CITY OF MANCHESTER, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2016

Prepared by:

Department of Finance and Administration

CITY OF MANCHESTER, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2016

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City of Manchester
P. O. BOX 366
MANCHESTER, GEORGIA 31816
(706) 846-3141 OR (706) 846-3142

December 8, 2016

TO: The Citizens of the City of Manchester, Georgia
The Honorable Mayor and Members of the City Council
of the City of Manchester, Georgia

The Comprehensive Annual Financial Report (CAFR) of the City of Manchester, Georgia (City) is submitted for the fiscal year ended June 30, 2016. Management of the City accepts all responsibility for the accuracy of the data and completeness and fairness of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Our goal has been to relate the City's financial position in a format that is informative for the general public.

Georgia law requires cities to perform an audit every two years by independent certified public accountants. The City chooses to have an annual audit and this year Council selected the firm of AJK, LLC to perform the audit. The independent auditor's report is included in the financial section of this report.

The MD&A, which immediately follows the independent auditor's report, provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The City of Manchester is located in the west central part of Georgia approximately 65 miles southwest of Atlanta and 35 miles north of Georgia's second largest city, Columbus.

This report includes all funds of the City of Manchester. The City of Manchester, incorporated in 1909, operates under the council-manager form of government. The City is organized under the following departments: City Hall Administration, Police, Fire, Highways and Street, Health and Welfare, Culture and Recreation, Code Enforcement, Water and Sewerage, Gas System, and Solid Waste. These departments operate under the supervision of the City Manager, who is appointed by the Mayor and Council, and provide a full range of services for approximately 4,200 citizens. Included among these services are traditional city functions, such as police and fire protection, street construction and maintenance, parks and recreation services, building inspection, zoning enforcement and economic development, as well as gas, water and sewer utilities, and solid waste disposal.

The Housing Authority of the City of Manchester has not met the established criteria for inclusion in the reporting entity and is excluded from this report. The Manchester Development Authority and the Downtown Development Authority of the City of Manchester (the "DDA") have been included in these financial statements as discretely presented component units. The DDA was formed in 1997, but did not become financially active until the fall of 2009.

The City maintains budgetary controls, the purpose of which is to assure compliance with the legal provisions embodied in the annual appropriated budget approved by the City Council of Manchester. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is exercised by the City Council at the department level. Additional information on the budgetary process can be found in Note 1(D) in the Notes to the Basic Financial Statements.

FACTORS AFFECTING ECONOMIC CONDITION

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

Local Economy

The local economy for Manchester has experienced needed improvement over the past year.

A major initiative on tourism continues to be a focus of Manchester as well as Meriwether County. The Downtown Development Authority hosted three community events: Railroad Days, Christmas Craft Express and Loco Daze. The second annual city wide July 4th celebration was a huge success bringing in over 5,000 citizens for children's activities, food vendors, a live band, and fireworks. "Terrific Tuesdays," an outdoor music event, was held weekly during July and August with family fun for all.

Two small businesses (a clothing boutique and an antique consignment shop) opened on Main Street.

The Manchester Development Authority sold the Goody Building, a vacant commercial building, to a company from China. The building will be subdivided and used for warehousing. Global Track Warehouse, a manufacturing company that produces rubber tracks for large construction equipment, will manufacture at this location in the near future. This will represent their only manufacturing plant in the United States.

Two commercial businesses are undergoing renovation projects. Dairy Queen and Rite Aid have both invested a total of approximately $800,000 in upgrades to their facilities.

Long-Term Financial Planning

Meriwether County has contracted with the City of Manchester for the next three years to provide recreation for the children of the County. Manchester has a large and successful recreation department and the addition of County children will enhance the program. This agreement will also benefit the County by providing recreation countywide.

Major Initiatives

In November 2016, the City was approved for a $1,880,000 loan/$1,514,000 grant by the United States Department of Agriculture. These funds will be used for an upgrade to the water treatment facility.

The Georgia Department of Transportation completed the bridge replacement project in February 2016. A bridge dedication was held with vehicles of the 1940 era being the first to cross the bridge (celebrating the date of the first bridge completion) followed by a 2016 vehicle also crossing the bridge. A small bridge in the same area is scheduled to be replaced in 2019.

The City's 2014 CDBG project was near completion at June 30th on a sewer rehabilitation project for Perry Street. This project will relieve citizens in that area of serious sewer issues they have experienced in the past.

The President Theatre board is continuing to make progress on the rehabilitation of the local theatre. The board was awarded a $10,000 grant for the facility. Plans are to open the facility in 2017.

The City Council created a Finance Director position to oversee the finances of the City. In the past, the responsibilities have been shared between the City Clerk and City Manager. This position streamlines the financial process.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Manchester for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015. This was the twenty fourth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The timely preparation of this report was possible because of the efficiency and dedicated service of the entire staff at City Hall. Each member of the department has our sincere appreciation for their contributions in the preparation of this report. We wish to thank the Mayor and Council Members for their continued support as we strive for excellence in financial reporting for the City of Manchester. We also wish to acknowledge the professional and dedicated services of the staff of AJK, LLC, Certified Public Accountants.

Respectfully submitted,



Doug Westberry, City Manager

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

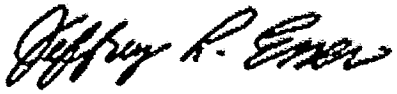
Presented to

City of Manchester

Georgia

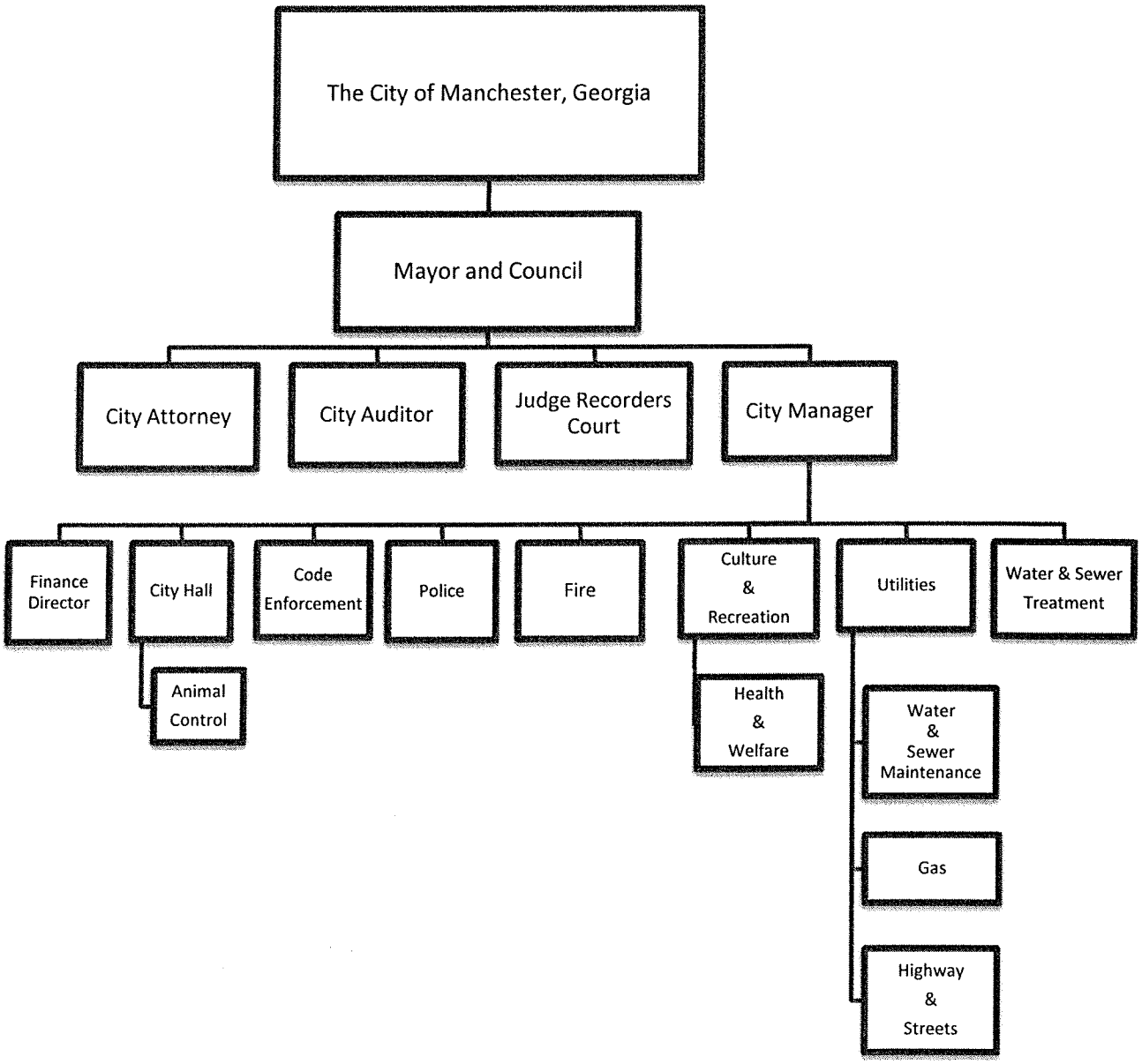
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015



Executive Director/CEO

CITY OF MANCHESTER, GEORGIA
ORGANIZATION CHART
June 30, 2016



CITY OF MANCHESTER, GEORGIA
LIST OF PRINCIPAL OFFICIALS
June 30, 2016

ELECTED OFFICIALS

Michael J. Brening	Mayor
Bruce S. Burt	Mayor Pro-Tem
Solomon Ferguson	Council Member
Pattisue S. Elliott	Council Member
Travis L. Ferguson	Council Member

OTHER OFFICIALS

Doug Westberry	City Manager
Kathy M. Storey	Finance Director
Lea Spell	City Clerk
Glover & Davis, P.A.	City Attorney
John Gilson	City Judge

AJK

AJK, LLC
CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 609 ☐ 405 Second Street ☐ Manchester, GA 31816
(706) 846-8401 ☐ Fax (706) 846-3370

INDEPENDENT AUDITORS' REPORT

To the City Council
City of Manchester, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Manchester, 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.

Auditors' 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Manchester, 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 and for the Special Revenue Fund – CDBG Small Cities 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, the schedule of changes in the net pension liability and related ratios and the schedule of contributions information on pages 4 through 9 and page 42 and 43 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 Manchester, Georgia's basic financial statements. The introductory section, combining, comparative, budgetary comparison, and individual fund financial statements and schedules, other supplemental information, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining, comparative, budgetary comparison, and individual fund financial statements and schedules, and other supplemental information, 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, comparative, budgetary comparison, and individual fund financial statements and schedules, and other supplemental information 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.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City of Manchester, Georgia's basic financial statements for the year ended June 30, 2015, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Manchester, Georgia's basic financial statements as a whole. The individual fund financial statements, as of and for the year ended June 30, 2015 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2015 individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

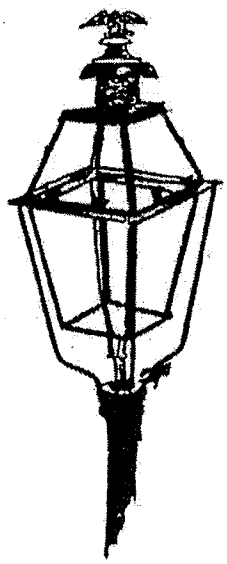
In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2016, on our consideration of the City of Manchester, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 Manchester, Georgia's internal control over financial reporting and compliance.

AJK, LLC

Manchester, Georgia
December 7, 2016

NOTICE

Certain pages of this report have been left blank intentionally.
These pages are identified as shown on this page.



Management's Discussion and Analysis

As management of the City of Manchester (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iii of this report.

FINANCIAL HIGHLIGHTS

- At June 30, 2016, the City's assets and deferred outflows exceeded its liabilities and deferred inflows by $11,503,745 (net position). Net position in governmental activities decreased $486,700 or 8.64 percent, and net position of our business-type activities increased $427,023 or 7.20 percent.
- The City's total net position decreased $59,677 from the previous year, which is a minimal change for the City.
- As of the close of 2016, the City's governmental funds reported combined ending fund balances of $1,659,004, a decrease of $385,665 from the prior year. This decrease is due to the General Fund expenditures exceeding revenues and to the SPLOST Fund spending the money it received in prior years.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as an introduction to the City's basic financial statements. These financial statements will present an overview of the City's financial activities and are presented in three components- 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide statements are intended to present information about the City as a whole using accounting methods similar to the private sector.

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

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

The government-wide financial statements of the City are separated into three kinds of activities:

- Governmental activities: Most of the City's programs and services are reported here, including police, fire, senior center, recreation, highway and streets, and general administration. These governmental activities are funded primarily by property taxes and state and federal grants.

- Business-type activities: These activities include the business-like operations of the City which are intended to recover all or a significant portion of their costs through user fees and charges. These services include water, sewer, gas and garbage.

- Component units: The Manchester Development Authority and the Downtown Development Authority (the "DDA") of the City of Manchester are included as discretely presented component units of the City. Although they are legally separate from the City, the City is financially accountable. Additional information can be found on the Manchester Development Authority in their separately issued financial statements and on the DDA in the supplemental information in these financial statements. The Manchester Public Utilities Authority, although also legally separate, functions for all practical purposes as part of the City's Water and Sewerage Fund; therefore, it has been included as part of the business-type activities.

Fund Financial Statements

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

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services being provided, along with the financial resources available.

By comparing the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison.

The City maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, CDBG Small Cities, and SPLOST Fund, which are the City's major governmental funds. Individual data from the remaining nonmajor governmental funds are combined into a single, aggregate column marked "Other Governmental Funds." Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements and other supplementary data provided within the financial section of the report.

Proprietary Funds - The City presents only enterprise funds for its proprietary fund type. Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The City utilizes enterprise funds to account for the Water & Sewer operations, Gas operations, and Solid Waste disposal activities. The Water & Sewer, Gas, and Solid Waste funds are all considered to be major enterprise funds.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water & Sewer, Gas, and Solid Waste funds since all are considered to be major funds of the City.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following summarizes the components of the City's net position of the primary government at June 30, 2016 and 2015.

NET POSITION

	Governmental Activities		Business-type		Totals	
	2016	2015	2016	2015	2016	2015
Assets:						
Current & Other Assets	$ 1,888,767	$ 2,431,860	$ 2,460,213	$ 2,554,268	$ 4,348,980	$ 4,986,128
Capital Assets, Net	4,779,646	4,941,008	13,270,987	13,304,067	18,050,633	18,245,075
Total Assets	6,668,413	7,372,868	15,731,200	15,858,335	22,399,613	23,231,203
Deferred Outflows of Resources	316,808	176,467	157,269	222,739	474,077	399,206
Liabilities:						
Current & Other Liabilities	373,586	576,305	844,476	859,521	1,218,062	1,435,826
Long-term Liabilities	1,463,879	1,261,956	8,688,004	9,276,097	10,151,883	10,538,053
Total Liabilities	1,837,465	1,838,261	9,532,480	10,135,618	11,369,945	11,973,879
Deferred Inflows of Resources	0	76,618	0	16,490	0	93,108
Net Position:						
Net Investment in Capital Assets	4,414,285	4,482,775	6,750,474	6,456,886	11,164,759	10,939,661
Restricted	1,011,270	1,118,976	286,332	380,617	1,297,602	1,499,593
Unrestricted	(277,799)	32,705	(680,817)	(908,537)	(958,616)	(875,832)
Total Net Position	$ 5,147,756	$ 5,634,456	$ 6,355,989	$ 5,928,966	$11,503,745	$11,563,422

As noted earlier, changes in net position over time can be a useful indicator of a government's financial position. In the case of the City of Manchester, assets exceeded liabilities by $11,503,745 at June 30, 2016. The City's investment in capital assets (e.g. land, buildings, infrastructure, machinery, equipment and vehicles), less any outstanding related debt used to acquire the asset equals approximately 97.05% of net position. The City uses these capital assets to provide services to citizens and consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the assets themselves cannot be used to liquidate these liabilities.

The following shows the changes in net position for 2016 and 2015.

CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program Revenues:						
Charges for services	$ 736,327	$ 737,265	$ 3,004,111	$ 2,947,640	$ 3,740,438	$ 3,684,905
Operating grants and contributions	421,124	298,747	0	0	421,124	298,747
Capital grants and contributions	437,939	120,626	0	0	437,939	120,626
General Revenues:						
Property taxes	1,039,654	1,041,462	0	0	1,039,654	1,041,462
Franchise tax	233,682	230,140	0	0	233,682	230,140
Insurance premium tax	245,578	229,870	0	0	245,578	229,870
Motor vehicle and mobile home tax	132,792	140,862	0	0	132,792	140,862
Alcoholic beverage tax	74,421	77,247	0	0	74,421	77,247
Sales tax	342,834	357,636	0	0	342,834	357,636
Other	22,360	28,657	0	0	22,360	28,657
Investment earnings	2,579	2,470	3,466	2,196	6,045	4,666
Total Revenues	3,689,290	3,264,982	3,007,577	2,949,836	6,696,867	6,214,818
Expenses:						
General government	814,405	758,893	0	0	814,405	758,893
Public safety	1,724,118	1,706,052	0	0	1,724,118	1,706,052
Health and welfare	153,338	152,969	0	0	153,338	152,969
Culture and recreation	467,949	441,135	0	0	467,949	441,135
Highways and streets	594,490	598,737	0	0	594,490	598,737
Community development	8,884	9,576	0	0	8,884	9,576
Interest on long-term debt	21,623	24,557	0	0	21,623	24,557
Water and sewer	0	0	2,034,863	2,676,364	2,034,863	2,676,364
Gas	0	0	669,864	755,385	669,864	755,385
Solid waste	0	0	267,010	264,099	267,010	264,099
Total Expenses	3,784,807	3,691,919	2,971,737	3,695,848	6,756,544	7,387,767
Increase (decrease) in net position before transfers	(95,517)	(426,937)	35,840	(746,012)	(59,677)	(1,172,949)
Transfers	(391,183)	168,685	391,183	(168,685)	0	0
Increase (decrease) in net position	(486,700)	(258,252)	427,023	(914,697)	(59,677)	(1,172,949)
Net Position, beginning of year	5,634,456	5,892,708	5,928,966	6,843,663	11,563,422	12,736,371
Net Position, end of year	$ 5,147,756	$ 5,634,456	$ 6,355,989	$ 5,928,966	$ 11,503,745	$ 11,563,422

Governmental Activities

Governmental activities decreased the City's net position by $486,700. Key elements of this decrease are shown in the preceding table *Changes in Net Position*. The only noteworthy variance was:

- Capital grants and contributions increased $317,313. The majority of this increase is from an increase in the amount of Community Development Block Grants received during the year.

Business-Type Activities

Business-type activities increased the City's net position by $427,023. The only noteworthy variance was:

- Expenses in the Water and Sewerage Fund decreased approximately $641,000. This decrease was in repairs and maintenance expense due to extensive repair work done at the City's water treatment facility in the prior year.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

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

As of June 30, 2016, the City's governmental funds reported a combined ending fund balance of $1,659,004, a decrease of $385,665 in comparison with the prior year. The fund balance is classified as nonspendable ($103,996), restricted ($1,011,270), committed ($247,730) and unassigned ($296,008) to indicate the purpose for which the resources can be used. The restricted fund balance (amounts constrained to specific purposes by their providers) represents approximately 60.96% of the fund balance. The unassigned fund balance, which represents approximately 17.84% of the total fund balance, is available for any purpose.

The General Fund is the City's chief operating fund. The fund balance of the City's General Fund decreased by $277,959 during year ended 2016. This decrease is due to the City's revenue being less than budgeted.

The Special Revenue Fund, CDBG Small Cities, is a major governmental fund type of the City. The fund balance of this fund decreased by $432 during the year ended 2016. This fund received Community Development Block Grant funds and spent the funds on water and sewerage projects.

The SPLOST Fund, a Capital Projects Fund, is another major governmental fund of the City. The fund balance of this fund decreased by $109,325 during the year ended 2016 because the City received proceeds from Meriwether County General Obligation Sales Tax Bonds in 2014 that they continue to spend for SPLOST approved projects.

None of the City's nonmajor governmental funds had a significant change in fund balance.

Proprietary Funds

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

The change for net position in the Proprietary Funds for the year ended June 30, 2016 was an increase of $427,023. The factors concerning this increase have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City of Manchester City Council adopts the annual operating budgets for the City on or about May 1 each year for the fiscal year commencing July 1. The most significant budgeted fund of the City is the General Fund.

During the year, amendments to the budget are adopted as needed. The significant amendments during the year were:

- Grant revenue was increased approximately $128,000 to reflect a recreation grant and a road grant.
- Street maintenance was increased by approximately $48,000 to reflect projects completed using the road grant.
- Capital outlay was increased $29,500 to reflect Council approval to purchase a mower for the recreation department and a police car.
- Salaries were adjusted in most departments to reflect actual amounts paid. The net adjustments to salaries was approximately a $134,000 increase.

As discussed earlier, the City's revenue received was less than budgeted. Due to close monitoring, the variances for expenditures were nominal, with the largest variance being in general administration. This was due to general insurance expense being more than budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2016 was $11,164,759, net of accumulated depreciation and related debt. This investment in capital assets includes land, buildings, improvements, machinery, equipment, vehicles, infrastructure, and construction in progress.

Long-Term Debt

As of June 30, 2016 the City had total bonded outstanding debt of $8,260,000.

More detailed information about the City's capital assets and long-term debt is presented in the notes to the basic financial statements in Note 3 and Note 5, respectively.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the following:

Doug Westberry, City Manager
Department of Financial Administration
P.O. Box 366
Manchester, Georgia 31816
706-846-3141

BASIC FINANCIAL STATEMENTS

CITY OF MANCHESTER, GEORGIA
STATEMENT OF NET POSITION
June 30, 2016

	Primary Government			Component Units	
	Governmental Activities	Business Type Activities	Total	Manchester Development Authority	Downtown Development Authority
ASSETS					
Cash and cash equivalents	$ 1,598,928	$ 1,328,432	$ 2,927,360	$ 827,954	$ 19,580
Receivables (net, where applicable, of allowance for uncollectibles):					
Tax and tax liens	14,555		14,555		
Accounts		335,713	335,713		
Fines and forfeitures	28,957		28,957		
Nutrition program	13,611		13,611		
Other	128,720		128,720		
Inventory, at cost	43,453	1,302	44,755		
Prepaid items	60,543		60,543		
Note receivable			-	437,686	9,028
Restricted assets:					
Temporarily restricted:					
Cash		727,654	727,654		
Prepaid bond insurance, net of accumulated amortization		67,112	67,112		
Capital assets not being depreciated	289,733	1,013,387	1,303,120	134,433	20,400
Capital assets being depreciated, net of accumulated depreciation	4,489,913	12,257,600	16,747,513	1,243,257	
Total assets	6,668,413	15,731,200	22,399,613	2,643,330	49,008
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on refunding		92,380	92,380		
Pension:					
Difference between expected and actual experience	103,285	21,155	124,440		
Difference between projected and actual earnings on plan investments	89,402	18,311	107,713		
Changes of assumptions	2,488	510	2,998		
Contributions after measurement date	121,633	24,913	146,546		
Total deferred outflows of resources	316,808	157,269	474,077	-	-

Continued...

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF NET POSITION
June 30, 2016
(Continued)

	Primary Government			Component Units	
	Governmental Activities	Business Type Activities	Total	Manchester Development Authority	Downtown Development Authority
LIABILITIES					
Accounts payable and other current liabilities	173,336	16,279	189,615	466	50
Accrued payroll	51,233		51,233		
Accrued interest on bonds	6,900	61,809	68,709		
Customer deposits		93,881	93,881		
Customer overpayments		13,077	13,077		
Unearned revenue	5,194	24,600	29,794		500
Noncurrent liabilities:					
Due within one year	136,923	634,830	771,753	20,437	
Due in more than one year	339,334	8,457,676	8,797,010	417,249	
Net pension liability	1,124,545	230,328	1,354,873		
Total liabilities	1,837,465	9,532,480	11,369,945	438,152	550
NET POSITION					
Net investment in capital assets	4,414,285	6,750,474	11,164,759	940,004	20,400
Restricted for:					
Construction		286,332	286,332		
Economic development activities	227,017		227,017		
Capital projects	784,253		784,253		
Debt service			-	446,889	
Unrestricted	(277,799)	(680,817)	(958,616)	818,285	28,058
Total net position	$ 5,147,756	$ 6,355,989	$ 11,503,745	$ 2,205,178	$ 48,458

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF ACTIVITIES
Year Ended June 30, 2016

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Charges for Services, Fees, Fines, and Forfeitures	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units: Manchester Development Authority	Component Units: Downtown Development Authority
Primary government:									
Governmental activities:									
General government	$ 814,405	$ 464,406	$ 108,671		$ (241,328)		$ (241,328)		
Public safety	1,724,118	166,478	14,651	$ 13,939	(1,529,050)		(1,529,050)		
Health and welfare	153,338	12,458	91,619		(49,261)		(49,261)		
Culture and recreation	467,949	92,985	92,510		(282,454)		(282,454)		
Highways and streets	594,490		113,673	424,000	(56,817)		(56,817)		
Community development	8,884				(8,884)		(8,884)		
Interest on long-term debt	21,623				(21,623)		(21,623)		
Total governmental activities	3,784,807	736,327	421,124	437,939	(2,189,417)		(2,189,417)		
Business-type activities:									
Water and sewerage	2,034,863	1,860,577				$ (174,286)	(174,286)		
Gas	669,864	723,448				53,584	53,584		
Solid Waste	267,010	420,086				153,076	153,076		
Total business-type activities	2,971,737	3,004,111	-	-		32,374	32,374		
Total primary government	$ 6,756,544	$ 3,740,438	$ 421,124	$ 437,939	(2,189,417)	32,374	(2,157,043)		
Component units:									
Manchester Development Authority	$ 217,377	$ 155,150						$ (62,227)	
Downtown Development Authority	9,486	4,217							$ (5,269)
Total component units	$ 226,863	$ 159,367	$ -	$ -				(62,227)	(5,269)
General revenues:									
Taxes:									
Property taxes					1,039,654		1,039,654		
Sales tax					342,834		342,834		
Franchise tax					233,682		233,682		
Insurance premium tax					245,578		245,578		
Motor vehicle and mobile home tax					132,792		132,792		
Alcoholic beverage tax					74,421		74,421		
Other					22,360		22,360		
Investment earnings					2,579	3,466	6,045	15,603	347
Loss on sale of capital assets							-	(1,326,940)	
Transfers					(391,183)	391,183	-		
Total general revenues and transfers					1,702,717	394,649	2,097,366	(1,311,337)	347
Change in net position					(486,700)	427,023	(59,677)	(1,373,564)	(4,922)
Net position, beginning of year					5,634,456	5,928,966	11,563,422	3,578,742	53,380
Net position, end of year					$ 5,147,756	$ 6,355,989	$ 11,503,745	$ 2,205,178	$ 48,458

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

CITY OF MANCHESTER, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016

	Major Governmental Fund Types			Nonmajor Governmental Fund Types	
	General Fund	CDBG Small Cities	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 638,211	$ 68	$ 784,253	$ 176,396	$ 1,598,928
Receivables (net, where applicable, of allowances for uncollectibles):					
Taxes and tax liens	14,555				14,555
Fines and forfeitures	28,957				28,957
Nutrition program	13,611				13,611
Other	78,167			50,553	128,720
Inventory, at cost	43,453				43,453
Prepaid items	60,543				60,543
Total assets	$ 877,497	$ 68	$ 784,253	$ 226,949	$ 1,888,767
LIABILITIES					
Accounts payable	$ 173,336				$ 173,336
Accrued payroll	51,233				51,233
Unearned revenue	5,194				5,194
Total liabilities	229,763	$ -	$ -	$ -	229,763
FUND BALANCES					
Fund balances:					
Nonspendable for:					
Inventory	43,453				43,453
Prepaids	60,543				60,543
Restricted for:					
Economic development activities		68		226,949	227,017
Capital projects			784,253		784,253
Committed:					
Infrastructure	240,424				240,424
Special incentives	7,306				7,306
Unassigned	296,008				296,008
Total fund balances	647,734	68	784,253	226,949	1,659,004
Total liabilities and fund balances	$ 877,497	$ 68	$ 784,253	$ 226,949	$ 1,888,767

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

CITY OF MANCHESTER, GEORGIA
RECONCILIATION OF FUND BALANCES ON THE BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO NET POSITION OF GOVERNMENTAL ACTIVITIES ON THE STATEMENT OF NET POSITION
June 30, 2016

Fund balances - Total governmental funds		$ 1,659,004
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:		
Add - Capital assets		9,129,326
Deduct - Accumulated depreciation		(4,349,680)
The deferred outflows below are not current assets or financial resources and the deferred inflows are not due and payable in the current period and therefore are not reported in the governmental funds. Balances at June 30, 2016 are:		
Deferred outflows		316,808
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position. Balances at June 30, 2016 are:		
Accrued interest payable on bonds		(6,900)
Bonds payable	$ (345,000)	
Notes payable	(20,361)	
Compensated absences	(110,896)	
Net pension liability	(1,124,545)	(1,600,802)
Net position of governmental activities		$ 5,147,756

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2016

	Major Governmental Fund Types			Nonmajor Governmental Fund Types	
	General Fund	CDBG Small Cities	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes:					
Property	$ 958,949			$ 80,705	$ 1,039,654
Sales	341,936			898	342,834
Franchise	233,682				233,682
Insurance premium	245,578				245,578
Motor vehicle and mobile home	132,792				132,792
Alcoholic beverage	74,421				74,421
Other	13,476			8,884	22,360
Licenses and permits	63,269				63,269
Grants and subsidies	308,758	$ 423,640			732,398
Charges for services	98,503				98,503
Fines and forfeitures	166,478				166,478
Interest revenue	528		$ 360	2,051	2,939
Other revenue	534,382				534,382
Total revenues	3,172,752	423,640	360	92,538	3,689,290
Expenditures:					
Current:					
General government	787,579				787,579
Public safety	1,586,347				1,586,347
Health and welfare	157,645				157,645
Culture and recreation	395,842				395,842
Highway and streets	506,489			898	507,387
Community development				8,884	8,884
Debt service:					
Principal retirement	32,872			60,000	92,872
Interest and fees	2,118			20,705	22,823
Capital outlay:					
General government			3,213		3,213
Public safety	15,500		22,018		37,518
Highway and streets			34,745		34,745
Culture and recreation	10,923		37,994		48,917
Total expenditures	3,495,315	-	97,970	90,487	3,683,772
expenditures	(322,563)	423,640	(97,610)	2,051	5,518
Other financing sources (uses):					
Transfers in	3,491,329			80,705	3,572,034
Transfers out	(3,446,725)	(424,072)	(11,715)	(80,705)	(3,963,217)
Total other financing sources (uses)	44,604	(424,072)	(11,715)	-	(391,183)
Net change in fund balances	(277,959)	(432)	(109,325)	2,051	(385,665)
Fund balances, beginning of year	925,693	500	893,578	224,898	2,044,669
Fund balances, end of year	$ 647,734	$ 68	$ 784,253	$ 226,949	$ 1,659,004

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

CITY OF MANCHESTER, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2016

Net change in fund balances - Total governmental funds	$ (385,665)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense ($260,525) exceeded capital outlay ($99,163) in the current period.	(161,362)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is represented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This amount consists of the change in the following balances:	
Compensated absences	24,706
Accrued interest payable	1,200
Pension expense	(58,451)
Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of capital lease principal is an expenditure in the governmental funds, but therepayment reduces long-term liabilities in the statement of net position:	
Principal retirements	92,872
Change in net position of governmental activities	$ (486,700)

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
Year Ended June 30, 2016

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes:				
Property	$ 1,065,038	$ 1,072,542	$ 958,949	$ (113,593)
Sales	370,000	370,000	341,936	(28,064)
Franchise	228,000	228,000	233,682	5,682
Insurance premium	230,000	245,578	245,578	-
Motor vehicle and mobile home	162,000	162,000	132,792	(29,208)
Alcoholic beverage	80,000	80,000	74,421	(5,579)
Other	18,100	18,100	13,476	(4,624)
Licenses and permits	68,250	68,250	63,269	(4,981)
Grants and subsidies	157,300	285,433	308,758	23,325
Charges for services	60,664	106,664	98,503	(8,161)
Fines and forfeitures	171,200	182,298	166,478	(15,820)
Interest revenue	300	300	528	228
Other revenue	698,282	717,282	534,382	(182,900)
Total revenues	3,309,134	3,536,447	3,172,752	(363,695)
Expenditures:				
General government:				
Elected officials	101,636	89,525	90,258	(733)
City manager	96,682	114,781	114,042	739
Finance director		31,678	32,335	(657)
General administration	494,430	518,961	550,944	(31,983)
Total general government	692,748	754,945	787,579	(32,634)
Public safety:				
Police	1,058,610	1,136,423	1,123,619	12,804
Fire	455,120	470,272	462,728	7,544
Total public safety	1,513,730	1,606,695	1,586,347	20,348
Highway and streets:				
Streets	457,979	505,578	506,489	(911)
Total highway and streets	457,979	505,578	506,489	(911)
Health and welfare:				
Senior center	119,816	119,939	131,620	(11,681)
Animal control	43,574	28,951	26,025	2,926
Total health and welfare	163,390	148,890	157,645	(8,755)
Culture and recreation:				
Recreation	316,168	325,720	340,842	(15,122)
Library	55,000	55,000	55,000	-
Total culture and recreation	371,168	380,720	395,842	(15,122)

Continued...

