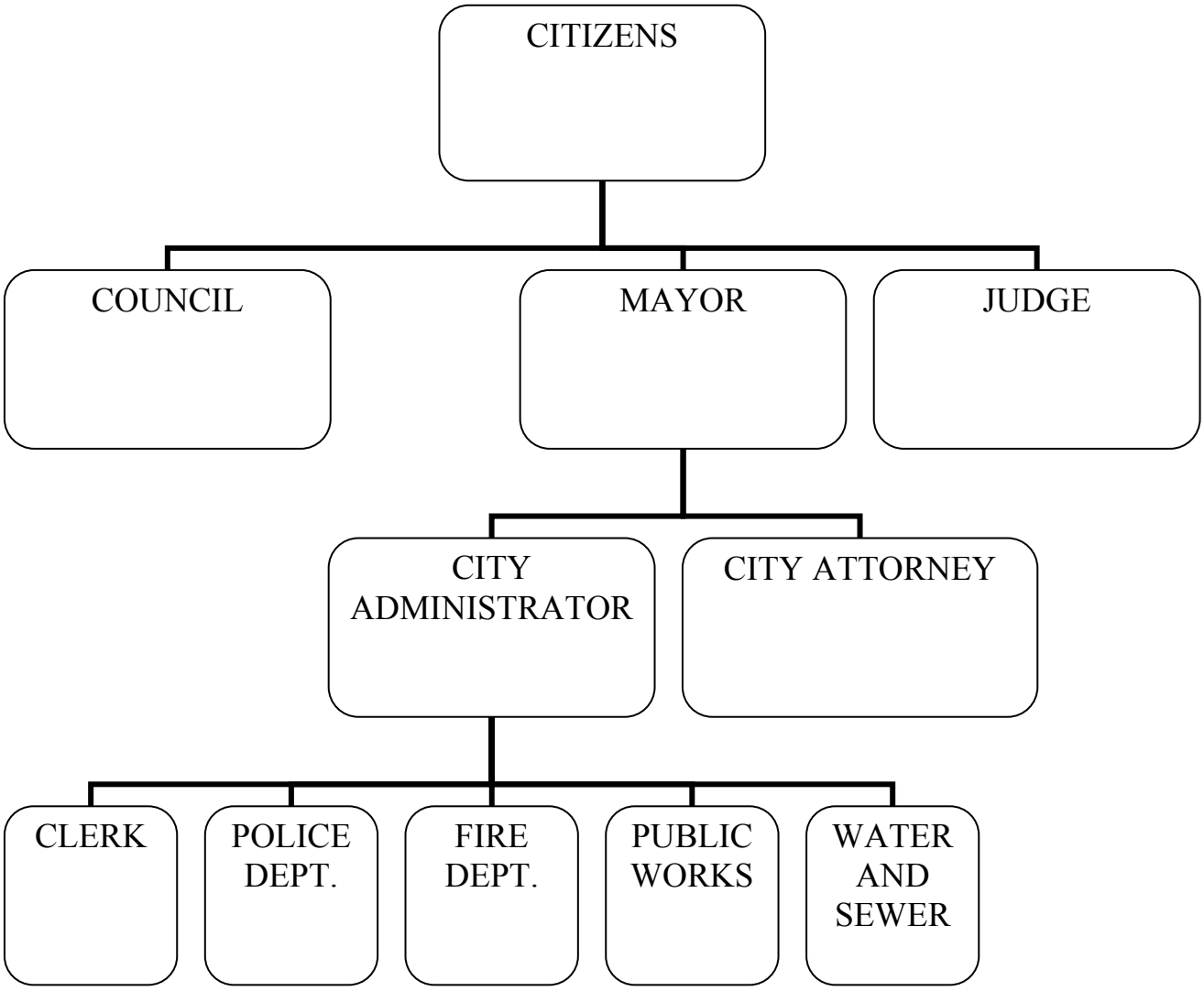
MUNICIPAL COURT JUDGE
Charles C. Butler

CITY ATTORNEY
Emily Kight

CITY AUDITOR
Albert P. Hopkins, Jr., C.P.A.

CITY OF EAST DUBLIN, GEORGIA

ORGANIZATIONAL CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of East Dublin

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

FINANCIAL SECTION

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CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

To the Hon. Mayor and
Members of City Council
City of East Dublin, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of East Dublin, Georgia, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of East Dublin, Georgia, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of East Dublin, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the budgetary comparison schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of projects constructed with special sales tax proceeds is presented for purposes of additional analysis as required by Official Code of Georgia §48-8-121 and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the budgetary comparison schedules, and the schedule of projects constructed with special sales tax proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the budgetary comparison

schedules, and the schedule of projects constructed with special sales tax proceeds are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2016, on our consideration of the City of East Dublin, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of East Dublin, Georgia's internal control over financial reporting and compliance.

Forsyth, Georgia
November 14, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF EAST DUBLIN, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016
(UNAUDITED)

This management discussion and analysis of the City of East Dublin, Georgia's financial performance provides an overall review of the City's financial activities for the fiscal year ended June 30, 2016. It is designed to give the reader an objective and easily readable analysis of the City's financial performance. The primary intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the letter of transmittal, notes to the basic financial statements, and the financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- The assets of the City's primary government activities' assets exceeded its liabilities as of June 30, 2016, by $10,659,244.
- As of June 30, 2016, total net position consisted of $9,876,711 net investment in capital assets, $125,668 restricted, and $656,865 unrestricted.
- During fiscal year 2016, the city's net position decreased by $90,537.
- As of June 30, 2016, the City's governmental funds reported ending fund balance of $307,204, a decrease of $422,104 in comparison with the prior year.
- As of June 30, 2016, the City's General Fund reported ending fund balance of $68,286, a decrease of $494,004 in comparison with the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This comprehensive annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of East Dublin as a financial whole, or as an entire operating entity.

Statement of Net Position and Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. For proprietary funds, the statements offer short and long term financial information about activities the City operates like businesses, such as water and sewer. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

The purpose of the Statement of Net Position and the Statement of Activities is to answer the question, "How did we do financially during FY2016?" These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and changes in position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of

many factors, some financial, some not. Non-financial factors include the City's property tax base, facility conditions, and other factors.

In the Statement of Net Position and the Statement of Activities, the City has both governmental and business type activities:

Governmental Activities
Most of the City's programs and services are reported here including general government, public safety, public works, culture and recreation. Sales taxes, property taxes, fines and forfeitures finance most of these activities.

Business-Type Activities
The City charges fees to cover the services it provides. These activities include water and sewer services, sanitation services and recycling services.

Reporting the City's Most Significant Funds

Fund financial reports provide detailed information about the City's major funds. The City uses funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds.

Governmental Funds

Most of the City's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general governmental operations and basic services it provides. Governmental fund information helps you determine whether there are more financial resources that can be spent in the near future to finance governmental services. The relationship (or difference) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements. See Note #2 to the Financial Statements.

The capital projects funds are used to account for financial resources to be used for the acquisition, construction, or renovation of major capital assets. The City of East Dublin has one Capital Projects Fund currently referred to as the SPLOST Fund.

The special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The City of East Dublin has two Special Revenue Funds currently referred to as the Hotel/Motel Tax Fund and the TSPLOST Fund.

Proprietary Funds

Proprietary funds are activities that a City operates like a business in that it attempts to recover costs through charges to the user. The City's only proprietary funds are enterprise funds. Enterprise funds may be used to account for any activity or service that charges a fee to external users to cover the cost of operations, including cost of depreciation and debt service. The City operates its water and sewer fund as an enterprise fund. Proprietary fund statements use the accrual basis of accounting like the City-wide statements.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As was previously stated, the FY2016 total net position represent an increase over FY2014. See Tables 1 and 2 for a schedule of net position and change in net position.

TABLE 1 – NET POSITION

	Governmental Activities		Business Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Assets						
Current & other assets	$ 481,875	$ 926,057	$ 541,227	$ 408,401	$ 1,023,102	$ 1,334,458
Capital assets, net	2,165,312	2,292,307	11,091,938	10,843,467	13,257,250	13,135,774
Total assets	2,647,187	3,218,364	11,633,165	11,251,868	14,280,352	14,470,232
Liabilities						
Current liabilities	37,299	56,362	138,128	136,896	175,427	193,258
Long-term liabilities	45,709	46,259	3,399,972	3,480,934	3,445,681	3,527,193
Total liabilities	83,008	102,621	3,538,100	3,617,830	3,621,108	3,720,451
Net Position						
Net investment in capital assets	2,165,312	2,292,307	7,711,399	7,377,125	9,876,711	9,669,432
Restricted	69,664	69,664	56,004	100	125,668	69,764
Unrestricted	329,203	753,772	327,662	256,813	656,865	1,010,585
Total net position	2,564,179	3,115,743	8,095,065	7,634,038	10,659,244	10,749,781
Total liabilities and net position	$ 2,647,187	$ 3,218,364	$ 11,633,165	$ 11,251,868	$ 14,280,352	$ 14,470,232

TABLE 2 – CHANGE IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues						
Charges for services	$ 505,005	$ 537,732	$ 748,488	$ 740,442	$ 1,253,493	$ 1,278,174
Operating grants	-	-	-	-	-	-
Capital grants/contributions	370,558	367,661	431,409		801,967	367,661
General Revenues						
Taxes	1,075,670	1,069,067	-	-	1,075,670	1,069,067
Investment earnings	650	599	450	38	1,100	637
Other	26,029	116,083	27,138		53,167	116,083
Total revenues	1,977,912	2,091,142	1,207,485	740,480	3,185,397	2,831,622
Expenses						
General government	908,395	825,784	-	-	908,395	825,784
Public safety	686,953	717,044	-	-	686,953	717,044
Public works	518,548	508,678	-	-	518,548	508,678
Culture and recreation	8,022	14,563	-	-	8,022	14,563
Water and sewer	-	-	1,154,016	1,091,522	1,154,016	1,091,522
Total expenses	2,121,918	2,066,069	1,154,016	1,091,522	3,275,934	3,157,591
Increase in net position before transfers	(144,006)	25,073	53,469	(351,042)	(90,537)	(325,969)
Transfers	(407,558)	(19,628)	407,558	19,628	-	-
Change in net position	(551,564)	5,445	461,027	(331,414)	(90,537)	(325,969)
Net position, beginning	3,115,743	3,110,298	7,634,038	7,965,452	10,749,781	11,075,750
Net position, ending	$ 2,564,179	$ 3,115,743	$ 8,095,065	$ 7,634,038	$ 10,659,244	$ 10,749,781

Governmental Activities

Please note that general government expenses of $908,395 represent 43% of the total governmental expenses. General government expenses primarily consisted of personnel costs and general insurance. The next most significant program expense is public safety which totals $686,953 and 32% of the total. Public safety primary expenses were related to personnel and fuel. Expenses of general government, public safety and public works changed nominal amounts during FY2016, primarily due to budget control.

