City of Eton, Georgia
Statement of Net Position
December 31, 2015

	Governmental Activities
ASSETS	
Current Assets:	
Cash	$ 412,989
Receivables:	
Property and Other Taxes	105,712
Franchise Fees	71,090
Fines and Forfeitures	34,957
Intergovernmental	23,921
Prepaid Items	6,725
Total Current Assets	655,394
Noncurrent Assets:	
Capital Assets	
Nondepreciable Capital Assets:	
Land	111,250
Depreciable Capital Assets, net	1,137,440
Total Noncurrent Assets	1,248,690
Total Assets	1,904,084
LIABILITIES	
Current Liabilities:	
Accounts Payable	14,782
Accrued Expenses	1,986
Current Portion:	
Notes Payable	30,356
Capital Leases Payable	24,367
Total Current Liabilities	71,491
Noncurrent Liabilities:	
Compensated Absences	32,336
Notes Payable (Net of Current Portion)	173,069
Capital Leases Payable (Net of Current Portion)	41,614
Total Noncurrent Liabilities	247,019
Total Liabilities	318,510
NET POSITION	
Net Investment in Capital Assets	979,284
Restricted for Public Works	68,381
Restricted for Capital Projects	67,595
Unrestricted	470,314
Total Net Position	$ 1,585,574

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Statement of Activities
For the Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Services, Sales and Fines	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Governmental Activities:					
General Government	$ 311,981	$ 21,252	$ -	$ -	$ (290,729)
Judicial	8,203	71,995	-	-	63,792
Public Safety	419,909	-	1,002	-	(418,907)
Public Works	137,161	-	14,274	77,344	(45,543)
Health and Welfare	4,463	-	-	-	(4,463)
Culture and Recreation	13,033	-	-	-	(13,033)
Housing and Economic Development	905	-	-	-	(905)
Interest on Long-Term Debt	13,810	-	-	-	(13,810)
Total Governmental Activities	$ 909,465	$ 93,247	$ 15,276	$ 77,344	(723,598)
General Revenues:					
Taxes:					
Property Tax					196,679
Sales Tax					88,841
Alcohol Beverage Tax					72,121
Occupation Taxes					12,587
Other Taxes					55,789
Franchise Fees					221,679
Miscellaneous					579
Interest Earned					456
Total General Revenues					648,731
Change in Net Position					(74,867)
Net Position - Beginning of Year					1,660,441
Net Position - End of Year					$ 1,585,574

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Balance Sheet
Governmental Funds
December 31, 2015

	General Fund	2013 Splost Fund	2007 Splost Fund	Total Governmental Funds
ASSETS				
Current Assets:				
Cash	$ 362,217	$ 50,749	$ 23	$ 412,989
Receivables:				
Property and Other Taxes	105,712	-	-	105,712
Franchise Fees	71,090	-	-	71,090
Fines and Forfeitures	34,957	-	-	34,957
Intergovenmental	7,098	16,823	-	23,921
Prepaid Items	6,725	-	-	6,725
Total Assets	$ 587,799	$ 67,572	$ 23	$ 655,394
LIABILITIES				
Current Liabilities:				
Accounts Payable	$ 14,782	$ -	$ -	$ 14,782
Accrued Expenses	1,986	-	-	1,986
Total Liabilities	16,768	-	-	16,768
Deferred Inflows of Resources -				
Unavailable revenue - property taxes	46,114	-	-	46,114
FUND BALANCES				
Restricted	68,381	67,572	23	135,976
Nonspendable				
Prepaid Items	6,725	-	-	6,725
Unassigned	449,811	-	-	449,811
Total Fund Balances	524,917	67,572	23	592,512
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 587,799	$ 67,572	$ 23	$ 655,394

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2015

Total Governmental Fund Balances		$ 592,512
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital Assets (at cost)	$ 2,181,671	
Less: Accumulated Depreciation	(932,981)	1,248,690
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property Taxes		46,114
Liabilities, including Capital Leases and Notes Payable are not due and payable in the current period and therefore are not reported in the funds:		
Compensated Absences	$ (32,336)	
Notes Payable	(203,425)	
Capital Leases	(65,981)	(301,742)
Net Position of Governmental Activities		$ 1,585,574