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
Year Ended June 30, 2016
(Continued)

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Debt service:				
Principal retirement	108,001	108,001	32,872	75,129
Interest	2,118	2,118	2,118	-
Capital outlay		29,500	26,423	3,077
Total expenditures	3,309,134	3,536,447	3,495,315	41,132
Excess (deficiency) of revenues over (under) expenditures	-	-	(322,563)	(322,563)
Other financing sources (uses):				
Transfers in			3,491,329	3,491,329
Transfers out			(3,446,725)	(3,446,725)
Total other financing sources (uses)	-	-	44,604	44,604
Net change in fund balances	-	-	(277,959)	(277,959)
Fund balances, beginning of year	925,693	925,693	925,693	-
Fund balances, end of year	$ 925,693	$ 925,693	$ 647,734	$ (277,959)

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL REVENUE FUND-CDBG SMALL CITIES
Year Ended June 30, 2016

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Grant income	$ 450,000	$ 423,640	$ (26,360)
Total revenues	450,000	423,640	(26,360)
Expenditures:			
Current:			
Community development			-
Total expenditures	-	-	-
Excess of revenue over (under) expenditures	450,000	423,640	(26,360)
Other financing sources (uses):			
Transfers out	(450,000)	(424,072)	25,928
Total other financing sources (uses)	(450,000)	(424,072)	25,928
Net change in fund balances	-	(432)	(432)
Fund balance, beginning of year	500	500	-
Fund balance, end of year	$ 500	$ 68	$ (432)

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2016

	Business-Type Activities Major Fund Types			
	Water and Sewerage	Gas System	Solid Waste	Total
ASSETS				
Current assets:				
Cash	$ 1,328,432			$ 1,328,432
Receivables (net, where applicable, of allowance for uncollectibles):				
Accounts	227,116	$ 60,509	$ 48,088	335,713
Inventories	703	599		1,302
Total unrestricted current assets	1,556,251	61,108	48,088	1,665,447
Restricted cash	727,654			727,654
Total restricted cash	727,654	-	-	727,654
Total current assets	2,283,905	61,108	48,088	2,393,101
Noncurrent assets:				
Prepaid bond insurance, net of accumulated amortization	67,112	-	-	67,112
Capital assets:				
Land and land improvements	537,065			537,065
Construction in progress	476,322			476,322
Buildings	9,883,369	10,088		9,893,457
Improvements other than buildings	7,508,482	2,408,781		9,917,263
Machinery and equipment	1,039,679	63,401	21,060	1,124,140
Less, accumulated depreciation	(8,085,723)	(570,477)	(21,060)	(8,677,260)
Total capital assets (net of accumulated depreciation)	11,359,194	1,911,793	-	13,270,987
Total noncurrent assets	11,426,306	1,911,793	-	13,338,099
Total assets	13,710,211	1,972,901	48,088	15,731,200
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	92,380			92,380
Pensions:				
Differences between expected and actual experience	16,028	5,127		21,155
Differences between projected and actual earnings on plan investments	13,874	4,437		18,311
Changes of assumptions	386	124		510
Contributions after measurement date	18,875	6,038		24,913
Total deferred outflows of resources	141,543	15,726	-	157,269

(Continued...)

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2016
(Continued)

	Business-Type Activities Major Fund Types			
	Water and Sewerage	Gas System	Solid Waste	Total
LIABILITIES				
Current liabilities:				
Accounts payable	10,986	5,293		16,279
Customer deposits	74,951	18,930		93,881
Customer overpayments	13,077			13,077
Accrued compensated absences	10,332	5,843		16,175
Unearned revenue	24,600			24,600
Obligations under capital leases, current portion		83,655		83,655
Current liabilities payable from restricted assets:				
Accrued interest	61,809			61,809
Revenue bonds, current portion	535,000			535,000
Total current liabilities	730,755	113,721	-	844,476
Noncurrent liabilities:				
Compensated absences	5,563	3,146		8,709
Unearned revenues	668,300			668,300
Revenue bonds payable	7,336,103			7,336,103
Obligations under capital leases		444,564		444,564
Net pension liability	174,508	55,820		230,328
Total noncurrent liabilities	8,184,474	503,530	-	8,688,004
Total liabilities	8,915,229	617,251	-	9,532,480
NET POSITION				
Net investment in capital assets	5,366,900	1,383,574		6,750,474
Restricted for construction	286,332			286,332
Unrestricted	(716,707)	(12,198)	48,088	(680,817)
Total net position	$ 4,936,525	$ 1,371,376	$ 48,088	$ 6,355,989

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended June 30, 2016

	Business-Type Activities Major Fund Types			
	Water and Sewerage	Gas System	Solid Waste	Total
Operating revenues:				
Charges for services:				
Sales	$ 1,638,538	$ 675,644	$ 420,086	$ 2,734,268
Other fees	222,039	47,804		269,843
Total operating revenues	1,860,577	723,448	420,086	3,004,111
Operating expenses:				
Salaries and wages	270,668	104,625		375,293
Payroll taxes and employee benefits	90,575	40,868		131,443
Gas purchased for resale		277,275		277,275
Sales tax expense		31,477		31,477
Utilities	207,310	5,456		212,766
Repairs and maintenance	303,305	4,779		308,084
Materials, supplies, and chemicals	150,851	3,084		153,935
Office supplies and postage	7,343	2,138		9,481
Engineering and other professional services	36,706	7,200		43,906
Depreciation and amortization	415,635	48,767		464,402
Administrative charges	222,158	118,484	37,026	377,668
Sanitation expense			229,984	229,984
Miscellaneous	31,438	14,141		45,579
Total operating expenses	1,735,989	658,294	267,010	2,661,293
Operating income (loss)	124,588	65,154	153,076	342,818
Nonoperating revenues (expenses):				
Interest income	3,466			3,466
Interest expenses	(298,874)	(11,570)		(310,444)
Total nonoperating revenues (expenses)	(295,408)	(11,570)	-	(306,978)
Income (loss) before transfers	(170,820)	53,584	153,076	35,840
Transfers in	2,640,553	749,008	442,483	3,832,044
Transfers out	(2,069,192)	(773,312)	(598,357)	(3,440,861)
Changes in net position	400,541	29,280	(2,798)	427,023
Net position, beginning of year	4,535,984	1,342,096	50,886	5,928,966
Net position, end of year	$ 4,936,525	$ 1,371,376	$ 48,088	$ 6,355,989

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

CITY OF MANCHESTER, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2016

	Business-Type Activities Major Fund Types			
	Water and Sewerage	Gas System	Solid Waste	Total
Cash flows from operating activities:				
Receipts from customers	$ 2,165,068	$ 721,473	$ 422,884	$ 3,309,425
Receipts from (refund of) customer overpayments	(3,842)			(3,842)
Receipts from (refund of) customer deposits	2,620	(2,105)		515
Payments to employees	(357,005)	(136,543)		(493,548)
Payments to vendors	(762,638)	(346,508)	(229,984)	(1,339,130)
Payments to other funds for services provided	(222,158)	(118,484)	(37,026)	(377,668)
Net cash provided (used) by operating activities	822,045	117,833	155,874	1,095,752
Cash flows from noncapital financing activities:				
Transfers in	2,204,766	749,008	442,483	3,396,257
Transfers out	(2,069,192)	(773,312)	(598,357)	(3,440,861)
Principal paid on noncapital debt	(108,675)			(108,675)
Interest paid on noncapital debt	(40,805)			(40,805)
Net cash provided (used) by noncapital financial activities	(13,906)	(24,304)	(155,874)	(194,084)
Cash flows from capital and related financing activities:				
Transfers in	435,787			435,787
Acquisition of capital assets	(431,322)			(431,322)
Principal paid on capital debt	(416,325)			(416,325)
Capital lease payments		(81,984)		(81,984)
Interest paid on capital debt	(156,322)	(11,570)		(167,892)
Net cash provided (used) by capital and related financing activities	(568,182)	(93,554)	-	(661,736)
Cash flows from investing activities:				
Interest income	3,466			3,466
Net cash provided (used) by investing activities	3,466	-	-	3,466
Net increase (decrease) in cash	243,423	(25)	-	243,398
Cash, beginning of year	1,812,663	25		1,812,688
Cash, end of year	$ 2,056,086	$ -	$ -	$ 2,056,086
Reported on statement of net position:				
Cash	$ 1,328,432			$ 1,328,432
Restricted cash	727,654			727,654
Total cash per statement of net position	$ 2,056,086	$ -	$ -	$ 2,056,086
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	$ 124,588	$ 65,154	$ 153,076	$ 342,818
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	415,635	48,767		464,402
(Increase) decrease in:				
Accounts receivable	329,091	(1,975)	2,798	329,914
Inventory	(240)			(240)
Increase (decrease) in:				
Accounts payable	(24,580)	60		(24,520)
Customer deposits	2,620	(2,105)		515
Customer overpayments	(3,842)			(3,842)
Accrued compensated absences	5,231	1,892		7,123
Unearned revenue	(24,600)			(24,600)
Net pension liability	(1,858)	6,040		4,182
Net cash provided (used) by operating activities	$ 822,045	$ 117,833	$ 155,874	$ 1,095,752

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Manchester, Georgia (the "City") was incorporated on August 16, 1909, under the provisions of the State of Georgia. The City operates under an elected Mayor-Council form of government and provides the following services: public safety (police and fire), highway and street, sanitation, health and welfare services, culture and recreation, public utilities, code enforcement, community development, and general administrative services.

The accounting policies of the City of Manchester, Georgia conform to generally accepted accounting principles applicable to governments. The following is a summary of the City's more significant accounting policies used in the preparation of the accompanying financial statements.

A. The Reporting Entity

The City of Manchester, Georgia is a municipal corporation governed by an elected Mayor and four member Council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

- **Blended Component Units** - The Manchester Public Utilities Authority (the "PUA") serves all the citizens of the City and is governed by a board comprised of the City's elected council. The rates for any user charges and bond issuance authorizations are approved by the City's council and the legal liability for the general obligation portion of any PUA's debt remains with the City. The PUA is combined with the Water and Sewerage Fund in these financial statements and does not issue separate financial statements.

- **Discretely Presented Component Units** - The Manchester Development Authority (the "Authority") was created to attract new industry and promote existing industry in the City. The board members of the Manchester Development Authority are appointed by the Mayor and City Council of the City. The Authority's bonded debt must be approved by the City Council and the city provides significant financial support to the Authority. The Manchester Development Authority is presented as a governmental fund type. Complete financial statements can be obtained from the Manchester Development Authority, P.O. Box 583, Manchester, Georgia 31816.

  The Downtown Development Authority of the City of Manchester, Georgia (the "DDA") was created to revitalize and redevelop the central business district of the City. The DDA's board members are appointed by the Mayor and City Council of the City. The City possesses the authority to review, approve, and revise the budget and governs collection and disbursement of funds. The DDA is presented as a governmental fund type. Fund financial statements for the DDA are included in supplemental information.

- **Related Organization** - The City Council is responsible for appointing the members of the Manchester Housing Authority board, but the City's accountability for this organization does not extend beyond making the appointments.

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 primary government and its component units. 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. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

segment. *Program revenues* includes 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

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. Nonmajor funds are aggregated and presented in a single column on the governmental and proprietary fund financial statements.

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

The government-wide and proprietary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting.* Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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, including property taxes, are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, grants from other governments, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

- The ***General Fund*** is the government'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 ***SPLOST Fund*** is established as a capital project fund to account for the City's portion of SPLOST funds received from the County for the purpose of improvement or acquisition of assets and infrastructure.
- The ***CDBG Small Cities Fund*** is used to account for the City's multi-activity community development block grants that are funding the street paving, drainage, and housing activities for the small cities program.

The City reports the following major proprietary funds:

- The ***Water and Sewerage Fund*** accounts for the activities of the government's water and sewerage activities.
- The ***Gas Fund*** accounts for the activities of the government's gas system activities.
- The ***Solid Waste Fund*** accounts for the activities of the government's waste disposal activities.

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments. 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 to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City's net position are reported in three parts - 1) net investment in capital assets; 2) restricted net position; and 3) unrestricted net position. 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. Budgets and Budgetary Accounting

The City prepares and adopts its budget and complies with the auditing requirements for local governments so as to provide local taxpayers with an opportunity to gain information concerning the purposes for which local revenues are proposed to be spent and are actually spent and to assist local governments in generally improving local financial management practices while maintaining, preserving, and encouraging the principle of home rule over local matters. The procedures are as follows:

1. On or about May 1 of each year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted to obtain taxpayer comments.

3. The budget is legally enacted through passage of a resolution. The General Fund, the Special Revenue Funds, and the Debt Service Fund have legally adopted budgets that are prepared by fund, function, and department. Any revisions that alter the total expenditures of any fund or any transfers between departments must be approved by the City Council. All appropriations lapse at year end. The legal level of control (level at which expenditures may not legally exceed the budget) is exercised by the City Council at the department level.

4. The budgets for the General Fund, Special Revenue Funds, and Debt Service Fund are adopted on a basis consistent with generally accepted accounting principles.

The capital project fund representing the Special Purpose Local Option Sales Tax adopts its budget on a project-length basis instead of an annual basis.

The budget amounts shown in these financial statements include any amendments approved by the City Council during the year. The Council made several amendments during the year. In the General Fund, the most significant amendment to revenue was to reflect grants received from various state and federal agencies for approximately $128,000. Also, for expenditures, the amendments recorded a net increase in salaries of approximately $134,000 that affected most departments in the General Fund, an increase in street maintenance of approximately $48,000 and an increase in capital outlay of $29,500.

E. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, and non-negotiable certificates of deposits regardless of original maturity.

The statutes of the State of Georgia authorize the City to invest in U.S. government obligations; U.S. governmental agency obligation; State of Georgia obligations; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia which are rated "A" or better by Moody's Investors Service Inc.; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association; repurchase agreements when collateralized by U.S. government or agency obligations; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds.

Investments for the City, as well as for its component units, are reported at fair value. Neither the City, nor its component units, have any investments.

F. Receivables and Payables

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

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

G. Revenue Recognition - Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are normally levied on October 20, and are due and payable on December 20. All unpaid taxes levied October 20 become delinquent December 21 of that year, at which time the applicable property is subject to lien, and penalties and interest are assessed.

H. Inventory

Inventory is valued at cost using the first-in, first-out (FIFO) method and consists of expendable supplies. The City uses the consumption method to record inventory, which means that inventory acquisitions are recorded in inventory accounts when purchased and charged as expenditures or expenses when used.