The SPLOST fund is the capital improvements fund of the City. At the end of the current fiscal year, the restricted for capital outlay fund balance was $182,630 which was an increase of $68,555 from the previous year. This increase was primarily due to steady revenue flow and decreased spending.

Business-Type Activities

The only business-type activity of the City is the Water and Sewer Department. The majority of its revenue was derived from user fees charged for product and service. The sewer department saw a large increase in expenses primarily from the costs of running their new wastewater treatment facility and significant repairs due to lightning damage. Personnel costs and depreciation were the two largest expenditures for the water and sewer fund, which accounted for 60% of total expenses in this fund.

Cost of Program Services

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental and business-type activities, the combined total cost of services and the combined net cost of services, that is, it identifies the cost of these services supported by tax revenue.

Although program revenues make up a significant percentage (59%) of the combined revenues, the City is dependent upon tax revenues for governmental activities.

TABLE 3 - GOVERNMENTAL AND BUSINESS TYPE ACTIVITIES (COMBINED)

	Total Cost of Services		Net Cost of Services	
	2016	2015	2016	2015
General government	$ 908,395	$ 825,784	$ (868,292)	$ (449,228)
Public safety	686,953	717,044	(504,479)	(503,911)
Public works	518,548	508,678	(236,120)	(192,974)
Culture and recreation	8,022	14,563	(8,022)	(14,563)
Business-type activities	1,154,016	1,091,522	(405,528)	(351,080)
Total Expenses	$ 3,275,934	$ 3,157,591	$ (2,022,441)	$ (1,511,756)

Governmental Fund Balance

The General Fund's ending fund balance for the FY2016 was $68,286. The General Fund 2016 fiscal year budget included no appropriation of fund balance. The fund balance decreased by $494,004 during 2016. City council has assigned $70,897 for servicing claims on their self-insurance policy.

	2016	2015
General	$ 68,286	$ 562,290
SPLOST	182,630	114,075
Other governmental funds	56,288	52,943
Total	$ 307,204	$ 729,308

Proprietary Net Position

At the end of FY2016 the combined net position of the City's Proprietary Funds were $8,095,065.

GENERAL FUND BUDGETING HIGHLIGHTS

- The City's budget is prepared according to Georgia law. The most significant budget fund is the General Fund.
- For the General Fund, the actual revenues of $1,597,793 were less than the final budgeted amount of $1,721,400 by $123,607.
- The actual budgeted expenditures of $1,952,579 were greater than the final budgeted amount of $1,891,400 by $61,179.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of FY2016 the City had $13,257,616 invested in capital assets. The table below shows FY2016 and FY2015 balances.

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	$ 289,153	$ 289,153	$ 73,480	$ 73,480	$ 362,633	$ 362,633
Construction in progress	-	-	492,292	-	492,292	-
Buildings	956,019	954,431	-	-	956,019	954,431
Equipment	1,099,965	1,087,155	356,389	359,889	1,456,354	1,447,044
Infrastructure	1,345,413	1,345,413	13,762,060	13,716,012	15,107,473	15,061,425
Total capital assets	3,690,550	3,676,152	14,684,221	14,149,381	18,374,771	17,825,533
Accumulated depreciation	(1,525,238)	(1,383,845)	(3,591,917)	(3,305,914)	(5,117,155)	(4,689,759)
Total capital assets	$ 2,165,312	$ 2,292,307	$11,092,304	$ 10,843,467	$ 13,257,616	$ 13,135,774

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

Long-Term Debt

The amount of outstanding long-term debt is $3,445,680, consisting of $60,979 owed to employees for compensated absences, $3,061,972 owed in revenue bonds for the construction of the waste water treatment plant and $322,729 owed to the Georgia Environmental Facilities Administration to finance the cost of a surface water supply, a water treatment and transmission facilities and a new gravity sewer line to connect the East Laurens schools.

	Governmental Activities		Business-type Activities	
	2016	2015	2016	2015
Compensated Absences	$ 45,708	$ 46,259	$ 15,271	$ 14,591
Bonds Payable	-	-	3,061,972	3,102,665
Notes Payable	-	-	322,729	363,678
Total long-term liabilities	$ 45,708	$ 46,259	$ 3,399,972	$ 3,480,934

Additional information on the City's long-term liabilities can be found in Note 3 of this report.

Economic Outlook

The City of East Dublin is located in central Laurens County, which is located in the central part of the state, approximately 135 miles south of Atlanta. According to U.S. Census figures, the City of East Dublin had a small decline in its population from 2000 to 2010. The 2000 Census population figure for the City of East Dublin was 2,850 and the 2010 U.S. Census population figure was 2,441. Even with a decline in population, the economic condition and outlook of the City remains strong. City leaders have recognized this growth pattern and plans have been developed and/or implemented to maintain balanced, controlled and planned developments in concert with an economic development plan that encourages appropriate growth. The economic growth has also placed increased demands on services, but the City has adopted a conservative approach and implemented programs to meet these demands. The City has been able to provide its services at a cost per capita that is comparable to other communities with similar demographic and economic characteristics.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability of the money it receives. If you have questions about this report or need additional financial information, contact Melissa Bassett, Clerk, City of East Dublin, at 116 Savannah Avenue, East Dublin, Georgia 31027, 478-272-6883.

BASIC FINANCIAL STATEMENTS

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2016

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 5,580	$ 383,666	$ 389,246
Receivables, net of allowance			
Taxes	198,625	-	198,625
Accounts	18,811	90,073	108,884
Due from other governments	121,113	-	121,113
Restricted assets:			
Cash and cash equivalents	124,981	-	124,981
Inventories	12,765	17,952	30,717
Prepaid assets	-	49,170	49,170
Capital assets:			
Land and construction in progress	289,153	565,773	854,926
Other capital assets, net of accumulated depreciation	1,876,159	10,526,531	12,402,690
Total Assets	2,647,187	11,633,165	14,280,352
LIABILITIES			
Accounts payable	35,115	24,384	59,499
Customer deposits	2,300	105,164	107,464
Accrued liabilities	(116)	8,580	8,464
Noncurrent liabilities			
Due within one year	36,700	99,315	136,015
Due in more than one year	9,009	3,300,657	3,309,666
Total Liabilities	83,008	3,538,100	3,621,108
NET POSITION			
Net investment in capital assets	2,165,312	7,711,399	9,876,711
Restricted:			
Restricted for capital outlay	69,664	55,904	125,568
Restricted for debt service	-	100	100
Unrestricted	329,203	327,662	656,865
Total Net Position	$ 2,564,179	$ 8,095,065	$ 10,659,244

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Business-Type Activities	Net (Expense) Revenue and Changes in Net Position: Primary Government: Total
Primary Government:							
Governmental Activities							
General government	$ 908,395	$ 40,103		$ 336,806	$ (531,486)	$ -	$ (531,486)
Public safety	686,953	182,474	-	-	(504,479)	-	(504,479)
Public works	518,548	282,428	-	33,752	(202,368)	-	(202,368)
Culture and recreation	8,022	-	-	-	(8,022)	-	(8,022)
Total governmental activities	2,121,918	505,005	-	370,558	(1,246,355)	-	(1,246,355)
Business-type Activities:							
Water & Sewer	1,154,016	748,488	-	431,409	-	25,881	25,881
Total business-type activities	1,154,016	748,488	-	431,409	-	25,881	25,881
Total Primary Government	$ 3,275,934	$ 1,253,493	$ -	$ 801,967	(1,246,355)	25,881	(1,220,474)
General Revenues							
Property tax					231,493	-	231,493
Sales tax					407,743	-	407,743
Franchise tax					189,369	-	189,369
Insurance premium tax					140,652	-	140,652
Other taxes					106,413	-	106,413
Investment and interest revenue					650	450	1,100
Miscellaneous					26,029	27,138	53,167
Transfers					(407,558)	407,558	-
Total General Revenues and Transfers					694,791	435,146	1,129,937
Change in Net Position					(551,564)	461,027	(90,537)
Net Position - Beginning of Year					3,115,743	7,634,038	10,749,781
Net Position - End of Year					$ 2,564,179	$ 8,095,065	$ 10,659,244