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	General Fund	2013 Splost Fund	2007 Splost Fund	Total Governmental Funds
Revenues				
Taxes	$ 392,557	$ -	$ -	$ 392,557
Franchise Fees	221,679	-	-	221,679
Licenses and Permits	10,940	-	-	10,940
Interest Earned	456	-	65	521
Fines and Forfeitures	71,995	-	-	71,995
Contributions	5,812	-	-	5,812
Intergovernmental	8,462	77,279	-	85,741
Miscellaneous	10,890	-	-	10,890
Total Revenues	722,791	77,279	65	800,135
Expenditures				
Current:				
General Government	284,383	-	-	284,383
Judicial	8,203	-	-	8,203
Public Safety	341,119	42,330	-	383,449
Public Works	122,681	2,835	17,850	143,366
Health and Welfare	4,463	-	-	4,463
Culture and Recreation	14,407	-	-	14,407
Housing and Economic Development	905	-	-	905
Capital Outlay	-	11,674	17,350	29,024
Debt Service:				
Principal	37,231	-	-	37,231
Interest	11,464	-	-	11,464
Total Expenditures	824,856	56,839	35,200	916,895
Net Change in Fund Balances	(102,065)	20,440	(35,135)	(116,760)
Fund Balances - Beginning of Year	626,982	47,132	35,158	709,272
Prior Period Adjustment	-	-	-	-
	626,982	47,132.00	35,158	709,272
Fund Balances - End of Year	$ 524,917	$ 67,572	$ 23	$ 592,512

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of the Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2015

Net Changes in Fund Balances - Total Governmental Funds		$ (116,760)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period:		
Depreciation Expense	$ (92,036)	
Capital Asset Additions	33,218	(58,818)
Repayment of long-term debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of activities.		69,593
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes:		
Deferred at 12/31/14	$ (12,654)	
Deferred at 12/31/15	46,114	33,460
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. The change in the current year expense is as follows:		
Compensated Absences		
Liability @ 12/31/14	$ 29,994	
Liability @ 12/31/15	(32,336)	(2,342)
Change in Net Positon - Total Governmental Activities		$ (74,867)

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance
Revenues				
Taxes	$ 341,500	$ 341,500	$ 392,557	$ 51,057
Franchise Fees	275,000	275,000	221,679	(53,321)
Licenses and Permits	11,500	11,500	10,940	(560)
Interest Earned	334	334	456	122
Fines and Forfeitures	85,000	85,000	71,995	(13,005)
Contributions	1,000	1,000	5,812	4,812
Intergovernmental	85,000	85,000	8,462	(76,538)
Miscellaneous	23,946	23,946	10,890	(13,056)
Total Revenues	823,280	823,280	722,791	(100,489)
Expenditures				
Current:				
General Government	258,949	291,156	284,383	6,773
Judicial	11,208	11,208	8,203	3,005
Public Safety	321,316	352,025	341,119	10,906
Public Works	135,739	140,997	122,681	18,316
Health and Welfare	4,000	4,465	4,463	2
Culture and Recreation	22,674	22,674	14,407	8,267
Housing and Economic Developmen	500	905	905	-
Debt Service:				
Principal	37,265	37,265	37,231	34
Interest	11,500	11,500	11,464	36
Total Expenditures	803,151	872,195	824,856	47,339
Net Change in Fund Balance	$ 20,129	$ (48,915)	$ (102,065)	$ (53,150)
Fund Balance - Beginning of Year			626,982	
Fund Balance - End of Year			$ 524,917	

See accompanying notes to the basic financial statements.