I. Prepaid Items

The City uses the consumption method to record prepaid items. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements when paid and charged to expenditures or expenses when used.

J. Restricted Cash

Certain cash in the Proprietary Funds of the City is restricted for the debt service and construction.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. 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. Infrastructure assets acquired subsequent to July 1, 1980 are reported at historical cost.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component unit is depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	20-40
Improvements	20-30
Public domain infrastructure	40
System infrastructure	20-50
Machinery and equipment	5-20

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The deferred charge on refunding reported in the business-type statement of net position, resulting from the difference in the carrying value of refunded debt and its reacquisition price (which is deferred and amortized over the shorter of the life of the refunded or refunding debt) is reported in this category. Also, the differences between expected and actual experience related to pensions, differences between projected and actual earnings on plan investments, the changes in assumptions, and the contributions made to the pension plan after the measurement date qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenue) until that time. The City does not have any items that qualify for reporting in this category.

M. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City of Manchester's Georgia Municipal Employees Benefit System (GMEBS) plans and additions to/deductions from the Plans' fiduciary net pension have been determined on the same basis as they are reported by GMEBS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

N. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

O. 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. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

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

P. Fund Equity

Beginning with the year ended June 30, 2011, the City implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions.* This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength to the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable Fund Balance** - Amounts that are not in a spendable form (such as inventory or prepaid items) or are required to be maintained intact;
- **Restricted Fund Balance** - Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- **Committed Fund Balance** - Amounts constrained to specific purposes by the City Council through an ordinance;
- **Assigned Fund Balance** - Amounts are constrained by an intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by the City manager based on the City Council direction;
- **Unassigned Fund Balance** - Amounts that are available for any purpose; positive amounts are reported only in the general fund.

City Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance. It is the City's policy to use restricted fund balances first, followed by committed, assigned, and then unassigned amounts, respectively.

Q. Reclassifications

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

R. Allocation of Administrative Expenses

The City does not allocate indirect costs. It is the City's policy to allocate to the proprietary funds overhead administrative expenses that are paid by and expended in the General Fund. This allocation is to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, etc.). These expenses allocated to the proprietary funds are presented in these financial statements as "administrative charges" on the proprietary funds financial statement and are included in "other revenue" on the General Fund financial statements.

S. Use of Estimates to Prepare Financial Statements

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

T. Subsequent Events

Subsequent events have been evaluated by management through December 7, 2016, which is the date the financial statements were available to be issued.

2. DEPOSITS AND INVESTMENTS

At year end, the City had $1,430 in petty cash, $784,253 in short-term investments (cash equivalents), and the carrying amount of the City's deposits (checking, savings, and certificates of deposit) was $2,869,331. The short-term investments were invested 100% in a U.S. Treasury portfolio. For the City's deposits, the bank balance was $2,905,370 of which $676,464 was covered by federal depository insurance and $2,228,906 was covered by collateral held in the pledging bank's trust department or by its agent in the City's name. The City does not have a deposit policy for custodial credit risk.

At year end, the Manchester Development Authority, a discretely presented component unit, did not have any investments and the carrying amount of the Authority's deposits (checking and savings accounts) was $827,954 and the bank balance was $828,759. Of the bank balance, $441,398 was covered by federal depository insurance and $387,361 was covered by collateral held in the pledging bank's trust department or by its agent in the Authority's name.

At year end, the Downtown Development Authority, the other discretely presented component unit, did not have any investments and the carrying amount of the DDA deposits (checking and savings accounts) was $19,580 and the bank balance was $19,580. Of the bank balance, $19,580 was covered by federal depository insurance.

Neither of the discretely presented component units have a deposit policy for custodial credit risk.

3. CAPITAL ASSETS

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

Primary Government	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 289,733			$ 289,733
Total capital assets, not being depreciated	289,733	$ -	$ -	289,733
Capital assets, being depreciated:				
Land improvements	23,160			23,160
Buildings and improvements	3,839,670			3,839,670
Machinery and equipment	1,800,147	99,163		1,899,310
Infrastructure	3,077,453			3,077,453
Total capital assets being depreciated	8,740,430	99,163	-	8,839,593
Less, accumulated depreciation for:				
Land improvements	(4,922)	(579)		(5,501)
Buildings	(2,059,202)	(76,058)		(2,135,260)
Machinery and equipment	(1,338,237)	(106,952)		(1,445,189)
Infrastructure	(686,794)	(76,936)		(763,730)
Total accumulated depreciation	(4,089,155)	(260,525)	-	(4,349,680)
Total capital assets, being depreciated, net	4,651,275	(161,362)	-	4,489,913
Governmental activities capital assets, net	$ 4,941,008	$(161,362)	$ -	$ 4,779,646

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 537,065			$ 537,065
Construction in progress	258,738	$ 431,322	$(213,738)	476,322
Total capital assets, not being depreciated	795,803	431,322	(213,738)	1,013,387
Capital assets, being depreciated:				
Buildings	9,893,457			9,893,457
Improvements other than buildings	9,703,525	213,738		9,917,263
Machinery and equipment	1,124,140			1,124,140
Total capital assets being depreciated	20,721,122	213,738	-	20,934,860
Less, accumulated depreciation for:				
Buildings	(3,886,492)	(201,100)		(4,087,592)
Improvements other than buildings	(3,534,334)	(195,862)		(3,730,196)
Machinery and equipment	(792,032)	(67,440)		(859,472)
Total accumulated depreciation	(8,212,858)	(464,402)	-	(8,677,260)
Total capital assets, being depreciated, net	12,508,264	(250,664)	-	12,257,600
Business-type activities capital assets, net	$ 13,304,067	$ 180,658	$(213,738)	$ 13,270,987

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

Governmental activities:	
General government	$ 12,431
Public safety	91,643
Highways and streets, including depreciation of general infrastructure assets	86,168
Health and welfare	485
Culture and recreation	69,798
Total depreciation expense - Governmental activities	$ 260,525
Business-type activities:	
Water and sewerage	$ 415,635
Gas	48,767
Total depreciation expense - Business-type activities	$ 464,402

Component Units

Activity for the Manchester Development Authority for the year ended June 30, 2016, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	$ 134,433			$ 134,433
Total capital assets not being depreciated	134,433	$ -	$ -	134,433
Capital assets being depreciated:				
Infrastructure	287,076			287,076
Buildings and improvements	3,752,718		(1,673,440)	2,079,278
Furniture and equipment	35,573			35,573
Total capital assets being depreciated	4,075,367	-	(1,673,440)	2,401,927

	Beginning Balance	Increases	Decreases	Ending Balance
Less, accumulated depreciation for:				
Infrastructure	(225,263)	(9,737)		(235,000)
Building and improvements	(837,101)	(51,910)		(889,011)
Furniture and equipment	(33,787)	(872)		(34,659)
Total accumulated depreciation	(1,096,151)	(62,519)	-	(1,158,670)
Total capital assets being depreciated, net	2,979,216	(62,519)	(1,673,440)	1,243,257
Development Authority capital assets, net	$ 3,113,649	$(62,519)	$(1,673,440)	$ 1,377,690

Depreciation expense for the Authority was charged to functions as follows:

Business promotion and tourism	$ 61,647
General and administrative	872
	$ 62,519

Activity for the Downtown Development Authority for the year ended June 30, 2016 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	$ 20,400			$ 20,400
Total capital assets not being depreciated	$ 20,400	$ -	$ -	$ 20,400

4. UNEARNED REVENUE

On August 4, 1992, the City entered into a joint services contract with Talbot County, Georgia regarding the City's water treatment facility. The contract entitles Talbot county to 29% of the City's total water treatment plant capacity, 29% of the total reservoir capacity, and 29% of total water line capacity for the sum of $1,230,000. This amount was received by the City during the year ended June 30, 1995, and has been recorded as unearned revenue, to be recognized into income over the life of the contract, which is 50 years. The balance of unearned revenue at June 30, 2016 was $692,900 and is shown as unearned revenue in the business-type activities, Water and Sewerage Fund, in these financial statements as current liability ($24,600) and noncurrent liabilities ($668,300).

5. LONG-TERM DEBT

A. General Obligation Bonds

Primary Government

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities and are paid from the debt service fund. The original amount of general obligations bonds issued in prior years was $1,400,000.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rate	Amount
Governmental activities	4.8 - 5%	$ 345,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

	Governmental Activities	
	Principal	Interest
Year ending June 30:		
2017	$ 60,000	$ 17,000
2018	65,000	14,120
2019	70,000	11,000
2020	75,000	7,500
2021	75,000	3,750
	$ 345,000	$ 53,370

B. Revenue Bonds

Primary Government

The City also issues bonds where the government pledges income derived from the acquired or constructed assets to pay debt service. The business-type activities currently have revenue bonds outstanding to be paid from the Water and Sewerage Fund. The original amount of revenue bonds issued in prior years is $9,460,000.

Revenue bonds outstanding at year end are as follows:

Purpose	Interest Rates	Amount
Water & Sewer	Variable, 2.0% to 2.75%	$ 7,915,000

Revenue bond debt service requirements to maturity are as follows:

	Business-Type Activities	
	Principal	Interest
Year ending June 30:		
2017	$ 535,000	$ 185,428
2018	450,000	174,728
2019	460,000	165,728
2020	470,000	156,527
2021	480,000	145,953
2022-2026	2,335,000	574,035
2027-2031	2,620,000	286,957
2032	565,000	15,537
	$ 7,915,000	$ 1,704,893

C. Notes Payable

Primary Government

The City has entered into a note payable with the U.S. Department of Agriculture (USDA) for financing the purchase of communications equipment for public safety. The total amount of the loan is $25,000. This note payable will be repaid through the General Fund.

Notes payable are direct obligations of the City and pledge the full faith and credit of the City. Notes payable currently outstanding are as follows:

Purpose	Interest Rate	Amount
Purchase of equipment	3.75%	$ 20,361

Notes payable debt service requirements to maturity are as follows:

	Governmental Activities	
	Principal	Interest
Year ending June 30:		
2017	$ 4,840	$ 737
2018	4,995	582
2019	5,183	395
2020	5,343	234
	$ 20,361	$ 1,948

Component Unit

The Authority issued a note payable to provide funds for the purchase of an existing industrial building. The original amount of the note payable issued was $500,000 and was to be repaid through the Debt Service Fund. This note payable is secured by the industrial building purchased. The terms of the note payable provided for deferred payments for five years. The building was sold in March of 2016, and the balance of the note payable at June 30, 2016 was $0.

The Authority has issued a note payable to assist with machinery and equipment cost of a business in the industrial park. The original amount of the note payable issued is $500,000 and will be repaid through the Debt Service fund. This note payable is secured by a $500,000 promissory note given by the business to the Authority. The note is due in quarterly payments of $8,335, including interest at 3%. The balance at June 30, 2016 was $437,686.

Notes payable are direct obligations of the component unit and pledge the full faith and credit of the component unit. Notes payable currently outstanding are as follows:

Purpose	Interest Rates	Amounts
Assists with cost of machinery and equipment for business in industrial park	3%	$ 437,686

Note payable debt service requirements to maturity are as follows:

	Principal	Interest
Year ending June 30:		
2017	$ 20,437	$ 12,902
2018	21,057	12,282
2019	21,696	11,643
2020	22,354	10,985
2021	23,033	10,307
2022-2026	126,077	40,618
2027-2031	146,401	20,296
2032-2034	56,631	1,711
	$ 437,686	$ 120,744

D. Capital Leases

Primary Government

The gas fund of the business activities has entered into lease agreements for the expansion and improvements to the gas distribution system. These leases are being repaid from revenues earned by the gas fund. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded as capital assets at the present value of their future minimum lease payments as of the inception date. The expense resulting from amortization of assets recorded under capital leases is included in depreciation expense.

The assets acquired through capital leases are as follows:

Asset	Gas Fund
Improvements other than buildings	$ 2,000,000
Less, accumulated depreciation	(416,080)
Total	$ 1,583,920

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2016, were as follows:

	Gas Fund
Year ending June 30:	
2017	$ 93,553
2018	93,553
2019	93,553
2020	93,553
2021	93,553
2022	93,554
Total minimum lease payments	561,319
Less, amount representing interest	(33,100)
Present value of minimum lease payments	$ 528,219

E. Accrued Compensated Absences

Primary Government

The government accrues compensated absences for their employees. Both governmental activities and business-type activities have accrued compensated absences at June 30, 2016. Accrued compensated absences from governmental activities are repaid through the general fund. Business-type activities accrued compensated absences are repaid through the water & sewerage and gas funds.

F. Changes in Long-Term Liabilities

Primary Government

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bond payable:					
General obligation bonds	$ 405,000		$(60,000)	$ 345,000	$ 60,000
Note payable	25,000		(4,639)	20,361	4,840
Capital leases	28,233		(28,233)	-	-
Accrued compensated absences	135,602	$ 56,920	(81,626)	110,896	72,083
Governmental activity long-term liabilities	$ 593,835	$ 56,920	$(174,498)	$ 476,257	$ 136,923

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Bonds payable:					
Revenue bonds	$ 8,440,000		$(525,000)	$ 7,915,000	$ 535,000
Less, unamortized discount	(48,985)		5,088	(43,897)	-
Total bonds payable	8,391,015		(519,912)	7,871,103	535,000
Capital leases	610,203		(81,984)	528,219	83,655
Accrued compensated absences	17,761	$ 18,131	(11,008)	24,884	16,175
Business-type activities long-term liabilities	$ 9,018,979	$ 18,131	$(612,904)	$ 8,424,206	$ 634,830

The government-wide statement of net position noncurrent liabilities due in more than one year for business-type activities of $8,457,676 includes $668,300 of unearned revenue which is not reported in the business-type activities in the schedule above.

Component Unit

Long-term liability activity for the Manchester Development Authority for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes payable	$ 926,271	$ -	$(488,585)	$ 437,686	$ 20,437
Component unit long-term liabilities	$ 926,271	$ -	$(488,585)	$ 437,686	$ 20,437

6. INTERFUND TRANSFERS AND BALANCES

Interfund transfers for the year ended June 30, 2016, consisted of the following:

	Transfers In					
Transfers Out	General Fund	Nonmajor Govern-mental	Water and Sewerage Fund	Gas Fund	Solid Waste Fund	Total
General Fund		$ 80,705	$2,174,529	$ 749,008	$ 442,483	$3,446,725
CDBG Small Cities			424,072			424,072
SPLOST Fund			11,715			11,715
Nonmajor Governmental Fund	$ 80,705					80,705
Water and Sewerage Fund	2,069,192					2,069,192
Gas Fund	743,075		30,237			773,312
Solid Waste Fund	598,357					598,357
Total	$3,491,329	$ 80,705	$2,640,553	$ 749,008	$ 442,483	$7,404,078

Transfers are primarily used to (1) move funds from the proprietary funds to the General Fund for the allocated amount of administrative expense, (2) move funds between all funds and the General Fund for expenses paid through the accounts payable system, and (3) to supplement operations. The $11,715 transferred out of SPLOST Fund to the Water and Sewerage Fund was transferred to fund SPLOST approved projects.

At June 30, 2016, there were no interfund balances owed between funds.

7. DEFINED BENEFIT PENSION PLAN

A. General Information About the Pension Plan

Plan Description – All full-time City employees and all City officials are eligible to participate in the Georgia Municipal Employees Benefit System (GMEBS) which is an agent multiple employer defined benefit pension plan administered by the Georgia Municipal Association which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the plan are established by state statute and city ordinance. The Georgia Municipal Association issues a publicly available annual report that includes financial statements and required supplementary information for the Georgia Municipal Employees Benefit System Retirement Trust. That report may be obtained by writing to Georgia Municipal Association, 201 Pryor Street, SW, Atlanta, Georgia 30303 or by calling 404/688-0472.

Benefits Provided – GMEBS provides service retirement, disability benefits, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 65 and with ten years of total service are eligible to retire at age 55 with full retirement benefits.