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

	General Fund	SPLOST Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ (50,708)	$ -	$ 56,288	$ 5,580
Receivables, net of allowance				
Taxes receivable	198,625	-	-	198,625
Accounts receivable	18,811	-	-	18,811
Due from other governments	63,465	57,648	-	121,113
Restricted assets:	-			
Cash and cash equivalents	-	124,981	-	124,981
Inventories	12,765	-	-	12,765
Total Assets	$ 242,958	$ 182,629	$ 56,288	$ 481,875
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 35,115	$ -	$ -	$ 35,115
Accrued Liabilities	(116)	-	-	(116)
Customer deposits	2,300	-	-	2,300
Total Liabilities	37,299	-	-	37,299
Deferred Inflow of Resources:				
Deferred revenue	137,373	-	-	137,373
Total Deferred Inflow of Resources	137,373	-	-	137,373
Fund Balances:				
Nonspendable	12,765	-	-	12,765
Restricted for:				
Capital outlay	-	182,629	-	182,629
Unrestricted (deficit), reported in:				
Committed	-	-	-	-
Assigned	70,897	-	56,288	127,185
Unassigned	(15,376)	-	-	(15,376)
Total Fund Balances	68,286	182,629	56,288	307,203
Total Liabilities and Fund Balances	$ 242,958	$ 182,629	$ 56,288	$ 481,875

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2016

Total Fund Equity per Balance Sheet of Governmental Funds	$	307,203
Amounts reported for governmental activities in the Statement of Net Position differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:		
Capital Assets		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		
Cost of the assets		3,690,550
Accumulated depreciation		(1,525,238)
Some of the government's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.		
Receivables, taxes		137,373
Long-term Liabilities		
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather recognized as an expenditure when due. All liabilities both current and long-term are reported in the Statement of Net Position. Long-term liabilities at year-end consist of the following:		
Compensated absences		(45,709)
Total Adjustments		2,256,976
Net Position of Governmental Activities	$	2,564,179

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	General Fund	SPLOST Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Taxes				
Property tax	$ 234,508	$ -	$ -	$ 234,508
Sales tax	376,330	-	31,413	407,743
Other taxes	421,608	-	14,826	436,434
License and permits	40,103	-	-	40,103
Intergovernmental	33,752	336,806	-	370,558
Fines and forfeitures	182,474	-	-	182,474
Charges for services	282,428	-	-	282,428
Interest income	561	89	-	650
Other revenues	26,029	-	-	26,029
Total Revenues	1,597,793	336,895	46,239	1,980,927
Expenditures:				
Current:				
General government	870,326	-	-	870,326
Public safety	624,528	-	-	624,528
Public works	421,007	-	34,872	455,879
Culture and recreation	-	-	8,022	8,022
Capital outlays	36,718	-	-	36,718
Total Expenditures	1,952,579	-	42,894	1,995,473
Excess (Deficiency) of Revenues Over (Under) Expenditures	(354,786)	336,895	3,345	(14,546)
Other Financing Sources (Uses):				
Transfers in (out)				
From other funds	33,750	-	-	33,750
To other funds	(172,968)	(268,340)	-	(441,308)
Total other financing sources (uses)	(139,218)	(268,340)	-	(407,558)
Net change in fund balances	(494,004)	68,555	3,345	(422,104)
Fund Balance, beginning of year	562,290	114,075	52,943	729,308
Fund Balance, end of year	$ 68,286	$ 182,630	$ 56,288	$ 307,204

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITUTES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Excess (Deficit) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses Per Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances	$ (422,104)
Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the Following:	
Capital Assets	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.	
Total capital outlays	36,718
Total depreciation	(163,713)
Sale of capital assets	-
Revenues	
Because some revenues will not be collected for several months after the government's fiscal year end, they are not considered available revenues and are deferred in the governmental funds.	
Deferred revenues decreased by this amount during the fiscal year.	(3,015)
Compensated Absences	
Long-term compensated absences are reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, long-term compensated absences are not reported as expenditures in Government Funds.	
Compensated absences decreased by this amount during the fiscal year.	550
Total Adjustments	(129,460)
Change in Net Position of Governmental Activities	$ (551,564)

The accompanying notes are an integral part of statements.

CITY OF EAST DUBLIN, GEORGIA,
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 1,011,000	$ 1,076,300	$ 1,032,446	$ (43,854)
Licenses and permits	51,000	53,500	40,103	(13,397)
Intergovernmental	32,000	34,000	33,752	(248)
Fines and forfeitures	178,000	178,000	182,474	4,474
Charges for services	337,000	338,100	282,428	(55,672)
Interest income	1,000	500	561	61
Other revenues	218,000	274,500	26,029	(248,471)
Total Revenues	1,828,000	1,954,900	1,597,793	(357,107)
Expenditures:				
General government	763,350	862,400	862,304	96
Police	438,650	483,500	483,493	7
Fire	159,710	150,810	149,971	839
Insect Control	10,000	1,000	932	68
Public works	262,290	259,190	258,190	1,000
Sanitation	194,000	198,000	197,689	311
Reserve	-	-	-	-
Total Expenditures	1,828,000	1,954,900	1,952,579	2,321
Excess (deficiency) of revenues over (under) expenditures	-	-	(354,786)	(354,786)
Other Financing Sources (Uses):				
Transfers in (out)				
From other funds	170,000	170,000	33,750	(136,250)
To other funds	-	-	(172,968)	(172,968)
Total other financing sources and uses	170,000	170,000	(139,218)	(309,218)
Net change in fund balance	$ 170,000	$ 170,000	(494,004)	$ (664,004)
Fund balance, beginning of year			562,290	
Fund balance, end of year			$ 68,286	

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016

	Water and Sewer Fund
ASSETS	
Current assets	
Cash and cash equivalents	$ 383,666
Accounts receivable, net of allowances	90,073
Inventories	17,952
Prepaid assets	49,170
Total current assets	540,861
Noncurrent assets	
Capital assets, non-depreciable	565,773
Capital assets, depreciable, net of accumulated depreciation	10,526,531
Total noncurrent assets	11,092,304
Total Assets	11,633,165
LIABILITIES	
Current liabilities	
Accounts payable	24,384
Accrued liabilities	8,580
Compensated absences, current portion	15,271
Notes payable, current portion	84,044
Customer deposits	105,164
Total current liabilities	237,443
Long-term liabilities	
Notes payable, net of current portion	3,300,657
Total long-term liabilities	3,300,657
Total Liabilities	3,538,100
NET POSITION	
Net investment in capital assets	7,711,399
Restricted, capital outlay	55,904
Restricted, debt service	100
Unrestricted	327,662
Total Net Position	$ 8,095,065

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Water and Sewer Fund
Operating revenues:	
Charges for services:	
Water sales	$ 470,102
Sewer sales	278,387
Other fees and charges	27,138
Total operating revenues	775,627
Operating expenses:	
Personnel costs	404,810
Contracted services	29,900
Supplies	40,810
Other operating expenses	266,707
Depreciation	288,103
Total operating expenses	1,030,330
Total operating income	(254,703)
Nonoperating revenues (expenses):	
Investment income	450
Interest expense	(123,687)
Total nonoperating revenues (expenses)	(123,237)
Net income (loss) before capital contributions and transfers	(377,940)
Capital contributions	
Intergovernmental	431,409
Income before transfers	53,469
Transfers in	407,558
Transfers out	-
Change in net position	461,027
Net position - beginning of year	7,634,038
Net position - end of year	$ 8,095,065

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Water and Sewer Fund
Cash Flows from Operating Activities:	
Receipts from customers	$ 773,760
Payments to suppliers and service providers	(335,135)
Payments to employees	(404,130)
Net Cash Flows Provided by (Used for) Operating Activities	34,495
Cash Flows from Noncapital Financing Activities	
Transfers from other funds	172,968
Net Cash Flows Provided by (Used for) Noncapital Financing Activities	172,968
Cash Flows from Capital and Related Financing Activities:	
Purchase of property and equipment	(536,941)
Principal paid on notes and bonds payable	(81,641)
Capital grants and contributions	(123,687)
Interest paid	431,409
Transfer in from SPLOST Fund	234,590
Net Cash Flows Provided by (Used for) Capital and Related Financing Activities	(76,270)
Cash flows from Investing Activities:	
Interest on investments	450
Net Cash Flows Provided by (Used for) Investing Activities	450
Net Increase (Decrease) in Cash and Cash Equivalents	131,643
Cash and Cash Equivalents, Beginning of Year	252,023
Cash and Cash Equivalents, End of Year	$ 383,666

(Continued)

The accompanying notes are an integral part of these statements.

CITY OF EAST DUBLIN, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Water and Sewer Fund
Reconciliation of Net Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:	
Net Operating Income (Loss)	$ (254,703)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:	
Depreciation	288,103
Changes in Assets and Liabilities:	
(Increase) decrease in accounts receivable	(1,867)
(Increase) decrease in inventories	-
(Increase) decrease in prepaid assets	1,050
Increase (decrease) in accrued liabilities	-
Increase (decrease) in compensated absences	680
Increase (decrease) in accounts payable	14,367
Increase (decrease) in customer deposits	(13,135)
Total Adjustments	289,198
Net Cash Provided by (Used for) Operating Activities	$ 34,495

The accompanying notes are an integral part of these statements.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board SGAS 14 which defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of the component unit's board and either A) the ability to impose will by the primary government, or B) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based upon the application of this criteria, the City of East Dublin reporting entity consists of the city itself consisting of five funds: the General Fund, Hotel/Motel Tax Fund, Water and Sewer Fund, TSPLOST Fund and the SPLOST Fund.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

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

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. For this purpose, the government 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, intergovernmental grants, and investment income 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. All other revenue items are considered to be measurable and available only when cash is received by the City.

The format of the fund financial statements has been modified by GASB Statement No. 34. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. GASB Statement No. 34 also required, as required supplementary information, Management's Discussion and Analysis which includes an analytical overview of the City's financial activity.

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 fund* accounts for the activities of the government's special purpose local option sales tax.