Note 5. Capital Assets

	Balance at 12/31/2014	Additions	Disposals	Balance at 12/31/2015
Governemental Activities:				
Capital Assets not Depreciated:				
Land	$ 111,250	$ -	$ -	$ 111,250
Depreciable Capital Assets:				
Buildings and Improvements	822,314	27,610	-	849,924
Equipment and Furniture	1,214,889	5,608	-	1,220,497
Total Depreciable Capital Assets	2,037,203	33,218	-	2,070,421
Total Capital Assets	2,148,453	33,218	-	2,181,671
Accumulated Depreciation:				
Buildings and Improvements	198,097	92,035	-	290,132
Equipment and Furniture	642,849	-	-	642,849
Total Accumulated Depreciation	840,946	92,035	-	932,981
Capital Assets, net	$ 1,307,507	$ (58,817)	$ -	$ 1,248,690

Depreciation expense by function is as follows:

General Government	$ 19,982
Public Safety	55,117
Public Works	14,361
Culture and Recreation	2,575
	$ 92,035

Note 6. Long-Term Debt

Capital Leases

On December 6, 2011, the City entered into a capital lease to supplement the purchase of a fire truck. The following is a summary of this capital lease:

Community First National Bank, 2011 Fire Truck payable in annual installments of $9,797, including interest at 4.69%. Original balance of $57,329, matures December 2018	$ 26,834
Current portion	8,538
Long-term portion	$ 18,296

Note 6. Long-Term Debt – Continued

Year Ending	Principal	Interest	Total
2016	$ 8,538	$ 1,259	$ 9,797
2017	8,938	859	9,797
2018	9,358	439	9,797
	$ 26,834	$ 2,557	$ 29,391

Future minimum payments under this capital lease debt service requirements to maturity are as follows:

On May 13, 2013, the City entered into a capital lease for the purchase of a three Dodge Chargers. The following is a summary of this capital lease:

BB&T Governmental Finance, 3 - 2013 Dodge Chargers payable in monthly installments of $1,404, including interest at 3.22%. Original balance of $77,757, matures May 13, 2018	$ 39,147
Current portion	15,829
Long-term portion	$ 23,318

Future minimum payments under this capital lease debt service requirements to maturity are as follows:

Year Ending	Principal	Interest	Total
2016	$ 15,829	$ 1,028	$ 16,857
2017	16,347	510	16,857
2018	6,971	56	7,027
	$ 39,147	$ 1,594	$ 40,741

Notes Payable

On September 6, 2006, the City acquired real estate due to the relocation of City Hall. The original amount of debt was $425,000. This loan is being repaid with semi-annual payments beginning March 2007 of $19,449, which includes interest at 4.3%. As of December 31, 2015, the City owed BB&T $203,425. The loan matures September 2021. Future annual payments under this loan to maturity are as follows:

Note 6. Long-Term Debt – Continued

Year Ending	Principal	Interest	Total
2016	$ 30,356	$ 8,542	$ 38,898
2017	31,694	7,204	38,898
2018	33,091	5,807	38,898
2019	34,550	4,348	38,898
2020	36,072	2,826	38,898
2021	37,662	1,236	38,898
	$ 203,425	$ 29,963	$ 233,388

The following is a summary of the City's changes in long-term debt:

	Balance at 12/31/14	Additions	Reductions	Balance at 12/31/15	Due Within One Year
Governmental Activities:					
Capital Leases Payable	$ 106,499	-	$ 40,518	$ 65,981	$ 24,367
Notes Payable	232,499	-	29,074	203,425	30,356
Accrued Compensated Absences	29,994	34,165	31,823	32,336	-
Total Long-Term Debt	$ 368,992	$ 34,165	$ 101,415	$ 301,742	$ 54,723

Capital leases are liquidated by the capital projects SPLOST fund and the General Fund, and the compensated absences are generally liquidated by the general fund and are therefore included in the above schedule.

The equipment acquired by the leases is included in governmental activities capital assets in the net amount of $288,944 (capitalized costs of $506,026 net of accumulated depreciation of $217,082).

Note 7. Defined Contribution Plan

Effective August 1, 2009, the City adopted a 457(b) deferred compensation plan and a 401(a) defined contribution plan, administered by the Georgia Municipal Association. The City is assigned the authority to establish and amend benefit provisions of the Plan.

The plans cover all full-time employees (required hours of at least 32) who have been employed for at least six months. The employees are not required to contribute to the Plan. The City matches 100% of employee contributions, up to $25 per weekly payroll period. The City's contributions for each employee are fully vested after five years of employment. Employees who are employed as of August 1, 2009, will be given credit for prior service as an eligible employee. Contributions to the Plan for the year ended December 31, 2015, totaled $17,445, which consisted of $9,155 contributed by the employee and $8,290 contributed by the City.