Employees Covered – At June 30, 2016 the following employees were covered by the benefit terms for the plan:

Inactive employees or beneficiaries currently receiving benefits	52
Inactive employees entitled to but not yet receiving benefits	23
Active employees	50
Total	125

Contributions – The City's employee's participation is noncontributory. The City is subject to the minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). Policy set by the City for contributing the annual pension expense exceeds the minimum requirements. Employer contribution rates are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate.

The annual minimum contribution is the sum of 1) the normal cost (including administrative expenses); 2) the closed level dollar amortization of the unfunded actuarial accrued liability over a period that ranges from 10 to 30 years based on the funding policy adopted by the GMEBS Board of Trustees; and 3) interest on these amounts from the valuation date to the date contributions are paid (assumed monthly). The total recommended contribution as a percentage of expected payroll is 13.76% for June 30, 2016.

B. Net Pension Liability

The City's net pension liability for the plan is measured as the total pension liability (TPL), less the pension plan's fiduciary net position (FNP). The net pension liability of the plan is measured as of September 30, 2015, using an annual actuarial valuation as of January 1, 2016. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Valuation Date	January 1, 2016
Measurement Date	September 30, 2015
Actuarial Cost Method	Entry age normal
Amortization Method	Closed level dollar for remaining unfunded liability.
Remaining Amortization Period	Remaining amortization period varies for the bases, with a net effective amortization period of ten years.

Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Discount Rate	7.75%
Inflation Rate	3.25%
Net investment rate of return	7.75%
Projected salary increase	3.25% plus service based merit increases
Cost of living adjustments	Not applicable
Postretirement benefit increase	Not applicable

The underlying mortality assumptions and all other actuarial assumptions used in the January 1, 2016 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through June 30, 2014. Further details of the experience study can be obtained by contacting The Georgia Municipal Association.

Discount Rate – The discount rate used to measure the total pension liability was 7.75%. The discount rate did not change since the prior measurement date. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2015 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Long-Term Nominal Real Rate of Return
Domestic equity	50%	5.95%	9.20%
International equity	15%	6.45%	9.70%
Fixed income	25%	1.55%	4.80%
Real estate	10%	3.75%	7.00%
Cash	0%		
Total	**100%**		

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability for the plan are as follows:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability/Asset
Balances at September 30, 2014	$ 4,479,861	$ 3,447,980	$ 1,031,881
Changes for the year:			
Service cost	100,935		100,935
Interest	337,069		337,069
Differences between expected and actual experience	104,702		104,702
Contributions - employer		189,930	(189,930)
Contributions - employee			-
Net investment income		42,053	(42,053)
Benefit payments, including refunds of employee contributions	(261,164)	(261,164)	-
Administrative expense		(12,269)	12,269
Other			-
Net changes	281,542	(41,450)	322,992
Balances at September 30, 2015	$ 4,761,403	$ 3,406,530	$ 1,354,873

Sensitivity of the Net Pension Liability to changes in the discount rate is as follows:

1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
$ 1,924,177	$ 1,354,873	$ 871,656

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2016, the City recognized pension expense of $198,048. At June 30, 2016 the City reported deferred outflows of resources and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources
Differences between expected and actual experience	$ 124,440
Pension contributions subsequent to measurement date	146,546
Changes of assumption	2,998
Net difference between projected and actual earnings on pension plan investments	107,713
Total	$ 381,697

$146,546 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Amounts reported as

deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	
2017	$ 71,740
2018	71,740
2019	47,285
2020	44,386
	$ 235,151

8. OTHER POST EMPLOYMENT BENEFITS

The City provides post retirement life insurance benefits, as per the requirements of a local ordinance for certain retirees. The policy provides $10,000 in benefits payable to a designated beneficiary upon the death of the retiree. The City will pay 100 percent of the premiums when the employee retires. This benefit is available to retirees who terminate employment for the purpose of immediate retirement and will be receiving a monthly benefit over their lifetime from the GMA Retirement Fund. This excludes vested terminations, disability retirements, and those who receive lump sum distributions.

As of year end, there were twelve employees which had retired and were receiving the 100 percent premium coverage benefit. The City finances the plan on a pay-as-you-go basis. For the year ended June 30, 2016, the City paid $3,884 in premiums.

9. RISK MANAGEMENT

The City is exposed to various risks of loss for claims associated with torts, theft of, damage to and destruction of assets, errors and omissions, and natural disasters for which the City carries commercial insurance.

There were no significant reductions of insurance coverage from coverage in the prior year. Management believes that the coverage is adequate to preclude any significant uninsured risk exposure to the City. Settled claims have not exceeded the commercial excess coverage in any of the past three fiscal years.

Self Insurance - The City pays unemployment claims to the state department of labor on a reimbursement basis. Liabilities for such claims are immaterial and are not accrued.

10. COMMITMENTS AND CONTINGENT LIABILITIES

The activities of the City include revenues received from Federal and State governments and expenditures related to Federal and State funded grant programs. These programs are subject to program compliance audits by the grantors or their representative. The amount, if any, of expenditures which may be disallowed by the granting agencies' audits cannot be determined at this time, although the City believes any such amounts to be immaterial.

Various claims and lawsuits are pending against the City. Although the outcome of these lawsuits is not presently determinable, in the opinion of City management, after consultation with legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

11. INTERGOVERNMENTAL AGREEMENTS

On March 1, 2014, Meriwether County (the "County") entered into a Sales and Use Tax Intergovernmental Agreement with the various municipalities in the County, including the City of Manchester (the "City"), relating to the imposition of a one percent county special purpose local option sales and use tax (SPLOST) for the purpose of financing capital outlay projects. The County issued General Obligation Sales Tax Bonds, Series 2014 for $9,000,000 in February 2014. The cities were advanced their pro rata share of the net bond proceeds. The Bonds are secured first by the proceeds of the SPLOST received by the County, then from general funds of the County as

well as the municipalities. Each city is responsible for the payment of that portion of the Bonds allocable to its projects, should the SPLOST receipts be inadequate to service the debt. The City of Manchester's share is 19.6175%. The amount, if any, required to be funded by the City cannot be determined at this time.

12. HOTEL-MOTEL TAX

The City of Manchester has levied a 5% hotel-motel tax. A summary of the transactions for the year ended June 30, 2016 follows:

Balance of hotel-motel tax funds on hand at beginning of year	$ 0
Hotel-motel tax receipts	8,884
Disbursements for tourism and promotion	(8,884)
Balance of hotel-motel tax funds on hand at end of year	$ 0

The activity for hotel-motel tax receipts and related expenditures is shown in the Hotel-Motel Tax Fund, a Special Revenue Fund. The expenditures were for promotion of tourism as required by OCGA 48-13-51.

13. JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the ten county west Georgia area, is a member of the Three Rivers Regional Commission (RC) and is required to pay annual dues thereto. During its year ended June 30, 2016, the City paid $4,099 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia. The RC Board membership includes three members from each county of the area and five at-large members. OCGA 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:

Three Rivers Regional Commission
P.O. Box 1600
Franklin, Georgia 30217

14. DEBT DEFEASANCE

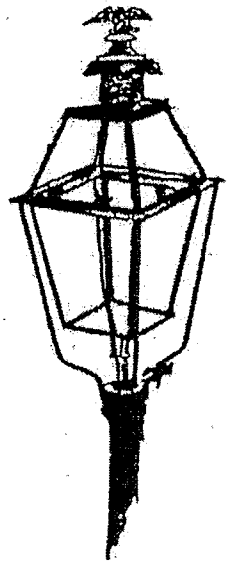
The City defeased utility revenue bonds by placing a portion of the proceeds of new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At June 30, 2016, $518,000 of defeased bonds remain outstanding.

15. EXCESS OF EXPENDITURES OVERAPPROPRIATIONS

The General Fund reported material budget violations when expenditures of the primary government exceeded budgeted appropriations in some of the departments, as shown on page 17 and 18 of these financial statements. In future years, the City will analyze the budget periodically for deficiencies. All deficiencies will be investigated and budget amendments will be adopted when appropriate.

16. SUBSEQUENT EVENT

At June 30, 2016, the City had applied for a combination grant/loan program with the United States Department of Agriculture. In November 2016, the City was approved for a grant for $1,514,000 and a loan for $1,880,000. The proceeds will to be used for repair and maintenance expenses of the City's water treatment plant.



REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

Schedule of changes in the net pension liability and related ratios- Defined Benefit Pension Plan

Schedule of contributions – Defined Benefit Pension Plan

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
DEFINED BENEFIT PENSION PLAN
Year Ended June 30, 2016

	2016	2015
Total pension liability		
Service cost	$ 100,935	$ 102,334
Interest	337,069	316,553
Changes of benefit terms	-	-
Difference between expected and actual experience	104,702	91,822
Change in assumptions	-	5,996
Benefit payments, including refunds	(261,164)	(242,786)
Net change in total pension liability	281,542	273,919
Total pension liability - beginning	4,479,861	4,205,942
Total pension liability - ending	4,761,403	4,479,861
Plan fiduciary net position		
Contributions:		
Employer	189,930	189,445
Employee	-	-
Net investment income	42,053	358,291
Benefit payments, including refunds	(261,164)	(242,786)
Administrative expense	(12,269)	(9,966)
Other	-	-
Net change in plan fiduciary net position	(41,450)	294,984
Plan fiduciary net position - beginning	3,447,980	3,152,996
Plan fiduciary net position - ending	3,406,530	3,447,980
Net pension liability - ending	$ 1,354,873	$ 1,031,881
Plan fiduciary net position as a % of total pension liability	71.54%	76.97%
Covered employee payroll	$ 1,488,304	$ 1,427,951
Net pension liability as a % of covered-employee payroll	91.03%	72.26%

Changes in assumptions

In 2015, amounts reported as changes in assumptions resulted primarily from adjustments made based on an actuarial experience study covering the period January 1, 2010 to June 30, 2014. The City implemented GASB 68 for the fiscal year ended June 30, 2015. In time this schedule will present the required ten years of data.

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF CONTRIBUTIONS
DEFINED BENEFIT PENSION PLAN
Year Ended June 30, 2016

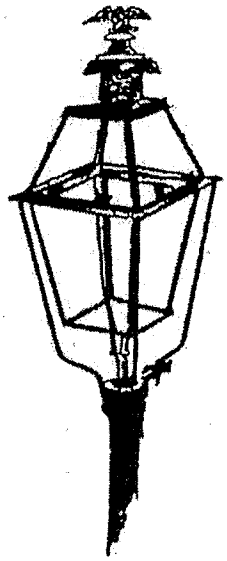
	2016	2015
Actuarially determined contribution	*	$ 188,108
Contributions in relation to actuarially determined contribution	*	$ 188,108 **
Contribution deficiency (excess)	*	$ -
Covered-employee payroll	*	$ 1,427,951 ***
Contributions as a percentage of covered-employee payroll	*	13.17%

* 2016 information will be determined after fiscal year end and will be included in the 2017 valuation report.

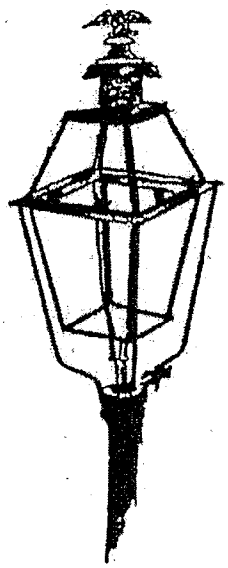
** Contributions are recorded based on date of receipt into the GMEBS trust. Minor timing issues in receipt of monthly payments are not indicative of a non-compliance with GMEBS funding policy. A plan is in compliance with GMEBS funding policy if it pays either the dollar amount or the percentage of employee-covered payroll of the actuarially determined contributions.

*** 2015 covered payroll is based on data collected as of August 31, 2014 for the 2015 actuarial valuation.

The City implemented GASB 68 for the fiscal year ended June 30, 2015. In time this schedule will present the required ten years of data.



SUPPLEMENTAL INFORMATION



NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUND

This fund accounts for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on long-term debt of the City (other than debt of Proprietary Fund Types).

SPECIAL REVENUE FUNDS

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

CDBG Revolving Loan Fund - This fund is used to account for the community development block grants that are funding the revolving loan fund for economic development activities.

Hotel-Motel Tax Fund - This fund is used to account for the City's share of hotel-motel tax revenues that are legally restricted to promote tourism, conventions, and trade shows.

TIA Fund - This fund is used to account for the City's share of Transportation Investment Act sales tax.

CITY OF MANCHESTER, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Special Revenue Funds				
	Debt Service Fund	CDBG Revolving Loan Fund	Hotel-Motel	TIA	Total Nonmajor Governmental Funds
ASSETS					
Cash		$ 176,396			$ 176,396
Notes receivable		50,553			50,553
Total assets	$ -	$ 226,949	$ -	$ -	$ 226,949
FUND BALANCE					
Restricted for:					
Economic development activities		$ 226,949			$ 226,949
Total fund balances	$ -	$ 226,949	$ -	$ -	$ 226,949

CITY OF MANCHESTER, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2016

	Special Revenue Funds				
	Debt Service Fund	CDBG Revolving Loan Fund	Hotel-Motel	TIA	Total Nonmajor Governmental Funds
Revenues:					
Taxes:					
Property	$ 80,705				$ 80,705
Sales				$ 898	898
Hotel and motel			$ 8,884		8,884
Interest revenue		$ 2,051			2,051
Total revenues	80,705	2,051	8,884	898	92,538
Expenditures:					
Current:					
Community development			8,884		8,884
Streets				898	898
Debt service:					
Principal retirement	60,000				60,000
Interest and fees	20,705				20,705
Total expenditures	80,705	-	8,884	898	90,487
Excess of revenues over (under) expenditures	-	2,051	-	-	2,051
Other financing sources (uses):					
Transfers in	80,705				80,705
Transfers out	(80,705)				(80,705)
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	-	2,051	-	-	2,051
Fund balance, beginning of year		224,898			224,898
Fund balance, end of year	$ -	$ 226,949	$ -	$ -	$ 226,949

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
DEBT SERVICE FUND
Year Ended June 30, 2016

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	$ 80,705	$ 80,705	-
Total revenues	80,705	80,705	$ -
Expenditures:			
Debt service:			
Principal retirement	60,000	60,000	-
Interest and fees	20,705	20,705	-
Total expenditures	80,705	80,705	-
Excess of revenue over (under) expenditures	-	-	-
Other financing sources (uses):			
Transfers in		80,705	80,705
Transfers out		(80,705)	(80,705)
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	-	-
Fund balance, beginning of year			
Fund balance, end of year	$ -	$ -	$ -

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL REVENUE FUND-CDBG REVOLVING LOAN FUND
Year Ended June 30, 2016

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
2013 EIP Grant	$ 12,486		$ (12,486)
Interest revenue	100	$ 2,051	1,951
Total revenues	12,586	2,051	(10,535)
Expenditures:			
Current:			
Community development			-
Total expenditures	-	-	-
Excess of revenue over (under) expenditures	12,586	2,051	(10,535)
Net change in fund balances	12,586	2,051	(10,535)
Fund balance, beginning of year	224,898	224,898	-
Fund balance, end of year	$ 237,484	$ 226,949	$ (10,535)

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL REVENUE FUND-HOTEL/MOTEL TAX FUND
Year Ended June 30, 2016

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes:			
Hotel/motel tax	$ 8,600	$ 8,884	$ 284
Total revenues	8,600	8,884	284
Expenditures:			
Current:			
Community development:			
Tourism and promotion	8,600	8,884	(284)
Total expenditures	8,600	8,884	(284)
Excess of revenue over (under) expenditures	-	-	-
Net change in fund balances	-	-	-
Fund balance, beginning of year	-	-	-
Fund balance, end of year	$ -	$ -	$ -

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL REVENUE FUND-TIA FUND
Year Ended June 30, 2016