The City reports the following major proprietary fund:

The *water and sewer fund* accounts for the operation of the water and sewerage system including all revenues from sources applicable to these operations and all expenses of the operation.

Additionally, the government reports the following fund types:

The *special revenue funds* account for specific revenues that are legally restricted to expenditures for particular purposes.

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

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

Proprietary funds distinguish *operating* revenues and expenses from *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 are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Assets, Liabilities, and Net Position or Equity

1. *Deposits and investments*

The city's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. There are no investments other than cash and these are stated at cost.

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as 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."

3. *Inventories*

Inventories are valued at cost, which approximates market, using the first in, first out (FIFO) method. The consumption method is used to account for inventories. Under the consumption method, inventory items are recognized as expenditures when used.

4. *Prepaid expenditures/expenses*

Payments made to vendors for services that will benefit period beyond June 30, 2016 are recorded as prepaid items.

5. *Restricted assets*

Certain proceeds of enterprise fund block grants, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited.

6. *Capital assets*

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $500 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 costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

Property, plant and equipment of the primary government are depreciated using the straight line method over the following useful lives:

Asset	Years
Land improvements	30
Buildings	30-40
Public domain infrastructure	25
System infrastructure	25-50
Vehicles & Equipment	3-20
Computer Equipment	5

7. *Compensated absences*

Accumulated unused sick pay benefits up to ten (10) days per employee have been recorded in the accounts. Accumulated unpaid vacation costs are accrued when incurred in the government-wide and proprietary financial statements. The liability has decreased from the June 30, 2015 amount by $550 for the governmental activities and increased by $680 for the business-type activities.

8. *Long-term obligations*

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 statement of net position. The City has one revenue bond obligation at the present time.

In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources.

9. *Fund equity*

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation re classified as restricted fund balances. Non-spendable fund balances include amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

The City's policies require that committed fund balances can only be established by city council through resolution and released or modified from those restrictions by city council through resolution. Under the City's adopted policy, the City allows the mayor and city clerk to assign fund balances for specific purposes that will benefit the city without council approval; however, these assigned designations can be released by council or city administration.

When committed, assigned, and unassigned funds are available for use, it is the City's policy to use committed resources first, and then assigned resources, then unassigned resources as they are needed.

10. *Use of estimates*

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

11. *Encumbrances*

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 not employed. Actual expenditures and amounts payable are compared to budget at each meeting. The mayor and council feel that they have sufficient control in this manner, especially as this is a relatively small municipality.

12. *Infrastructure*

General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to July 1, 2003.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

On or before June 30 of each year, all departments of the government submit requests for appropriation to the government's mayor and council so that a budget may be prepared. The budget is prepared by fund, function, and department, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

Before June 30, the proposed budget is presented to the government's council for review. The government's council holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any

changes in the budget must be within the revenues and reserves estimated as available by the mayor and council or the revenue estimates must be changed by an affirmative vote of a majority of the council.

The legal level of budgetary control is the departmental level within individual funds. The city administrator is authorized to transfer budgeted amounts within departments. Any revisions that alter total expenditures must be approved by the mayor and council. During the year, the budget may be amended by council if necessary.

Budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and special revenue funds. Enterprise fund budgets are prepared and utilized as a management tool to assess the operations of the enterprise funds. All annual appropriations lapse at fiscal year end.

B. Expenditures in Excess of Appropriations

There were no material expenditures in excess of appropriations during the year ended June 30, 2016.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Custodial Credit Risk - Deposits
The custodial credit risk of deposits is the risk that in the event of failure of a bank the government will not be able to recover deposits. The City has a policy of only using FDIC insured banks and they require pledges on balances not covered by FDIC insurance. As of June 30, 2016, the carrying amount of the City's deposits was $514,228 and the bank balance was $529,648. Of the bank balance, $529,648 was covered by federal depository insurance, or by collateral held by the City's agent or pledging financial institution.

Investments
Investments are stated at fair value.

State statutes authorize the City to invest in obligations of the U.S. Treasury, other U.S. Government Agencies, State of Georgia, other states, prime banker's acceptances, repurchase agreements and other political subdivisions of Georgia.

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.

Credit Risk – State statutes authorize the City to invest obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by U.S. 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.

As of June 30, 2016, the City had no investments in financial securities.

B. Receivables

Receivables at June 30, 2016 for the City's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

	General	Water and Sewer Fund	Total
Receivables:			
Taxes	$ 198,625	$ -	$ 198,625
Accounts	22,812	91,275	114,087
Gross Receivables	221,437	91,275	312,712
Less: allowance for uncollectibles	(4,002)	(1,203)	(5,205)
Total net receivables	$ 217,435	$ 90,072	$ 307,507

C. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2016 is as follows:

Primary Government

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 289,153	$ -	$ -	$ 289,153
Construction in Progress	-	-	-	-
Total	289,153	-	-	289,153
Capital assets, being depreciated:				
Buildings	954,432	1,588	-	956,020
Infrastructure	1,345,413	-	-	1,345,413
Equipment	1,087,154	35,130	(22,320)	1,099,964
Total	3,386,999	36,718	(22,320)	3,401,397
Less accumulated depreciation for:				
Buildings	(172,882)	(25,750)	-	(198,632)
Infrastructure	(353,540)	(53,817)	-	(407,357)
Equipment	(857,423)	(84,146)	22,320	(919,249)
Total	(1,383,845)	(163,713)	22,320	(1,525,238)
Total assets, being depreciated	2,003,154	(126,995)	-	1,876,159
Governmental activities capital assets, net	$ 2,292,307	$ (126,995)	$ -	$ 2,165,312

Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 73,480	$ -	$ -	$ 73,480
Construction in Progress	-	-	-	-
Total	73,480	-	-	73,480
Capital assets, being depreciated:				
Water plant and distribution system	2,470,410	46,048	-	2,516,458
Sewer plant and extensions	11,245,601	-	-	11,245,601
Equipment	359,889	-	(3,500)	356,389
Total	14,075,900	46,048	(3,500)	14,118,448
Less accumulated depreciation for:				
Water plant and distribution system	(1,009,351)	(50,306)	-	(1,059,657)
Sewer plant and extensions	(1,973,645)	(224,631)	-	(2,198,276)
Equipment	(322,917)	(13,166)	2,100	(333,983)
Total	(3,305,913)	(288,103)	2,100	(3,591,916)
Total assets, being depreciated, net	10,769,987	(242,055)	(1,400)	10,526,532
Business-type activities capital assets, net	$ 10,843,467	$ (242,055)	$ (1,400)	$10,600,012

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

Governmental activities:	
General government	$ 38,619
Public safety	62,425
Public works	62,669
Total depreciation expense – governmental activities	$ 163,713
Business-type activities:	
Water and sewer	$ 288,103
Total depreciation expense – business-type activities	$ 288,103

D. Short-term Debt

The City was not a party to a short term debt agreement during the year ended June 30, 2016.

E. Capital Leases

The City was not a party to a capital lease agreement during the year ended June 30, 2016.

F. Long-term Debt

Compensated absences are generally liquidated by the General Fund.

General Obligation Bonds
The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. There were no outstanding general obligation bonds payable at June 30, 2016.

Revenue Bonds
The government can also issue bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. In 2011, the City issued revenue bonds totaling $3,201,000 to help fund the city's portion of a United State Department of Agriculture project to upgrade the city's wastewater treatment plant. The bond consists of 468 monthly payments of $13,029 starting in December 2012. The annual interest rate is 3.75%. The city has pledged future revenues of the water and sewer system to service the bonds. The City is also required to deposit $1,303 monthly into a sinking fund reserve account until the balance is $156,348. The city is in compliance with this requirement.

Debt service requirements to maturity for the revenue bonds payable are:

	Business-Type Activities Revenue Bonds	
Fiscal Year	Principal	Interest
2017	42,245	114,103
2018	43,857	112,491
2019	45,530	110,818
2020	47,267	109,081
2021-2025	264,801	516,939
2026-2030	319,318	462,422
2031-2035	385,060	396,680
2036-2040	464,334	317,406
2041-2045	559,928	221,813
2046-2050	680,547	101,192
2051-2052	208,773	11,397
Total	$ 3,061,660	$ 2,474,342

Notes Payable

In 2003, the City obtained a note payable totaling $788,476 from the Georgia Environmental Facilities Authority for an extension of the water and sewer system. The note consists of 80 quarterly payments in the amount of $11,982. The annual interest rate is 2.00%.

The annual debt service requirements to maturity for the notes payable are as follows:

	Business-Type Activities GEFA	
Fiscal Year	Principal	Interest
2017	41,799	6,131
2018	42,629	5,301
2019	43,925	4,005
2020	44,357	3,573
2021-2024	150,020	82,111
Total	$ 322,730	$ 101,121

Interest included in the direct expenses of the government-wide statement of activities for FYE June 30, 2016 is $123,687 in the water and sewer fund.

Long-term liability activity for the year ended June 30, 2016 is as follows:

Governmental activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 46,259	$ 19,270	$ (19,821)	$ 45,708	$ 36,700
Governmental activities long-term liabilities	$ 46,259	$ 19,270	$ (19,821)	$ 45,708	$ 36,700

Business-type activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 14,591	$ 7,570	$ (6,890)	$ 15,271	$ 14,591
Bonds payable	3,102,665	-	(40,693)	3,061,972	42,245
Notes payable	363,678	-	(40,948)	322,730	40,948
Business-type activity long-term liabilities	$ 3,480,934	$ 7,570	$ (88,531)	$ 3,399,973	$ 97,784

G. Interfund Receivable, Payables, and Transfers

The city did not have any interfund receivables or payables as of June 30, 2016.