Note 8. Pensions

Constitutional Officers and Firefighters Pension Plans – The City's Constitutional Officers and some of their staff and firefighters belong to one of two pension plans, listed below, established by the Georgia General Assembly for the purpose of providing retirement benefits for these participants. These plans are cost-sharing multiple employer defined benefit pension plans as defined in Governmental Accounting Standards Board (GASB) Statement No. 67, *Financial Reporting for Pension Plans*.

Name of Pension Plan	Website
Peace Officers' Annuity and Benefit Fund of Georgia	poab.georgia.gov
Georgia Firefighters' Pension Fund	gfpf.org

Pension Liabilities and Pension Expense with all plans above combined and summarized as follows:

Employer's proportionate share of net pension liability	$ 0
State of Georgia's proportionate share of net pension liability associated with the Employer	747
Total	$ 747
City of Eton, Georgia recognized pension expense	$1,002
City of Eton, Georgia recognized revenue for State support	$1,002

These plans are considered to be special funding situations with 100% of the collective net pension liabilities allocated to the State of Georgia. The City makes no contributions to any of the above plans.

Pension plan descriptions, assumptions and other disclosures required by GASB 68, may be found in separately issued reports at June 30, 2014 for each of these plans, and are available at the websites listed above.

Note 9. Risk Management

The City is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association Group Self-insurance Workers Compensation Fund, public entity risk pool currently operating as a common risk management and insurance program for member local governments.

City of Eton, Georgia
Required Supplementary Information
Schedule of Proportionalte Share of the Net Pension Liability
For the Year Ended December 31, 2015 (June 30, 2014 Measurement Date

	Peace Officers Annuity & Benefit Fund of Georgia	Georgia Firefighters' Pension Fund
City of Eton's proportion of the net pension liability	0.00%	0.00%
City of Eton's proportionate share of the net pension liability	$ -	$ -
State of Georgia's proportionate share of the net pension liability associated with City of Eton, Georgia	(5,863)	6,610
Total	$ (5,863)	$ 6,610
City of Eton Georgia's covered-employee payroll	$ 47,535	$ 37,844
City of Eton, Georgia's proportionate share of net pension liability as a percentage of its covered-employee payroll	Not Applicable	Not Applicable
Plan fiduciary net position as a percentage of the total pension liability	103.75	89.72

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

See accompanying notes to the basic financial statements.

City of Eton, Georgia
Schedule of Projects Constructed with
Special Purpose Sales Tax Proceeds
December 31, 2015

	Resolution / Referendum Authorized Amounts [1]	Original Estimated Cost	Revisions	Revised Estimated Costs	Expenditures: Sales Tax Proceeds Prior Years	Expenditures: Sales Tax Proceeds Current Year	Expenditures: Total	Estimated % of Completion
Splost 2013								
Capital Projects	$ 540,000	$ 540,000	$(540,000)	$ -	$ -	$ -	$ -	0%
Fire Station Expansion and Equipment	-	-	127,700	127,700	-	22,526	22,526	18%
Revitalization Projects	-	-	120,798	120,798	87,711	-	87,711	73%
Recreation Department Enhancements and Park Restroom Expansion	-	-	117,724	117,724	-	10,261	10,261	9%
Police Department Equipment	-	-	92,359	92,359	95,815	21,217	117,032	127%
Street Department Equipment	-	-	81,419	81,419	-	2,835	2,835	3%
Totals	$ 540,000	$ 540,000	$ -	$ 540,000	$ 183,526	$ 56,839	$ 240,365	
Splost 2007								
Public Works Capital Projects	$ 300,000	$ 300,000	$(300,000)	$ -	$ -	$ -	$ -	0%
Expansion of Sewer Services	-	-	100,000	100,000	104,112	17,850	121,962	122%
Street Improvements	-	-	100,000	100,000	94,886	-	94,886	95%
City Park Improvements	-	-	100,000	100,000	32,076	17,350	49,426	49%
Totals	$ 300,000	$ 300,000	$ -	$ 300,000	$ 231,074	$ 35,200	$ 266,274	

[1] The Intergovernmental Agreement and Resolution/Referendum do not specify individual project budgets.