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Sales tax	$ 900	$ 898	$ (2)
Total revenues	900	898	(2)
Expenditures:			
Current:			
Highway and streets:			
Streets	900	898	2
Total expenditures	900	898	2
Excess of revenue over (under) expenditures	-	-	-
Net change in fund balances	-	-	-
Fund balance, beginning of year	-	-	-
Fund balance, end of year	$ -	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
DEBT SERVICE FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ -	$ -
Total assets	$ -	$ -
FUND BALANCE		
Restricted for debt service	$ -	$ -
Total fund balances	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DEBT SERVICE FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Revenues:		
Taxes:		
Property	$ 80,705	$ 78,345
Total revenues	80,705	78,345
Expenditures:		
Debt service:		
Principal retirement	60,000	55,000
Interest and fees	20,705	23,345
Total expenditures	80,705	78,345
Excess of revenue over (under) expenditures	-	-
Other financing sources (uses):		
Transfers in	80,705	79,170
Transfers out	(80,705)	(79,170)
Total other financing sources (uses)	-	-
Net change in fund balances	-	-
Fund balances, beginning of year	-	-
Fund balances, end of year	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
SPECIAL REVENUE FUND-CDBG REVOLVING LOAN FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ 176,396	$ 160,767
Notes receivable	50,553	64,131
Total assets	$ 226,949	$ 224,898
FUND BALANCE		
Restricted for economic development activities	$ 226,949	$ 224,898
Total fund balances	$ 226,949	$ 224,898

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND-CDBG REVOLVING LOAN FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Revenues:		
Interest revenue	$ 2,051	$ 2,091
Total revenue	2,051	2,091
Expenditures:		
Current:		
Community development	-	-
Total expenditures	-	-
Excess of revenue over (under) expenditures	2,051	2,091
Net change in fund balances	2,051	2,091
Fund balances, beginning of year	224,898	222,807
Fund balances, end of year	$ 226,949	$ 224,898

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
SPECIAL REVENUE FUND-HOTEL/MOTEL TAX FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ -	$ -
Total assets	$ -	$ -
FUND BALANCE		
Restricted for community development	$ -	$ -
Total fund balances	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND-HOTEL/MOTEL TAX FUND
Years Ended June 30, 2016 and 2015

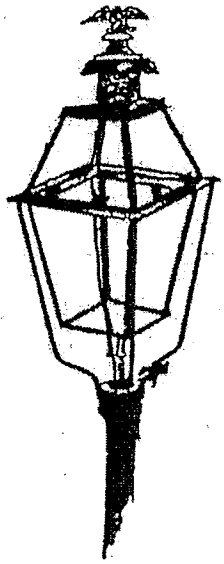
	2016	2015
Revenues:		
Taxes:		
Hotel and motel	$ 8,884	$ 9,576
Total revenue	8,884	9,576
Expenditures:		
Current:		
Community development	8,884	9,576
Total expenditures	8,884	9,576
Excess of revenue over (under) expenditures	-	-
Net change in fund balances	-	-
Fund balances, beginning of year	-	-
Fund balances, end of year	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
SPECIAL REVENUE FUND-TIA FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ -	$ -
Total assets	$ -	$ -
FUND BALANCE		
Restricted for highways and streets	$ -	$ -
Total fund balances	$ -	$ -

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND-TIA FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Revenues:		
Sales tax	$ 898	$ 779
Total revenue	898	779
Expenditures:		
Highway and streets:		
Streets	898	779
Total expenditures	898	779
Excess of revenue over (under) expenditures	-	-
Net change in fund balances	-	-
Fund balances, beginning of year	-	-
Fund balances, end of year	$ -	$ -



MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

This fund accounts for resources traditionally associated with governments which are not required to be accounted for in another fund.

SPECIAL REVENUE FUND

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

CDBG Small Cities Fund – This fund is used to account for the City's multi-activity community development block grants that are funding the street paving, drainage, and housing activities for the small cities program.

CAPITAL PROJECTS FUND

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

SPLOST Fund - This fund is used to account for the City's portion of SPLOST funds received from the County for the purpose of improvement or acquisition of assets and infrastructure.

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
GENERAL FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ 638,211	$ 993,966
Receivables (net where applicable, of allowances for uncollectibles):		
Taxes and tax liens	14,555	13,416
Fines and forfeitures	28,957	24,765
Nutrition program	13,611	17,972
Other	78,167	73,447
Inventory at cost	43,453	44,294
Prepaid items	60,543	27,482
Total assets	$ 877,497	$ 1,195,342
LIABILITIES		
Accounts payable	$ 173,336	$ 160,609
Accrued payroll	51,233	41,253
Unearned revenue	5,194	67,787
Total liabilities	229,763	269,649
FUND BALANCES		
Nonspendable for:		
Inventory	43,453	44,294
Prepaids	60,543	27,482
Committed:		
Infrastructure	240,424	240,283
Special incentives	7,306	19,501
Unassigned	296,008	594,133
Total fund balances	647,734	925,693
Total liabilities and fund balances	$ 877,497	$ 1,195,342

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GENERAL FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Revenues:		
Taxes:		
Property	$ 958,949	$ 963,117
Sales	341,936	356,857
Franchise	233,682	230,140
Insurance premium	245,578	229,870
Motor vehicle/mobile home	132,792	140,862
Alcoholic beverage	74,421	77,247
Other	13,476	19,081
Licenses and permits	63,269	71,825
Grants and subsidies	308,758	205,189
Charges for services	98,503	59,194
Fines and forfeitures	166,478	208,480
Interest revenue	528	379
Other revenue	534,382	491,324
Total revenues	3,172,752	3,053,565
Expenditures:		
Current:		
General government	787,579	725,261
Public safety	1,586,347	1,578,793
Health and welfare	157,645	153,412
Culture and recreation	395,842	364,385
Highway and streets	506,489	482,168
Debt service:		
Principal retirement	32,872	27,101
Interest and fees	2,118	2,312
Capital outlay:		
Public safety	15,500	19,870
Highways and streets		
Culture and recreation	10,923	
Total expenditures	3,495,315	3,353,302
Excess of revenue over (under) expenditures	(322,563)	(299,737)
Other financing sources (uses):		
Debt issued		25,000
Transfers in	3,491,329	3,898,024
Transfers out	(3,446,725)	(3,501,641)
Total other financing sources (uses)	44,604	421,383
Net change in fund balances	(277,959)	121,646
Fund balances, beginning of year	925,693	804,047
Fund balances, end of year	$ 647,734	$ 925,693

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
SPECIAL REVENUE FUND-CDBG SMALL CITIES
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ 68	$ 500
Grant receivables		15,225
Total assets	$ 68	$ 15,725
LIABILITIES		
Accounts payable	$ -	$ 15,225
Total liabilities	-	15,225
FUND BALANCE		
Restricted for small cities program	68	500
Total fund balances	68	500
Total liabilities and fund balance	$ 68	$ 15,725

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND-CDBG SMALL CITIES
Years Ended June 30, 2016 and 2015

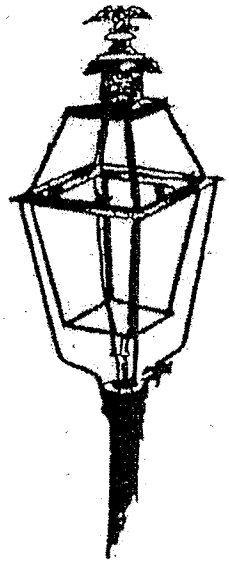
	2016	2015
Revenues:		
Grant income	$ 423,640	$ 45,500
Total revenue	423,640	45,500
Expenditures:		
Current:		
Community development		
Total expenditures	-	-
Excess of revenue over (under) expenditures	423,640	45,500
Other financing sources (uses):		
Transfers out	(424,072)	(45,000)
Total other financing sources (uses)	(424,072)	(45,000)
Net change in fund balances	(432)	500
Fund balances, beginning of year	500	
Fund balances, end of year	$ 68	$ 500

CITY OF MANCHESTER, GEORGIA
COMPARATIVE BALANCE SHEETS
SPLOST FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash and cash equivalents	$ 784,253	$ 995,895
Total assets	$ 784,253	$ 995,895
LIABILITIES		
Accounts payable	$ -	$ 102,317
Total liabilities	-	102,317
FUND BALANCE		
Restricted for capital projects	784,253	893,578
Total fund balances	784,253	893,578
Total liabilities and fund balance	$ 784,253	$ 995,895

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPLOST FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Revenues:		
Interest revenue	$ 360	$ 126
Total revenue	360	126
Expenditures:		
Capital outlay:		
General government	3,213	22,733
Public safety	22,018	314,323
Highway and streets	34,745	30,865
Culture and recreation	37,994	75,812
Total expenditures	97,970	443,733
Excess of revenue over (under) expenditures	(97,610)	(443,607)
Other financing sources (uses):		
Transfers out	(11,715)	(182,698)
Total other financing sources (uses)	(11,715)	(182,698)
Net change in fund balances	(109,325)	(626,305)
Fund balances, beginning of year	893,578	1,519,883
Fund balances, end of year	$ 784,253	$ 893,578



PROPRIETARY FUNDS

These funds account for the provision of utility service to the residents of the City. All activities necessary to provide such services are accounted for in these funds, including, but not limited to administration, financing and related debt service, and billing and collection.

Water and Sewerage - This fund accounts for the operations of the City's water and sewerage activities.

Gas System - This fund accounts for the operations of the City's gas system activities.

Solid Waste - This fund accounts for the operations of the City's waste disposal activity.

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF NET POSITION
WATER AND SEWERAGE FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Current assets:		
Cash	$ 1,328,432	$ 991,401
Receivables (net, where applicable, of allowances for uncollectibles):		
Accounts	227,116	556,207
Inventories	703	463
Total unrestricted current assets	1,556,251	1,548,071
Restricted cash	727,654	821,262
Total current assets	2,283,905	2,369,333
Noncurrent assets:		
Prepaid bond insurance, net of accumulated amortization	67,112	74,891
Capital assets:		
Land and land improvements	537,065	537,065
Construction in progress	476,322	258,738
Buildings and systems	9,883,369	9,883,369
Improvements other than buildings	7,508,482	7,294,744
Machinery and equipment	1,039,679	1,039,679
Less, accumulated depreciation	(8,085,723)	(7,670,088)
Total capital assets (net of accumulated depreciation)	11,359,194	11,343,507
Total noncurrent assets	11,426,306	11,418,398
Total assets	13,710,211	13,787,731
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charges on refunding	92,380	184,760
Pensions:		
Differences between expected and actual experience	16,028	9,622
Difference between projected and actual earnings on plan investments	13,874	
Changes of assumptions	386	628
Contributions after measurement date	18,875	19,709
Total deferred outflows of resources	141,543	214,719

Continued...

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF NET POSITION
WATER AND SEWERAGE FUND
June 30, 2016 and 2015
(Continued)

	2016	2015
LIABILITIES		
Current liabilities:		
Accounts payable	10,986	35,566
Customer deposits	74,951	72,331
Customer overpayments	13,077	16,919
Accrued compensated absences	10,332	6,932
Unearned revenue	24,600	24,600
Total current liabilities	133,946	156,348
Current liabilities payable from restricted assets:		
Accrued interest	61,809	65,309
Revenue bonds, current portion	535,000	525,000
Total current liabilities payable from restricted assets	596,809	590,309
Noncurrent liabilities:		
Compensated absences	5,563	3,732
Unearned revenue	668,300	692,900
Revenue bonds payable	7,336,103	7,866,015
Net pension liability	174,508	144,154
Total noncurrent liabilities	8,184,474	8,706,801
Total liabilities	8,915,229	9,453,458
DEFERRED INFLOWS OF RESOURCES		
Pensions:		
Difference between projected and actual earnings on investments		13,008
Total deferred inflows of resources	-	13,008
NET POSITION		
Net investment in capital assets	5,366,900	5,106,529
Restricted for construction	286,332	380,617
Unrestricted	(716,707)	(951,162)
Total net position	$ 4,936,525	$ 4,535,984

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
WATER AND SEWERAGE FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Operating revenues:		
Charges for services:		
Sales	$ 1,638,538	$ 1,620,526
Other fees	222,039	101,388
Total operating revenues	1,860,577	1,721,914
Operating expenses:		
Salaries and wages	270,668	282,890
Payroll taxes and employee benefits	90,575	93,829
Utilities	207,310	201,170
Repairs and maintenance	303,305	1,023,563
Materials, supplies, and chemicals	150,851	97,964
Office supplies and postage	7,343	8,029
Engineering and other professional services	36,706	13,148
Depreciation and amortization	415,635	396,322
Administrative charges	222,158	205,670
Miscellaneous	31,438	45,738
Total operating expenses	1,735,989	2,368,323
Operating income (loss)	124,588	(646,409)
Nonoperating revenues (expenses):		
Interest income	3,466	2,196
Interest expense	(298,874)	(308,041)
Total nonoperating revenues (expenses)	(295,408)	(305,845)
Income (loss) before transfers	(170,820)	(952,254)
Transfers in	2,640,553	2,405,735
Transfers out	(2,069,192)	(2,439,262)
Changes in net position	400,541	(985,781)
Net position, beginning of year	4,535,984	5,521,765
Net position, end of year	$ 4,936,525	$ 4,535,984

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF CASH FLOWS
WATER AND SEWERAGE FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Cash flows from operating activities:		
Receipts from customers	$ 2,165,068	$ 1,348,832
Receipts from (refund of) customer overpayments	(3,842)	4,907
Receipts from (refund of) customer deposits	2,620	7,298
Payments to employees	(357,005)	(388,374)
Payments to vendors	(762,638)	(1,363,306)
Payments to other funds for services provided	(222,158)	(205,670)
Net cash provided (used) by operating activities	822,045	(596,313)
Cash flows from noncapital financing activities:		
Transfers in	2,204,766	2,178,037
Transfers out	(2,069,192)	(2,439,262)
Principal paid on noncapital debt	(108,675)	(106,605)
Interest paid on noncapital debt	(40,805)	(42,689)
Net cash provided (used) by noncapital financing activities	(13,906)	(410,519)
Cash flows from capital and related financial activities:		
Transfers in	435,787	227,698
Acquisition of capital assets	(431,322)	(365,957)
Principal paid on capital debt	(416,325)	(408,395)
Interest paid on capital debt	(156,322)	(163,540)
Net cash provided (used) by capital and related financing activities	(568,182)	(710,194)
Cash flows from investing activities:		
Interest income	3,466	2,196
Net increase (decrease) in cash	243,423	(1,714,830)
Cash, beginning of year	1,812,663	3,527,493
Cash, end of year	$ 2,056,086	$ 1,812,663
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income (loss)	$ 124,588	$ (646,409)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	415,635	396,322
(Increase) decrease in:		
Accounts receivable	329,091	(348,482)
Inventory	(240)	
Increase (decrease) in:		
Accounts payable	(24,580)	26,769
Customer deposits	2,620	4,907
Customer overpayments	(3,842)	7,298
Accrued compensated absences	5,231	(9,339)
Unearned revenue	(24,600)	(24,600)
Net pension liability	(1,858)	(2,779)
Net cash provided by operating activities	$ 822,045	$ (596,313)

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF NET POSITION
GAS SYSTEM FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Current assets:		
Cash		$ 25
Receivables (net, where applicable, of allowances for uncollectibles):		
Accounts	$ 60,509	58,534
Inventory	599	599
Total current assets	61,108	59,158
Noncurrent assets:		
Capital assets:		
Buildings	10,088	10,088
Improvements other than buildings	2,408,781	2,408,781
Machinery and equipment	63,401	63,401
Less, accumulated depreciation	(570,477)	(521,710)
Total capital assets (net of accumulated depreciation)	1,911,793	1,960,560
Total noncurrent assets	1,911,793	1,960,560
Total assets	1,972,901	2,019,718
DEFERRED OUTFLOWS OF RESOURCES		
Pensions:		
Differences between expected and actual experience	5,127	2,576
Difference between projected and actual earnings on plan investments	4,437	
Changes of assumptions	124	168
Contributions after measurement date	6,038	5,276
Total deferred outflows of resources	15,726	8,020

Continued...