The composition of interfund transfers as of June 30, 2016, is as follows:

Transfer Out	Transfer In	Amount	Purpose
SPLOST Fund	Water/Sewer Fund	$ 234,590	Water and Sewer Capital Improvements
General Fund	SPLOST Fund	33,750	Fund Capital Assets
General Fund	Water/Sewer Fund	172,558	Reimburse Operating Costs

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

H. Joint Venture

Under Georgia law, the City, in conjunction with other cities and counties in the seventeen county central Georgia area, is a member of the Heart of Georgia Altamaha Regional Commission (RC) and is required to pay annual dues thereto. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organization structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGS 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Heart of Georgia Altamaha Regional Commission
501 Oak Street
Eastman, Georgia 31023.

I. Defined Contribution Pension Plan

The City has a voluntary matching savings plan whereby the City will match employees' contributions to an IRA established and maintained by the employee. Contributions for the fiscal year by the City totaled $15,436 by the General Fund and $5,179 by the Water Fund. This plan is a defined contribution plan in which the employees contributed $20,568. These amounts were matched by the City. The employees' voluntary contributions may be 2%, 4% or 6% of their salary. Plan provisions and contribution requirements are established and may be amended by the City. The plan conforms to Internal Revenue Code Section 408. At present the trustees of the accounts are the Capital City Bank, the Bank of Dudley and the Citizens Bank of Laurens County.

The City is required by Georgia law to contribute a percentage of its fines collected to the Peace Officers Annuity and Benefit Fund. The General Fund contributed $3,257 during the fiscal year. Membership is limited to Peace Officers employed by the State of Georgia or any of its political subdivisions. Upon application and acceptance, a member must pay dues in the amount of $20.00 per month. None of the officers employed by the City are members. Benefits of membership include death payments and disability retirement income. Pension benefits with different payment options are also available to qualified members. The City has no liability or fiduciary responsibility beyond its contribution to the plan and no unfunded accrued liabilities.

J. Risk Management

The City self insures for employee health insurance up to $20,000 per person covered per year. Commercial insurance covers claims in excess of this amount. Premiums are paid monthly to the insurance company and an actuarially determined amount is deposited into an account to pay employee health benefits and is restricted for that purpose. The determined amount has been deposited on a regular basis. Commercial insurance is carried to cover risk of other claims or

losses. These insured risks include workers' compensation, property damage and liability. For insured programs there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded coverage for the current year or the three prior years.

The City has joined together with other municipalities in the state as part of the Workers' Compensation Self-Insurance Fund (WCSIF), 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 the 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 and in accordance with the workers' compensation laws of Georgia. The fund is to pay all cost 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.

The following represents the changes in approximate aggregate liabilities for the City from July 1, 2014 to June 30, 2016 with regard to health care. The lag claim analysis received for the three months subsequent to year-end from the administrator of the plan is the basis for estimating the liabilities for unpaid claims. Workers' compensation and tort claims are paid by insurance policies:

	Health Care
Receivable balance, July 1, 2014	$ 178,545
Claims and changes in estimates	352.065
Claims payments	(443,716)
Receivable balance, June 30, 2015	86,894
Claims and changes in estimates	517,457
Claims payments	(550,244)
Receivable balance, June 30, 2016	$ 54,107
Assets available to pay claims at June 30, 2016	$ 70,897

K. Commitments and Contingencies

Grants

The City has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the City believes such disallowances, if any, will not be significant.

Litigation

During the course of normal operations of the City, various claims and lawsuits arise. The City attorney has advised that there are no potential liabilities that will impair the City's financial position as of the date of this audit report.

L. Tax Revenues

Property Taxes

Property taxes for 2015 are to be levied in November 2016 on property values assessed as of January 1, 2016. Bills for one-half of the estimated levy were sent out on March 15 and due by June 30. The final bills are sent out in November with taxes due on January 15, 2016. After this date, penalties and interest are assessed by the government with active pursuance of delinquent taxes early in the

following year. Liens are placed on property when taxes are delinquent more than one year from the due date.

Hotel/Motel Taxes
The City has levied a 5% lodging tax. The Official Code of Georgia Annotated §48-13-50 requires that all lodging taxes levied of 5% or more be expended or obligated contractually for the promotion of tourism, conventions, or trade shows. Management represents that $10,822 or 60%, of the lodging tax received during the year ended June 30, 2016 was used or assigned for promoting tourism and $7,215 or 40% was paid to the Dublin-Laurens County Recreation Department per intergovernmental agreement.

M. Nonspendable Fund Balance

Nonspendable fund balance on the governmental funds balance sheet as of June 30, 2016, consisted of:

	General Fund
Inventory	$ 12,765

N. Restricted, Committed, Assigned Fund Balance

Restricted, committed and assigned fund balance on the governmental funds balance sheet as of June 30, 2016, consisted of:

	General Fund	SPLOST Fund	Hotel/Motel Tax Fund	TSPLOST Fund
Restricted fund balance				
SPLOST referendum purchases	$ -	$ 182,629	$ -	$ -
Assigned fund balance				
Health benefit claims	$ 70,897	$ -	$ -	$ -
Promotion of tourism	-	-	28,989	-
Public works expenditures	-	-	-	27,299

O. Subsequent Events

City's management evaluated subsequent events through November 6, 2016 and found no reportable events.

SUPPLEMENTARY INFORMATION

CITY OF EAST DUBLIN, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Special Revenue Funds		
	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash	$ 27,299	$ 28,989	$ 56,288
Total Assets	$ 27,299	$ 28,989	$ 56,288
LIABILITIES AND FUNDS BALANCES			
Liabilities:	$ -	$ -	$ -
Total Liabilities	-	-	-
Fund Balances:			
Assigned			
Assigned for public works	27,299	-	27,299
Assigned for culture and recreation	-	28,989	28,989
Total Fund Balances	27,299	28,989	56,288
Total Liabilities and Fund Balances	27,299	28,989	56,288

CITY OF EAST DUBLIN, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Special Revenue Funds		
	TSPLOST Fund	Hotel/Motel Tax Fund	Total Nonmajor Governmental Funds
Revenues:			
Sales Tax	$ 31,413	$ -	$ 31,413
Hotel/Motel Tax	-	14,826	14,826
Total revenues	31,413	14,826	46,239
Expenditures:			
Public works	34,872	-	34,872
Culture and recreation	-	8,022	8,022
Total expenditures	34,872	8,022	42,894
Excess (deficiency) of revenues over expenditures	(3,459)	6,804	3,345
Other financing sources (uses):			
Transfers in:			
From other funds	-	-	-
Transfers out:			
To other funds	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(3,459)	6,804	3,345
Fund balances (deficits), beginning of year	30,758	22,185	52,943
Fund balances, end of year	$ 27,299	$ 28,989	$ 56,288

CITY OF EAST DUBLIN, GEORGIA
TSPLOST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	TSPLOST Fund			
	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Sales tax	$ 28,000	$ 32,000	$ 31,413	$ (587)
Total Revenues	28,000	32,000	31,413	(587)
Expenditures:				
Public works	28,000	32,000	34,872	(2,872)
Total expenditures	28,000	32,000	34,872	(2,872)
Excess (deficiency) of revenues over expenditures	-	-	(3,459)	(3,459)
Other financing sources (uses):				
Transfers in:				
From other funds	-	-	-	-
Transfers out:				
To other funds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	$ -	$ -	(3,459)	$ (3,459)
Fund balances (deficits), beginning of year			30,758	
Fund balances, end of year			$ 27,299	

CITY OF EAST DUBLIN, GEORGIA
HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Hotel/Motel Tax Fund			
	Budget			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 18,000	$ 18,000	$ 14,826	$ (3,174)
Total Revenues	18,000	18,000	14,826	(3,174)
Expenditures:				
Culture and recreation	18,000	18,000	8,022	9,978
Total expenditures	18,000	18,000	8,022	9,978
Excess (deficiency) of revenues over expenditures	-	-	6,804	6,804
Other financing sources (uses):				
Transfers in:				
From other funds	-	-	-	-
Transfers out:				
To other funds	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	$ -	$ -	6,804	$ 6,804
Fund balances (deficits), beginning of year			22,185	
Fund balances, end of year			$ 28,989	

CITY OF EAST DUBLIN, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
FOR THE YEAR ENDED JUNE 30, 2016

	Original Estimated Cost	Revised Estimated Cost	Prior Year(s)	Current Year	Total	Estimated Percentage of Completion
SPLOST 2012						
City Hall and Associated Buildings	$ 172,000	$ 172,000	$ 88,427	$ -	$ 88,427	51.41%
Previously Incurred General Obligation Debt	720,000	720,000	310,000	120,000	430,000	59.72%
Public Safety Equipment and Facilities	312,000	312,000	101,313	33,750	135,063	43.29%
Public Works Equipment and Facilities	86,000	86,000	43,138	-	43,138	50.16%
Recreation Equipment and Facilities	42,000	42,000	-	-	-	0.00%
Roads, Streets, Bridges and Drainage	366,000	366,000	202,543	-	202,543	55.34%
Water and Sewerage Improvements	552,000	552,000	366,083	114,590	480,673	87.08%
	$ 2,250,000	$ 2,250,000	$ 1,111,504	$ 268,340	$ 1,379,844	

STATISTICAL SECTION

CITY OF EAST DUBLIN, GEORGIA
STATISTICAL SECTION INTRODUCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

STATISTICAL SECTION

The statistical section provides users with additional historical perspective, content, and detail to assist in understanding the information in the financial statements, notes to the financial statements, and for assessing the City's economic condition.

CONTENTS

Financial Trends *Page 45*

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity *Page 52*

These schedules contain information to help the reader assess the City's most significant local revenue sources, sales taxes and ad valorem taxes.

Debt Capacity *Page 58*

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information *Page 62*

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information *Page 64*

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the government provides and the activities it performs.

CITY OF EAST DUBLIN, GEORGIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
Net investment in capital assets	$ 1,102,776	$ 1,347,487	$ 1,581,479	$ 1,752,850	$ 2,104,376	$ 2,266,206	$ 2,423,130	$ 2,499,871	$ 2,292,307	$ 2,165,312
Restricted	-	-	111,704	127,275	351,320	636,741	344,488	56,553	69,664	69,664
Unrestricted	557,166	725,888	719,928	674,821	602,088	552,062	577,710	553,874	753,772	329,203
Total governmental activities net position	1,659,942	2,073,375	2,413,111	2,554,946	3,057,784	3,455,009	3,345,328	3,110,298	3,115,743	2,564,179
Business-type activities:										
Net investment in capital assets	2,811,914	2,898,749	3,270,535	3,655,144	3,293,188	3,901,890	5,828,974	7,512,075	7,377,125	7,711,399
Restricted	-	-	-	-	12,305	6,523	18,707	31,127	100	56,004
Unrestricted	144,018	160,576	215,251	423,468	554,468	558,290	663,175	422,250	256,813	327,662
Total business-type activities net position	2,955,932	3,059,325	3,485,786	4,078,612	3,859,961	4,466,703	6,510,856	7,965,452	7,634,038	8,095,065
Primary government total:										
Net investment in capital assets	3,914,690	4,246,236	4,852,014	5,407,994	5,397,564	6,168,096	8,252,104	10,011,946	9,669,432	9,876,711
Restricted	-	-	111,704	127,275	363,625	643,264	363,195	87,680	69,764	125,668
Unrestricted	701,184	886,464	935,179	1,098,289	1,156,556	1,110,352	1,240,885	976,124	1,010,585	656,865
Total primary government net position	$ 4,615,874	$ 5,132,700	$ 5,898,897	$ 6,633,558	$ 6,917,745	$ 7,921,712	$ 9,856,184	$ 11,075,750	$ 10,749,781	$ 10,659,244

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses:										
Governmental activities:										
General government	$ 596,231	$ 637,200	$ 735,044	$ 712,315	$ 716,772	$ 772,536	$ 777,199	$ 800,163	$ 825,784	$ 908,395
Public safety	523,163	558,934	554,468	554,019	594,994	597,265	669,189	685,153	717,044	686,953
Public works	425,711	451,389	457,041	458,346	465,052	469,312	480,997	520,504	508,678	518,548
Culture and recreation	8,926	8,289	18,559	8,183	12,707	7,964	8,218	12,819	14,563	8,022
Total governmental activities expenses	1,554,031	1,655,812	1,765,112	1,732,863	1,789,525	1,847,077	1,935,603	2,018,639	2,066,069	2,121,918
Business-type activities:										
Water and sewer	544,459	555,977	565,655	538,869	557,990	771,970	896,841	1,064,783	1,091,522	1,154,016
Golf Course	-	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	544,459	555,977	565,655	538,869	557,990	771,970	896,841	1,064,783	1,091,522	1,154,016
Total primary government expenses	2,098,490	2,211,789	2,330,767	2,271,732	2,347,515	2,619,047	2,832,444	3,083,422	3,157,591	3,275,934
Program revenues										
Governmental activities:										
Charges for services:										
General government	-	42,866	2,419	-	40,767	39,728	42,743	41,981	42,876	40,103
Public safety	191,047	189,149	202,052	199,918	195,830	160,223	205,397	216,360	213,133	182,474
Public works	294,550	270,707	270,886	293,761	279,147	274,796	250,432	271,963	281,723	282,428
Operating grants and contributions	50,000	-	-	16,264	31,359	32,408	39,639	-	-	-
Capital grants and contributions	130,600	-	155,541	-	419,228	550,641	390,086	522,854	367,661	370,558
Total governmental activities program revenues	666,197	502,722	630,898	509,943	966,331	1,057,796	928,297	1,053,158	905,393	875,563
Business-type activities:										
Charges for services:										
Water and sewer	583,917	639,580	694,082	673,292	643,626	767,399	702,246	786,993	740,442	748,488
Golf course	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	162,640	-	199,980	279,946	-	767,562	2,067,631	1,333,962	-	431,409
Total business-type activities program revenues	746,557	639,580	894,062	953,238	643,626	1,534,961	2,769,877	2,120,955	740,442	1,179,897
Total primary governmental program revenues	$ 1,412,754	$ 1,142,302	$ 1,524,960	$ 1,463,181	$ 1,609,957	$ 2,592,757	$ 3,698,174	$ 3,174,113	$ 1,645,835	$ 2,055,460

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (CONTINUED)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Net (Expense)/Revenue										
Governmental activities	$ (887,834)	$ (1,153,090)	$ (1,134,214)	$ (1,222,920)	$ (823,194)	$ (789,281)	$ (1,007,306)	$ (965,481)	$ (1,160,676)	$ (1,246,355)
Business-type activities	202,098	83,603	328,407	414,369	85,636	762,991	1,873,036	1,056,172	(351,080)	25,881
Total primary government expense	(685,736)	(1,069,487)	(805,807)	(808,551)	(737,558)	(26,290)	865,730	90,691	(1,511,756)	(1,220,474)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes										
Property taxes	333,744	328,669	202,498	173,591	179,782	177,935	211,522	224,513	231,888	231,493
Sales taxes	759,184	939,321	912,897	906,484	380,442	410,239	408,574	397,332	404,437	407,743
Other taxes and licenses	299,127	306,749	449,557	447,689	426,400	421,616	409,086	416,868	432,742	436,434
Investment earnings	7,848	7,335	4,271	3,637	2,492	1,976	918	870	599	650
Miscellaneous	1,967	4,222	2,778	8,982	25,264	17,109	36,247	83,353	116,083	26,029
Transfers	(203,337)	(19,773)	(98,051)	(175,628)	311,652	157,631	(168,722)	(392,485)	(19,628)	(407,558)
Total governmental activities	1,198,533	1,566,523	1,473,950	1,364,755	1,326,032	1,186,506	897,625	730,451	1,166,121	694,791
Business-type activities:										
Sales tax	-	-	-	-	-	-	-	-	-	-
Investment earnings	82	17	3	482	296	120	12	25	38	450
Miscellaneous	-	-	-	2,347	7,069	1,262	2,383	5,914	-	27,138
Transfers	203,337	19,773	98,051	175,628	(311,652)	(157,631)	168,722	392,485	19,628	407,558
Total business-type activities	203,419	19,790	98,054	178,457	(304,287)	(156,249)	171,117	398,424	19,666	435,146
Total primary government	1,401,952	1,586,313	1,572,004	1,543,212	1,021,745	1,030,257	1,068,742	1,128,875	1,185,787	1,129,937
Change in Net Position										
Governmental activities	310,699	413,433	339,736	141,835	502,838	397,225	(109,681)	(235,030)	5,445	(551,564)
Business-type activities	405,517	103,393	426,461	592,826	(218,651)	606,742	2,044,153	1,454,596	(331,414)	461,027
Total primary government	$ 716,216	$ 516,826	$ 766,197	$ 734,661	$ 284,187	$ 1,003,967	$ 1,934,472	$ 1,219,566	$ (325,969)	$ (90,537)

CITY OF EAST DUBLIN, GEORGIA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Prior to implementation of GASB 54	Fiscal Year 2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Reserved	$ 14,007	$ 6,947	$ 1,520	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved	375,512	237,554	269,176	-	-	-	-	-	-	-
Total general fund	389,519	244,501	270,696	-	-	-	-	-	-	-
All Other Governmental Funds										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

After implementation of GASB 54	Fiscal Year 2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Nonspendable	$ -	$ -	$ -	$ 5,645	$ 5,236	$ 5,064	$ 6,969	$ 9,872	$ 12,765	$ 12,765
Restricted	-	-	-	-	10,000	-	7,244	-	-	-
Committed	-	-	-	-	8,000	8,000	-	-	-	-
Assigned	-	-	-	189,542	198,402	205,189	160,716	184,967	154,322	70,897
Unassigned	-	-	-	376,828	260,701	202,101	233,098	192,903	395,203	(15,376)
Total general fund	-	-	-	572,015	482,339	420,354	408,027	387,742	562,290	68,286
All Other Governmental Funds										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	127,275	341,320	636,741	337,244	56,553	114,075	182,629
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	5,754	23,710	36,620	52,943	56,288
Unassigned	-	-	-	(376,501)	-	-	-	-	-	-
Total all other governmental funds	$ -	$ -	$ -	$ (249,226)	$ 341,320	$ 642,495	$ 360,954	$ 93,173	$ 167,018	$ 238,917

Note 1: Fund balances terminology changed in June 15, 2010 with the implementation of GASB statement 54.