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF NET POSITION
GAS SYSTEM FUND
June 30, 2016 and 2015
(Continued)

	2016	2015
LIABILITIES		
Current liabilities:		
Accounts payable	5,293	5,233
Customer deposits	18,930	21,035
Accrued compensated absences	5,843	4,613
Obligations under capital leases, current portion	83,655	81,983
Total current liabilities	113,721	112,864
Noncurrent liabilities:		
Compensated absences	3,146	2,484
Obligations under capital leases	444,564	528,220
Net pension liability	55,820	38,592
Total noncurrent liabilities	503,530	569,296
Total liabilities	617,251	682,160
DEFERRED INFLOWS OF RESOURCES		
Pensions:		
Difference between projected and actual earnings on investments		3,482
Total deferred inflows of resources	-	3,482
NET POSITION		
Net investment in capital assets	1,383,574	1,350,357
Unrestricted	(12,198)	(8,261)
Total net position	$ 1,371,376	$ 1,342,096

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
GAS SYSTEM FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Operating revenues:		
Charges for services:		
Sales	$ 675,644	$ 756,547
Other fees	47,804	47,273
Total operating revenues	723,448	803,820
Operating expenses:		
Salaries and wages	104,625	95,504
Payroll taxes and employee benefits	40,868	29,787
Gas purchases for resale	277,275	338,508
Sales tax expense	31,477	44,572
Utilities	5,456	4,863
Repairs and maintenance	4,779	3,305
Materials, supplies, and chemicals	3,084	4,104
Office supplies and postage	2,138	2,085
Engineering and other professional services	7,200	7,350
Depreciation and amortization	48,767	48,767
Administrative charges	118,484	109,690
Miscellaneous	14,141	1,396
Total operating expenses	658,294	689,931
Operating income (loss)	65,154	113,889
Nonoperating revenues (expenses):		
Interest expense	(11,570)	(65,454)
Total nonoperating revenues (expenses)	(11,570)	(65,454)
Income (loss) before transfers	53,584	48,435
Transfers in	749,008	888,330
Transfers out	(773,312)	(865,243)
Changes in net position	29,280	71,522
Net position, beginning of year	1,342,096	1,270,574
Net position, end of year	$ 1,371,376	$ 1,342,096

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF CASH FLOWS
GAS SYSTEM FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Cash flows from operating activities:		
Receipts from customers	$ 721,473	$ 805,165
Receipts from (refund of) customer deposits	(2,105)	(3,805)
Payments to employees	(136,543)	(119,969)
Payments to vendors	(346,508)	(406,825)
Payments to other funds for services provided	(118,484)	(109,690)
Net cash provided (used) by operating activities	117,833	164,876
Cash flows from noncapital financing activities:		
Transfers in	749,008	888,330
Transfers out	(773,312)	(865,243)
Net cash provided (used) by noncapital financing activities	(24,304)	23,087
Cash flows from capital and related financial activities:		
Capital lease payments	(81,984)	(122,509)
Interest paid on capital debt	(11,570)	(65,454)
Net cash provided (used) by capital and related financing activities	(93,554)	(187,963)
Net increase (decrease) in cash	(25)	-
Cash, beginning of year	25	25
Cash, end of year	$ -	$ 25
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income (loss)	$ 65,154	$ 113,889
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	48,767	48,767
(Increase) decrease in:		
Accounts receivable	(1,975)	1,345
Increase (decrease) in:		
Accounts payable	60	784
Customer deposits	(2,105)	(3,805)
Accrued compensated absences	1,892	4,641
Net pension liability	6,040	(745)
Net cash provided (used) by operating activities	$ 117,833	$ 164,876

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF NET POSITION
SOLID WASTE FUND
June 30, 2016 and 2015

	2016	2015
ASSETS		
Current assets:		
Receivables (net, where applicable, of allowances for uncollectibles):		
Accounts	$ 48,088	$ 50,886
Total current assets	48,088	50,886
Noncurrent assets:		
Capital assets:		
Machinery and equipment	21,060	21,060
Less, accumulated depreciation	(21,060)	(21,060)
Total capital assets (net of accumulated depreciation)	-	-
Total noncurrent assets	-	-
Total assets	48,088	50,886
NET POSITION		
Unrestricted	48,088	50,886
Total net position	$ 48,088	$ 50,886

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
SOLID WASTE FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Operating revenues:		
Charges for services:		
Sales	$ 420,086	$ 421,906
Total operating revenues	420,086	421,906
Operating expenses:		
Administrative charges	37,026	34,278
Sanitation expense	229,984	229,821
Total operating expenses	267,010	264,099
Operating income (loss)	153,076	157,807
Income (loss) before transfers	153,076	157,807
Transfers in	442,483	416,824
Transfers out	(598,357)	(575,069)
Changes in net position	(2,798)	(438)
Net position, beginning of year	50,886	51,324
Net position, end of year	$ 48,088	$ 50,886

CITY OF MANCHESTER, GEORGIA
COMPARATIVE STATEMENTS OF CASH FLOWS
SOLID WASTE FUND
Years Ended June 30, 2016 and 2015

	2016	2015
Cash flows from operating activities:		
Receipts from customers	$ 422,884	$ 422,344
Payments to vendors	(229,984)	(229,821)
Payments to other funds for services provided	(37,026)	(34,278)
Net cash provided (used) by operating activities	155,874	158,245
Cash flows from noncapital financing activities:		
Transfers in	442,483	416,824
Transfers out	(598,357)	(575,069)
Net cash provided (used) by noncapital financing activities	(155,874)	(158,245)
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	$ -	$ -
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income (loss)	$ 153,076	$ 157,807
Adjustments to reconcile operating income to net cash provided by operating activities:		
(Increase) decrease in:		
Accounts receivable	2,798	438
Net cash provided by operating activities	$ 155,874	$ 158,245

DOWNTOWN DEVELOPMENT AUTHORITY

The Downtown Development Authority is a discretely presented component unit of the City.

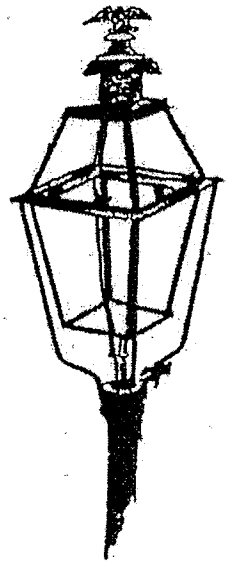
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEETS
June 30, 2016 and 2015

	2016	2015
ASSETS		
Cash	$ 19,580	$ 11,296
Notes receivable	9,028	22,234
Total assets	$ 28,608	$ 33,530
LIABILITIES		
Accounts payable	$ 50	$ 50
Unearned revenue	500	500
Total liabilities	550	550
FUND BALANCE		
Unassigned	28,058	32,980
Total fund balance	28,058	32,980
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 fund statements.	20,400	20,400
Net assets of governmental activities	$ 48,458	$ 53,380

DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
Years Ended June 30, 2016 and 2015

	2016	2015
Revenue:		
Grants and subsidies		$ 10,000
Special events	$ 4,197	7,141
Interest revenue	347	663
Other fees	20	
Total revenue	4,564	17,804
Expenditures:		
Community development	9,486	9,250
Total expenditures	9,486	9,250
Excess of revenues over (under) expenditures	(4,922)	8,554
Net change in fund balance	(4,922)	8,554
Fund balance, beginning of year	32,980	24,426
Fund balance, end of year	$ 28,058	$ 32,980

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balance	$ (4,922)	$ 8,554
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.		20,400
Total changes in net assets of governmental activities	$ (4,922)	$ 28,954



CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

CITY OF MANCHESTER, GEORGIA
COMPARATIVE SCHEDULES BY SOURCE *
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
Years Ended June 30, 2016 and 2015

	2016	2015
Governmental funds capital assets:		
Land and land improvements	$ 312,893	$ 312,893
Buildings and improvements	3,839,670	3,839,670
Machinery and equipment	1,899,310	1,800,147
Infrastructure	3,077,453	3,077,453
Total governmental funds capital assets	$ 9,129,326	$ 9,030,163
Investment in governmental funds capital assets by source:		
General fund	$ 3,611,884	$ 3,585,461
SPLOST funds	1,580,835	1,508,095
Gifts	659,618	659,618
General obligation bonds	1,228,608	1,228,608
Federal grants	1,725,590	1,725,590
State grants	295,791	295,791
County grants	27,000	27,000
Total governmental funds capital assets	$ 9,129,326	$ 9,030,163

* This schedule presents only the capital asset balances related to governmental funds.

CITY OF MANCHESTER, GEORGIA
SCHEDULE BY FUNCTION AND ACTIVITY *
CAPITAL ASSETS USED IN OPERATION OF GOVERNMENTAL FUNDS
June 30, 2016

Function and Activity	Total	Land and Land Improvements	Buildings and Improvements	Machinery and Equipment	Infrastructure
General government	$ 962,126	$ 262,733	$ 585,544	$ 113,849	
Public safety	1,750,313		585,183	1,165,130	
Health and welfare	56,895		45,395	11,500	
Culture and recreation	2,992,113	27,000	2,536,774	428,339	
Highways and streets	3,367,879	23,160	86,774	180,492	$ 3,077,453
Total governmental funds capital assets	$ 9,129,326	$ 312,893	$ 3,839,670	$ 1,899,310	$ 3,077,453

* This schedule presents only capital asset balances related to governmental funds.

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY *
CAPITAL ASSETS USED IN OPERATION OF GOVERNMENTAL FUNDS
June 30, 2016

Function and Activity	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
General government	$ 962,126			$ 962,126
Public safety	1,734,813	$ 15,500		1,750,313
Health and welfare	56,895			56,895
Culture and recreation	2,943,195	48,918		2,992,113
Highways and streets	3,333,134	34,745		3,367,879
Total governmental funds capital assets	$ 9,030,163	$ 99,163	$ -	$ 9,129,326

* This schedule presents only the capital assets balances related to governmental funds.

ADDITIONAL DATA

The following data is required by either state statute, specific grant audit requirements, or auditing standards:

Community Development Block Grant - Disclosure required by specific grant audit requirements.

SPLOST - Disclosure required by state requirements.

CITY OF MANCHESTER, GEORGIA
SOURCE AND APPLICATION OF FUNDS STATUS REPORT
COMMUNITY DEVELOPMENT BLOCK GRANT
Year Ended June 30, 2016

CDBG 14p-x-099-2-5684:

Total grant	$	500,000
Less, total program funds drawn down by recipient for the year ended:		
June 30, 2016		(423,640)
June 30, 2015		(45,500)
Program funds available for future draw down	$	30,860
Total program funds drawn down by recipient for the year ended June 30, 2016	$	423,640
Add, program income applicable to the year ended June 30, 2016		-
Total program funds drawn by recipient and program income for the year ended June 30, 2016	$	423,640

CITY OF MANCHESTER, GEORGIA
PROJECT COST SCHEDULE
COMMUNITY DEVELOPMENT BLOCK GRANT
Year Ended June 30, 2016

Activity	Budgeted Expenditures	Actual Expenditures Year Ended June 30, 2016	Actual Expenditures Prior Years	Questioned Cost
CDBG 14p-x-099-2-5684:				
P-03J-02	$ 397,583	$ 397,091		None
T-03J-00	47,550	11,481	$ 36,500	None
A-21A-00	30,000	15,500	8,500	None
C-022-00	22,117			
P-001-01	2,750			
	$ 500,000	$ 424,072	$ 45,000	

CITY OF MANCHESTER, GEORGIA
SCHEDULE OF SPECIAL PURPOSE SALES AND USE TAX
June 30, 2016

Project	Estimated Project Amount	Estimated Percentage of Completion	Amount of Receipts to Date	Amount Expended	
				Prior Years	Current Year
Resolution #030114:					
Buildings	$ 268,101	33.14%		$ 87,234	$ 1,613
Recreation	102,039	100.00%		102,039	-
Streets and sidewalks	357,135	21.63%		42,488	34,745
Public safety	258,098	100.00%		258,098	-
Equipment	290,109	53.32%		93,078	61,612
Water, Sewer, & Gas Projects	453,670	58.31%		252,803	11,715
	$ 1,729,152		$ 1,729,152	* $ 835,740	$ 109,685

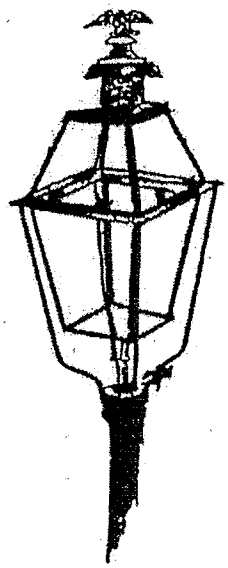
* Receipts are not designated by project.

STATISTICAL SECTION

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

CONTENTS	PAGE
Financial Trends - These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	83
Revenue Capacity - These schedules present information to help the reader assess the City's most significant local revenue sources.	88
Debt Capacity - 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.	95
Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	100
Operating Information - 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.	102

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



CITY OF MANCHESTER, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities										
Net investment in capital assets	$ 2,575,973	$ 3,722,007	$ 5,713,711	$ 5,924,123	$ 5,899,570	$ 4,268,924	$ 4,229,346	$ 4,236,911	$ 4,482,775	$ 4,414,285
Restricted	701,128	1,738,873	963,410	830,029	771,920	408,008	222,804	1,742,690	1,118,976	1,011,270
Unrestricted	(560,633)	(511,763)	(800,824)	(30,449)	(56,374)	68,474	351,608	678,760	32,705	(277,799)
Total governmental activities net position	$ 2,716,468	$ 4,949,117	$ 5,876,297	$ 6,723,703	$ 6,615,116	$ 4,745,406	$ 4,803,758	$ 6,658,361	$ 5,634,456	$ 5,147,756
Business-type activities										
Net investment in capital assets	$ 6,205,910	$ 7,102,166	$ 7,273,454	$ 7,363,268	$ 7,182,172	$ 7,102,398	$ 6,892,270	$ 8,115,278	$ 6,456,886	$ 6,750,474
Restricted	251,534						3,031,484	1,697,345	380,617	286,332
Unrestricted	(165,249)	(374,323)	(272,714)	(890,561)	(408,624)	(365,174)	(3,404,787)	(2,804,179)	(908,537)	(680,817)
Total business-type activities net position	$ 6,292,195	$ 6,727,843	$ 7,000,740	$ 6,472,707	$ 6,773,548	$ 6,737,224	$ 6,518,967	$ 7,008,444	$ 5,928,966	$ 6,355,989
Primary government										
Net investment in capital assets	$ 8,781,883	$ 10,824,173	$ 12,987,165	$ 13,287,391	$ 13,081,742	$ 11,371,322	$ 11,121,616	$ 12,352,189	$ 10,939,661	$ 11,164,759
Restricted	952,662	1,738,873	963,410	830,029	771,920	408,008	3,254,288	3,440,035	1,499,593	1,297,602
Unrestricted	(725,882)	(886,086)	(1,073,538)	(921,010)	(464,998)	(296,700)	(3,053,179)	(2,125,419)	(875,832)	(958,616)
Total primary government net position	$ 9,008,663	$ 11,676,960	$ 12,877,037	$ 13,196,410	$ 13,388,664	$ 11,482,630	$ 11,322,725	$ 13,666,805	$ 11,563,422	$ 11,503,745