CITY OF EAST DUBLIN, GEORGIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes	$ 1,346,374	$ 1,531,855	$ 1,517,793	$ 1,018,750	$ 961,351	$ 1,012,621	$ 1,002,691	$ 1,061,422	$ 1,098,609	$ 1,078,685
Licenses and permits	35,065	42,884	46,677	41,904	40,767	39,728	42,743	41,981	42,876	40,103
Intergovernmental	180,600	-	155,541	452,957	450,255	582,296	429,246	522,707	367,620	370,558
Fines and forfeitures	155,843	152,391	164,614	162,104	195,830	160,223	205,397	216,360	213,133	182,474
Charges for services	312,360	307,465	308,324	331,575	279,147	274,796	250,432	271,963	281,723	282,428
Investment earnings	7,848	7,335	4,271	3,637	2,824	2,729	1,397	1,017	640	650
Other revenues	17,394	42,866	2,419	7,582	25,264	17,109	36,245	83,353	151,524	26,029
Total revenues	2,055,484	2,084,796	2,199,639	2,018,509	1,955,438	2,089,502	1,968,151	2,198,803	2,156,125	1,980,927
Expenditures										
General government	590,543	648,519	974,976	824,234	696,202	745,102	738,649	759,846	779,406	870,326
Public safety	475,470	509,478	525,108	539,508	577,211	559,661	613,808	652,186	608,574	624,528
Public works	389,237	410,432	559,528	412,957	432,964	485,025	427,632	511,560	442,509	455,879
Culture and recreation	8,926	8,289	18,559	15,489	26,843	10,064	8,218	12,819	14,563	8,022
Capital outlay	388,249	637,545	-	-	33,000	208,091	304,990	157,973	43,052	36,718
Total expenditures	1,852,425	2,214,263	2,078,171	1,792,188	1,766,220	2,007,943	2,093,297	2,094,384	1,888,104	1,995,473
Excess (deficiency) of revenues over (under) expenditures	203,059	(129,467)	121,468	226,321	189,218	81,559	(125,146)	104,419	268,021	(14,546)
Other financing sources (uses):										
Sale of assets	1,967	4,222	2,778	1,400	-	-	-	-	-	-
Transfers in	13,389	12,455	-	2,689	764,831	269,773	201,989	506,743	256,442	33,750
Transfers out	(216,726)	(32,228)	(98,051)	(178,317)	(453,179)	(112,142)	(370,711)	(899,228)	(276,070)	(441,308)
Total other financing sources (uses)	(201,370)	(15,551)	(95,273)	(174,228)	311,652	157,631	(168,722)	(392,485)	(19,628)	(407,558)
Net change in fund balances	$ 1,689	$ (145,018)	$ 26,195	$ 52,093	$ 500,870	$ 239,190	$ (293,868)	$ (288,066)	$ 248,393	$ (422,104)

CITY OF EAST DUBLIN, GEORGIA
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS

Fiscal Year	General Government	Police	Fire Department	Streets and Sanitation	Total
6/30/2007	590,543	340,803	134,667	389,237	1,455,250
6/30/2008	648,519	364,885	144,593	410,432	1,568,429
6/30/2009	978,264	387,969	137,139	559,528	2,062,900
6/30/2010	839,723	401,630	137,878	412,957	1,792,188
6/30/2011	699,666	427,307	147,612	432,964	1,707,549
6/30/2012	745,102	367,590	192,071	485,025	1,789,788
6/30/2013	738,649	447,897	183,480	427,632	1,797,658
6/30/2014	759,846	411,257	214,750	576,462	1,962,315
6/30/2015	840,347	509,231	207,813	508,678	2,066,069
6/30/2016	916,417	501,049	185,904	518,548	2,121,918

Notes:
(1) Source is current and prior years' fund financial statements.
(2) Capital outlay expenditures included in 2009 thru 2016 only.

CITY OF EAST DUBLIN, GEORGIA
GENERAL GOVERNMENT REVENUES BY SOURCE
LAST TEN FISCAL YEARS

Fiscal Year	Inter-Government	Ad Valorem Taxes	Sales Taxes	Franchise Taxes Licenses & Permits	Charges for Services	Fines & Forfeits	Beer & Liquor Taxes	Insurance Premium Tax	Misc. & Interest	Total
6/30/2007	180,600	170,263	759,184	221,680	312,360	155,843	85,557	130,161	39,836	2,055,484
6/30/2008	-	154,715	960,065	234,020	307,465	152,391	90,166	135,773	50,201	2,084,796
6/30/2009	155,541	202,018	912,897	220,969	308,324	164,614	89,561	139,025	6,690	2,199,639
6/30/2010	452,957	143,174	469,791	221,149	331,575	162,104	88,819	137,721	11,219	2,018,509
6/30/2011	450,255	154,509	380,442	235,012	279,147	195,830	98,437	133,718	28,088	1,955,438
6/30/2012	582,296	180,766	410,239	238,129	274,796	160,223	108,722	114,493	19,838	2,089,502
6/30/2013	429,246	185,031	408,574	232,933	250,432	205,397	97,285	121,611	37,642	1,968,151
6/30/2014	188,781	202,047	397,332	209,269	271,963	216,360	123,664	125,916	84,223	1,819,555
6/30/2015	367,661	231,888	404,437	226,727	281,723	213,133	118,315	130,576	116,682	2,091,142
6/30/2016	370,558	231,493	407,743	236,869	282,428	182,474	84,191	140,652	41,505	1,977,913

CITY OF EAST DUBLIN, GEORGIA
SALES TAX COLLECTIONS AND RATES
LAST TEN FISCAL YEARS

	Sales Tax Received by East Dublin			Individual Sales Tax Rates					
				State	Region	County		City	
Fiscal Year	Local Option Sales Tax	Special Purpose Local Option Sales Tax	Total Collected Sales Tax	Basic Rate	Transportation Special Purpose Local Option Sales Tax	County Education Rate	Special Purpose Local Option Sales Tax	Local Option Sales Tax	Total Sales Tax Rate
6/30/2007	393,147	366,037	759,184	4%	0%	1%	1%	1%	7%
6/30/2008	491,784	468,281	960,065	4%	0%	1%	1%	1%	7%
6/30/2009	429,581	483,316	912,897	4%	0%	1%	1%	1%	7%
6/30/2010	469,791	436,693	906,484	4%	0%	1%	1%	1%	7%
6/30/2011	380,442	418,896	799,338	4%	0%	1%	1%	1%	7%
6/30/2012	410,239	496,801	907,040	4%	0%	1%	1%	1%	7%
6/30/2013	397,144	369,286	766,430	4%	1%	1%	1%	1%	8%
6/30/2014	371,707	359,551	731,258	4%	1%	1%	1%	1%	8%
6/30/2015	375,369	362,708	738,077	4%	1%	1%	1%	1%	8%
6/30/2016	375,369	362,708	738,077	4%	1%	1%	1%	1%	8%

CITY OF EAST DUBLIN, GEORGIA
ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Calendar Year	Assessed Value of Taxable Property	Less Tax Exempt Real Property	Total Taxable Assesed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2007	36,405,899	589,000	35,816,899	4.020	77,459,360	47%
2008	39,087,436	589,000	38,498,436	4.010	83,164,757	47%
2009	39,767,343	589,000	39,178,343	4.058	84,611,368	47%
2010	38,597,733	589,000	38,008,733	4.058	82,122,836	47%
2011	38,259,699	1,901,508	36,358,191	4.076	81,403,615	47%
2012	39,161,652	2,239,139	36,922,513	4.105	83,322,664	47%
2013	45,490,599	2,297,764	43,192,835	4.118	96,788,509	47%
2014	45,803,212	1,956,086	43,847,126	4.105	97,453,643	47%
2015	44,506,528	1,956,086	42,550,442	4.111	94,694,740	47%
2016	47,518,878	1,919,688	45,599,190	4.100	101,103,996	47%

Sources: Prior East Dublin Financial Statements, Georgia's Consolidated Tax Digest and East Dublin Tax Digest Reports

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

Fiscal Year Ended	Taxes Levied for the Calendar Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collection to Date		Outstanding Deliquent Taxes	Outstanding Delinquent Taxes as Percentage of Current Levy
		Amount	Percentage of Levy		Amount	Percentage of Levy		
6/30/2007	170,261	158,611	93.16%	11,092	169,703	99.67%	558	0.36%
6/30/2008	154,714	137,892	89.13%	14,977	152,869	98.81%	1,845	1.21%
6/30/2009	151,191	124,025	82.03%	22,041	146,066	96.61%	5,125	3.35%
6/30/2010	151,159	126,654	83.79%	18,537	145,191	96.05%	5,968	3.90%
6/30/2011	149,977	40,324	26.89%	103,291	143,615	95.76%	6,362	4.16%
6/30/2012	148,022	35,104	23.72%	101,642	136,746	92.38%	11,276	7.37%
6/30/2013	156,901	39,312	25.06%	107,082	146,394	93.30%	10,507	6.87%
6/30/2014	152,898	25,983	16.99%	112,468	138,451	90.55%	14,447	9.45%
6/30/2015	160,489	36,909	23.00%	102,374	139,283	86.79%	21,206	13.87%
6/30/2016	163,498	42,167	25.79%	-	42,167	25.79%	121,331	79.35%

Notes: (1) 2009 and 2010 Final Tax Digests were delayed from mass appeals on property valuations.
(2) Tax levies for one calendar year are levied in two separate fiscal years.

Sources: Digest Reports of East Dublin, Property Tax Collection Reports,
Property Tax Deliquent Accounts Reports, Prior East Dublin Financial Reports

CITY OF EAST DUBLIN, GEORGIA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING
(PER $1,000 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

	Direct	Overlapping			
Tax Levy Period Calendar Year	City of East Dublin	State of Georgia	Laurens County	County School System	Total
2007	4.020	0.25	6.31	11.95	22.521
2008	4.01	0.25	6.30	11.939	22.499
2009	4.06	0.25	6.30	16.000	26.608
2010	4.058	0.25	6.30	16.000	26.608
2011	4.076	0.25	6.30	16.000	26.626
2012	4.105	0.25	6.32	16.000	26.675
2013	4.118	0.25	6.27	16.000	26.638
2014	4.105	0.15	6.31	16.000	26.565
2015	4.096	0.05	7.15	14.683	25.979
2016	4.100	0.00	6.54	14.683	25.323

Source: City of East Dublin, Georgia and Laurens County, Georgia tax records.

Note (1): Tax rates are expressed in rate per $1,000.

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL TAXPAYERS
JUNE 30, 2016

Taxpayer	Type of Business	Assessed Valuation	Percentage of Total Assessed Valuation
Georgia Power	Utilities	$ 1,261,056	1.41%
Wild Bore Machine LLC	Manufacturer	614,205	0.68%
Shantee Hospitality	Motel	483,744	0.54%
HAC Inc 5782	Grocery	470,623	0.52%
Sea 103 LLC	Grocery	470,202	0.52%
Oconee Holding Company	Insurance	421,763	0.47%
Holly Springs African Church	Church	421,696	0.47%
Fred's Store	Retail	381,803	0.43%
RX East Dublin Investors	Pharmacy	379,419	0.42%
Mid State Investors II, LLC	Pharmacy	330,695	0.37%
		$ 5,235,206	5.83%

Source: Laurens County Tax Digest

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL TAXPAYERS
JUNE 30, 2006

Taxpayer	Type of Business	Assessed Valuation	Percentage of Total Assessed Valuation
Georgia Power Co.	Utility	$ 1,954,564	5.46%
East Dublin Concrete Products	Building Material	1,690,765	4.72%
Shantee Hospitality LLC	Motel	1,061,349	2.96%
East Dublin Associates	Rental	1,000,074	2.79%
Bellsouth	Public Utilities	890,948	2.49%
Rx East Dublin Investors	Commercial Building	849,142	2.37%
Mid State Investors	Rental	801,476	2.24%
Rite-Aid	Pharmacy	777,901	2.17%
Oconee Bait & Tackle	Sporting Goods	741,448	2.07%
Southern Family Markets	Grocery	737,790	2.06%
Capital City Bank	Bank	737,276	2.06%
Satila Investments III, LLC	Fastfood & Convenience Store	619,503	1.73%
		$ 11,862,236	33.12%

Source: Laurens County Tax Digest

Note: 2007 facts and figures were unavailable.

CITY OF EAST DUBLIN, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities			Business-type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds	Capital Leases	Notes Payable	Revenue Bonds			
6/30/2007	-	-	-	663,560	-	663,560	0.78%	218
6/30/2008	-	-	-	628,641	-	628,641	0.69%	201
6/30/2009	-	-	-	593,017	-	593,017	0.61%	185
6/30/2010	-	-	-	556,676	-	556,676	0.54%	174
6/30/2011	-	-	-	2,540,339	-	2,540,339	3.21%	1,041
6/30/2012	-	-	-	481,790	3,201,000	3,682,790	5.13%	1,494
6/30/2013	-	-	-	443,189	3,179,314	3,622,503	4.75%	1,484
6/30/2014	-	-	-	403,829	3,141,550	3,545,379	4.72%	1,475
6/30/2015	-	-	-	363,678	3,102,665	3,466,343	4.53%	1,442
6/30/2016	-	-	-	322,729	3,061,972	3,384,701	4.42%	1,410

Source: current and prior years' financial statements.

CITY OF EAST DUBLIN, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL
ACTIVITIES DEBT
AS OF JUNE 30, 2016

	Total Amount of Debt Outstanding	Percentage Applicable to City of East Dublin	Amount Applicable to City of East Dublin
Direct Debt			
Notes Payable	$ 322,729	100%	322,729
Revenue Bonds	3,061,972	100%	3,061,972
Total Direct & Overlapping Debt	3,384,701		3,384,701

Source: City of East Dublin

CITY OF EAST DUBLIN, GEORGIA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2016

Assessed value of all taxable property	$ 45,599,190	
Plus exempt property	1,919,688	$ 47,518,878
Debt limit - 10% of assessed value		$ 4,751,888
Debt applicable to limitation:		
Total general bonded debt	$ -	
Less assets in debt service available for payment of principal	-	
Total amount of debt applicable to debt limit		-
Legal debt margin		$ 4,751,888

Source: City of East Dublin, Georgia tax records.

CITY OF EAST DUBLIN, GEORGIA
LONG TERM DEBT BURDEN
WATER AND SEWER FUND
LAST TEN FISCAL YEARS

Fiscal Year	Gross Revenue (1)	Direct Operating Expenses (2)	Available for Debt Service	Debt Service Requirements (3)			Total Debt Burden	Per Capita
				Principal	Interest	Total		
6/30/2007	583,917	426,501	157,416	34,230	13,700	47,930	-	-
6/30/2008	639,580	428,263	211,317	34,920	13,010	47,930	-	-
6/30/2009	694,082	436,368	257,714	35,623	12,307	47,930	-	-
6/30/2010	675,639	404,388	271,251	36,341	11,589	47,930	-	-
6/30/2011	650,695	399,912	250,783	37,799	10,131	47,930	-	-
6/30/2012	768,661	447,220	321,441	59,982	199,189	259,171	-	-
6/30/2013	704,629	569,472	135,157	77,116	127,162	204,278	69,121	28
6/30/2014	792,907	649,585	143,322	79,037	125,241	204,278	60,956	25
6/30/2015	740,895	677,987	62,908	81,953	122,325	204,278	141,370	59
6/30/2016	775,627	742,227	33,400	84,044	120,233	204,277	170,877	71

(1) Total revenues exclusive of grants and interest.
(2) Total operating expenses exclusive of depreciation.
(3) Subsequent year's principal and interest requirements.

Source: current and prior years' financial statements.

CITY OF EAST DUBLIN, GEORGIA
DEMOGRAPHIC AND ECONOMIC INFORMATION
JUNE 30, 2016

Date of incorporation	February 12, 1952
Form of government	Mayor-City Council
Area	12.97 square miles
Miles of streets	32.79 miles
Miles of sanitary sewers	30.40 miles
Number of street lights	398
Number of fire stations	1
Number of police stations	1
Number of parks	2

Fiscal Year	Population (Est)	Personal Income	Per Capita Personal Income	Unemployment Rate (County)
2007	3,044	85,198,516	27,989	5.1%
2008	3,124	90,905,276	29,099	7.1%
2009	3,200	94,432,000	29,510	10.8%
2010	3,200	93,196,800	29,124	12.5%
2011	2,441	79,095,723	32,403	12.7%
2012	2,465	71,790,660	29,124	13.0%
2013	2,441	76,259,281	31,241	13.8%
2014	2,404	75,103,364	31,241	9.8%
2015	2,404	76,591,440	31,860	7.30%
2016	2,400	77,944,800	32,477	6.80%

Source: Records in City Hall files, Georgia Department of Labor, and Bureau of Economic Analysis

CITY OF EAST DUBLIN, GEORGIA
PRINCIPAL EMPLOYERS CURRENT YEAR AND TEN YEARS AGO

	2016			2007		
Employer	Employees	Rank	% of Total City Population	Employees	Rank	% of Total City Population
Wild Bore Machine	40	1	1.67%			
T Lake Environmental	25	2	1.04%	15	8	0.53%
HAC Inc DBA Food World	24	3	1.00%			
Middle Georgia Mechanical	18	4	0.75%	17	3	0.61%
Ducts Unlimited, Inc	17	5	0.71%			
Friendly Gus #19	15	6	0.63%			
Dollar Tree	15	7	0.63%	20	2	0.71%
Huddle House	14	8	0.58%	13	10	0.46%
East Dublin Concrete	14	9	0.58%			
David Allen Mechanical	8	10	0.33%			
Foodmax #65				40	1	1.43%
Grosch Irrigation				17	4	0.61%
Cloverleaf Restaurant				16	5	0.57%
Taco Bell #9473				16	6	0.57%
Popeye's Chicken #4455				16	7	0.57%
Cross Roofing				13	9	0.46%

Source: City of East Dublin, Occupation Licenses Reports, Bureau of Economic Analysis

CITY OF EAST DUBLIN, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30									
Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Administrative	3	3	4	4	4	4	3	3	3	3
Fire	3	3	3	3	3	3	3	3	3	3
Police	8	8	8	8	8	8	8	8	8	8
Public Works	3	3	3	3	3	3	3	3	3	3
Water and Sewer	5	5	5	4	4	4	5	5	5	5

CITY OF EAST DUBLIN, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year 2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Administrative										
Business licenses issued	343	348	345	259	296	267	333	355	394	362
Building permits issued	51	29	19	9	7	10	6	6	3	6
Police										
Citations	934	1,044	1,240	990	990	1,571	1,688	1,826	1,706	1,627
Public Works										
Garbage customers	901	901	941	941	916	931	992	933	905	910
Culture and Recreation										
Annual non-city sponsored events	1	1	1	1	1	1	-	-	-	-
Water										
Average daily consumption in gallons	280,123	290,649	306,136	283,966	281,366	263,244	306,485	425,572	498,676	254,067

CITY OF EAST DUBLIN, GEORGIA
CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Administrative										
Vehicles	1	1	1	1	1	1	1	1	1	1
Police										
Patrol units	4	4	4	4	4	4	5	5	5	5
Fire										
Fire trucks	1	1	1	1	1	1	1	1	1	1
Public Works										
Vehicles	9	9	9	8	8	8	8	8	8	8
Street (miles)	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79	32.79
Streetlights	397	398	398	398	398	398	398	398	398	398
Culture and Recreation										
Acreage	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00	32.00
Park sites	2	2	2	2	2	2	2	2	2	2
Water										
Water mains (miles)	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74	36.74
Sewer										
Sanitary sewers (miles)	18.00	18.00	18.00	18.00	18.00	18.00	25.40	30.40	30.40	30.40

GOVERNMENT REPORTS

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

To the Hon. Mayor and
Members of City Council
City of East Dublin, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of East Dublin, Georgia, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise City of East Dublin, Georgia's basic financial statements, and have issued our report thereon dated November 14, 2016.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Forsyth, Georgia
November 14, 2016