CITY OF MANCHESTER, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30									
Expenses	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
General government	$ 895,411	$ 1,147,257	$ 999,930	$ 1,115,872	$ 963,147	$ 875,283	$ 851,282	$ 691,609	$ 758,893	$ 814,405
Public safety	1,295,576	1,480,934	1,463,794	1,491,837	1,425,739	1,461,400	1,526,212	1,559,309	1,706,052	1,724,118
Health and welfare	332,670	159,624	147,547	164,498	129,721	151,054	155,931	166,324	152,969	153,338
Culture and recreation	424,232	477,367	397,162	410,603	447,241	479,144	506,659	466,802	441,135	467,949
Streets and highways	165,713	459,326	710,416	680,166	587,832	556,214	489,636	502,479	598,737	594,490
Other governmental services										
Community development	141,474	281,637	121,927	12,883	159,378	2,218,377	104,379	108,801	9,576	8,884
Interest on long-term debt	66,484	75,693	65,901	106,183	44,254	36,721	31,754	28,027	24,557	21,623
Total governmental activities expenses	3,321,560	4,081,838	3,906,677	3,982,042	3,757,312	5,778,193	3,665,853	3,523,351	3,691,919	3,784,807
Business-type activities:										
Water and sewerage	1,473,231	1,525,784	1,344,528	1,354,612	1,599,354	1,593,314	2,061,417	1,743,175	2,676,364	2,034,863
Gas	1,218,653	1,345,341	948,163	848,029	797,554	702,362	659,844	771,321	755,385	669,864
Solid waste	317,631	271,229	301,947	296,420	281,548	271,683	267,034	263,547	264,099	267,010
Broadband		31,056	376,228	322,163	342,506	18,822	3,705			
Total business-type activities expenses	3,009,515	3,173,410	2,970,866	2,821,224	3,020,962	2,586,181	2,992,000	2,778,043	3,695,848	2,971,737
Total primary government expenses	$ 6,331,075	$ 7,255,248	$ 6,877,543	$ 6,803,266	$ 6,778,274	$ 8,364,374	$ 6,657,853	$ 6,301,394	$ 7,387,767	$ 6,756,544
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 429,360	$ 442,328	$ 473,763	$ 473,058	$ 484,127	$ 452,979	$ 431,163	$ 431,327	$ 460,497	$ 464,406
Public safety	167,261	124,526	130,675	143,143	129,646	166,785	192,472	195,597	208,510	166,478
Culture and recreation	61,343	54,165	71,879	56,200	58,800	68,936	61,230	58,776	55,152	92,985
Other activities	17,335	16,322	12,410	8,223	7,347	9,505	2,080	8,399	13,106	12,458
Operating grants and contributions	161,524	537,316	347,765	155,292	333,270	408,311	509,996	900,555	298,747	421,124
Capital grants and contributions	704,745	2,987,196	1,690,720	586,406	143,722	117,471	140,440	1,729,191	120,626	437,939
Total governmental activities program revenues	1,541,568	4,161,853	2,727,212	1,422,322	1,156,912	1,223,987	1,337,381	3,323,845	1,156,638	1,595,390
Business-type activities:										
Charges for services:										
Water and sewerage	1,727,961	1,835,877	1,818,181	1,894,847	2,108,600	1,970,781	1,856,517	1,909,741	1,721,914	1,860,577
Gas	1,300,627	1,528,805	891,819	964,698	949,673	756,450	765,116	900,497	803,820	723,448
Solid waste	332,265	342,416	339,140	419,367	446,503	437,134	443,380	425,453	421,906	420,086
Broadband		37,578	335,769	280,041	180,290	4,940				
Operating grants and contributions	103,422									
Total business-type activities program revenues	3,464,275	3,744,676	3,384,909	3,558,953	3,685,066	3,169,305	3,065,013	3,235,691	2,947,640	3,004,111
Total primary government program revenues	$ 5,005,843	$ 7,906,529	$ 6,112,121	$ 4,981,275	$ 4,841,978	$ 4,393,292	$ 4,402,394	$ 6,559,536	$ 4,104,278	$ 4,599,501
Net (expense)/revenue										
Governmental activities	$ (1,779,992)	$ 80,015	$ (1,179,465)	$ (2,559,720)	$ (2,600,400)	$ (4,554,206)	$ (2,328,472)	$ (199,506)	$ (2,535,281)	$ (2,189,417)
Business-type activities	454,760	571,266	414,043	737,729	664,104	583,124	73,013	457,648	(748,208)	32,374
Total primary government net expense	$ (1,325,232)	$ 651,281	$ (765,422)	$ (1,821,991)	$ (1,936,296)	$ (3,971,082)	$ (2,255,459)	$ 258,142	$ (3,283,489)	$ (2,157,043)

General Revenues and Other Changes Net Position	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
Taxes										
Property taxes	$ 1,061,303	$ 909,773	$ 920,746	$ 1,127,332	$ 1,094,171	$ 1,034,166	$ 1,063,897	$ 1,036,188	$ 1,041,462	$ 1,039,654
Sales tax	402,280	406,851	376,908	395,807	395,138	392,921	380,696	361,302	357,636	342,834
Franchise tax	202,234	186,793	217,618	194,708	210,722	229,997	221,189	217,697	230,140	233,682
Insurance premium tax	208,971	217,980	223,201	221,107	214,681	198,405	210,739	218,200	229,870	245,578
Motor vehicle and mobile home tax	100,834	96,423	96,551	86,774	98,654	97,088	113,568	144,361	140,862	132,792
Alcoholic beverage taxes	92,570	88,949	90,289	89,694	92,336	90,480	85,990	79,749	77,247	74,421
Other	78,366	22,879	18,306	17,242	20,804	19,586	16,024	22,819	28,657	22,360
Investment earnings	3,551	38,287	21,194	8,163	1,098	823	1,228	2,827	2,470	2,579
Transfers	(47,940)	184,699	141,832	1,266,299	364,209	621,030	293,493	(29,034)	168,685	(391,183)
Total governmental activities	2,102,169	2,152,634	2,106,645	3,407,126	2,491,813	2,684,496	2,386,824	2,054,109	2,277,029	1,702,717
Business-type activities:										
Gain on sale of assets		37,120								
Investment earnings	12,064	11,961	686	537	946	1,582	2,223	2,795	2,196	3,466
Transfers	47,940	(184,699)	(141,832)	(1,266,299)	(364,209)	(621,030)	(293,493)	29,034	(168,685)	391,183
Total business-type activities	60,004	(135,618)	(141,146)	(1,265,762)	(363,263)	(619,448)	(291,270)	31,829	(166,489)	394,649
Total primary government	$ 2,162,173	$ 2,017,016	$ 1,965,499	$ 2,141,364	$ 2,128,550	$ 2,065,048	$ 2,095,554	$ 2,085,938	$ 2,110,540	$ 2,097,366
Change in Net Position										
Governmental activities	$ 322,177	$ 2,232,649	$ 927,180	$ 847,406	$ (108,587)	$ (1,869,710)	$ 58,352	$ 1,854,603	$ (258,252)	$ (486,700)
Business-type activities	514,764	435,648	272,897	(528,033)	300,841	(36,324)	(218,257)	489,477	(914,697)	427,023
Total primary government	$ 836,941	$ 2,668,297	$ 1,200,077	$ 319,373	$ 192,254	$ (1,906,034)	$ (159,905)	$ 2,344,080	$ (1,172,949)	$ (59,677)

CITY OF MANCHESTER, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General fund										
Nonspendable	$ 58,644	$ 75,226	$ 75,632	$ 64,138	$ 38,002	$ 64,268	$ 46,447	$ 76,205	$ 71,776	$ 103,996
Restricted					44,911	75,802				
Committed					12,502	21,760	253,000	248,687	259,784	247,730
Unassigned	(529,486)	(460,501)	(737,723)	119,291	7,182	108,968	180,137	479,155	594,133	296,008
Total general fund	$ (470,842)	$ (385,275)	$ (662,091)	$ 183,429	$ 102,597	$ 270,798	$ 479,584	$ 804,047	$ 925,693	$ 647,734
Other governmental funds										
Restricted, reported in:										
Debt service fund	$ 197	$ 197	$ 197	$ 197	$ 198	$ 198				
Special revenue funds	701,021	696,971	712,595	719,288	715,501	223,178	$ 222,803	$ 222,807	$ 225,398	$ 227,017
Capital project fund		1,041,705	250,618	110,544	11,310	108,830	1	1,519,883	893,578	784,253
Total other governmental funds	$ 701,218	$ 1,738,873	$ 963,410	$ 830,029	$ 727,009	$ 332,206	$ 222,804	$ 1,742,690	$ 1,118,976	$ 1,011,270

CITY OF MANCHESTER, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes	$ 2,098,558	$ 1,929,648	$ 1,943,619	$ 2,132,664	$ 2,126,506	$ 2,062,643	$ 2,092,103	$ 2,080,316	$ 2,105,874	$ 2,091,321
Licenses and permits	83,409	74,247	72,089	70,492	79,535	80,570	85,470	83,145	71,825	63,269
Intergovernmental		2,197,555			29,668			1,729,152		
Grants and subsidies	866,269	1,261,127	347,765	724,577	344,708	445,942	508,620	782,705	250,689	732,398
Charges for services	62,540	54,516	70,643	56,276	58,800	65,837	60,757	63,493	59,194	98,503
Fines and forfeitures	143,137	115,377	125,087	142,425	129,646	166,291	192,472	195,597	208,480	166,478
Interest revenue	3,551	38,287	21,194	8,163	2,137	1,409	1,663	2,866	2,596	2,939
Miscellaneous	386,213	459,031	420,908	440,701	493,100	464,761	479,627	469,714	491,324	534,382
Total revenues	3,643,677	6,129,788	3,001,305	3,575,298	3,264,100	3,287,453	3,420,712	8,596,970	6,879,272	3,689,290
Expenditures:										
General government	837,962	1,068,742	934,268	922,739	913,022	834,472	834,570	678,763	725,261	787,579
Public safety	1,231,321	1,333,508	1,390,208	1,386,289	1,373,271	1,378,111	1,448,479	1,487,937	1,578,793	1,586,347
Health and welfare	137,440	151,554	144,915	143,637	146,660	150,722	155,599	165,334	153,412	157,645
Culture and recreation	330,038	326,695	325,326	319,063	389,168	441,243	445,918	396,157	364,385	395,842
Highway and streets	353,317	424,777	557,515	576,763	415,793	417,056	393,371	419,999	482,947	507,387
Community development	141,474	281,637	121,927	12,883	159,378	715,049	104,379	108,801	9,576	8,884
Other governmental services	23,735	11,687	5,719	34,940	31,130					
Debt service:										
Principal	104,267	106,045	96,015	97,083	103,006	103,968	74,969	81,013	82,101	92,872
Interest	70,597	76,980	67,189	107,570	45,723	38,190	32,754	29,310	25,657	22,823
Capital outlay	260,587	1,409,640	552,334	528,491	235,010	56,274	124,782	166,291	463,603	124,393
Total expenditures	3,490,738	5,191,265	4,195,416	4,129,458	3,812,161	4,135,085	3,614,821	3,533,605	3,885,735	3,683,772
Excess of revenues over (under) expenditures	152,939	938,523	(1,194,111)	(554,160)	(548,061)	(847,632)	(194,109)	5,063,365	2,993,537	5,518
Other financing sources (uses):										
Transfers in	3,621,164	5,003,182	4,496,671	5,015,481	5,303,747	4,555,880	4,288,833	5,062,540	3,977,194	3,572,034
Transfers out	(3,669,104)	(4,818,483)	(4,354,839)	(3,749,182)	(4,939,538)	(3,934,850)	(3,995,340)	(5,091,574)	(3,808,509)	(3,963,217)
Capital leases									25,000	
Total other financing sources (uses)	(47,940)	184,699	141,832	1,266,299	364,209	621,030	293,493	(29,034)	193,685	(391,183)
Net change in fund balances	$ 104,999	$ 1,123,222	$ (1,052,279)	$ 712,139	$ (183,852)	$ (226,602)	$ 99,384	$ 5,034,331	$ 3,187,222	$ (385,665)
Debt service as a percentage of noncapital expenditures	5.41%	4.63%	4.36%	5.62%	4.04%	3.46%	3.07%	3.27%	3.06%	3.23%

CITY OF MANCHESTER, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE
OF TAXABLE PROPERTY
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	Utilities and Other Property	Total Taxable Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property						
2007	$ 26,855,269	$ 16,253,610	$ 18,045,503	$ 2,867,309	$ 64,021,691	16.15	$ 160,054,227	40%
2008	31,008,986	16,854,217	13,115,910	3,331,190	64,310,303	16.15	160,775,758	40%
2009	28,498,307	18,696,169	14,968,995	8,382,359	70,545,830	16.15	176,364,575	40%
2010	32,206,279	20,351,383	15,927,525	3,126,102	71,611,289	17.15	179,028,223	40%
2011	33,394,954	17,938,189	11,319,108	3,126,064	65,778,315	17.242	164,445,788	40%
2012	33,339,197	17,865,342	9,667,910	3,126,064	63,998,513	17.242	159,996,283	40%
2013	32,052,831	18,179,965	13,131,113	2,881,761	66,245,670	17.704	165,614,175	40%
2014	30,412,353	18,449,189	12,488,038	3,237,486	64,587,066	17.704	161,467,665	40%
2015	29,294,546	18,862,901	12,491,042	3,223,486	63,871,975	17.704	159,679,938	40%
2016	28,526,378	19,514,008	13,476,510	3,131,931	64,648,827	17.667	161,622,068	40%

Data Source: Meriwether and Talbot County Tax Digest
(1) Per $1,000 of assessed value

CITY OF MANCHESTER, GEORGIA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(PER $1,000 OF ASSESSED VALUE)
Last Ten Fiscal Years

Fiscal Year Ended June 30	City of Manchester (Direct Rates)			Overlapping Rates	
	Operating Millage	Debt Service Millage *	Total City Millage	Total County Millage (1)	Total School Millage (2)
2007	15.980	0.170	16.150	12.220	18.000
2008	14.360	1.790	16.150	12.220	18.000
2009	14.400	1.750	16.150	12.270	18.000
2010	15.510	1.640	17.150	13.567	16.900
2011	15.572	1.670	17.242	13.650	16.998
2012	15.542	1.700	17.242	12.417	18.830
2013	15.984	1.720	17.704	13.740	19.010
2014	16.444	1.260	17.704	13.540	19.019
2015	16.443	1.261	17.704	13.644	19.230
2016	16.469	1.198	17.667	13.661	19.305

Data Sources:
(1) Meriwether County Tax Commissioner
(2) Meriwether County Board of Education

* General Obligation Debt

CITY OF MANCHESTER, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
Current year and Nine Years Ago

Taxpayer	2016 (1) Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	2007 (2) Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Angio Dynamics	$ 3,708,036	1	6.30%			
Dan Bitton (Eccomelt)	1,914,611	2	3.25%			
Georgia Power Company	1,776,389	3	3.02%	$ 1,542,258	4	2.41%
F&M Bank & Trust Co	1,604,809	4	2.73%			
The Sherwin Williams Co	1,462,599	5	2.49%			
William B Jones	868,560	6	1.48%	914,761	6	1.43%
CSX	746,695	7	1.27%			
Kilbarry Enterprises LLC	596,868	8	1.01%			
Windstream Georgia Communications	505,579	9	0.86%			
Regency Georgia Inc. LLC	468,160	10	0.80%			
Goody Products				6,718,304	1	10.49%
Rita Medical Products				3,808,623	2	5.95%
Dobco				2,203,976	3	3.44%
Alltel Ga Communications				1,101,185	5	1.72%
Manchester Housing LTD				551,259	7	0.86%
Jeneca Properties				531,331	8	0.83%
Manchester Elderly Housing				527,277	9	0.82%
Manchester Apartments				480,200	10	0.75%
	$ 13,652,306		23.21%	$ 18,379,174		28.70%

Data Source: City Finance Office
(1) Based on 2016 tax digest.
(2) Based on 2007 tax digest.

CITY OF MANCHESTER, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	$ 1,136,949	$ 1,130,022	99.39%	$ 6,927	$ 1,136,949	100.00%
2008	989,282	968,159	97.86%	21,080	989,239	99.90%
2009	1,034,853	975,159	94.23%	59,303	1,034,462	99.96%
2010	1,168,964	1,101,187	94.20%	67,058	1,168,245	99.94%
2011	1,134,170	1,108,400	97.73%	22,437	1,130,837	99.71%
2012	1,132,152	1,107,460	97.82%	21,852	1,129,312	99.75%
2013	1,156,148	1,129,391	97.69%	20,614	1,150,005	99.47%
2014	1,163,477	1,147,929	98.66%	12,089	1,160,018	99.70%
2015	1,168,959	1,148,285	98.23%	13,162	1,161,447	99.36%
2016	1,167,198	1,135,527	97.29%		1,135,527	97.29%

Data Source: City Finance Office
(1) Includes: Real Property
Personal Property
Utility
Vehicles

CITY OF MANCHESTER, GEORGIA
UTILITY RATES
Year Ended June 30, 2016

Monthly Water Rate		
Base Charge	$	15.00
Commodity charge (per 1,000 gallons)		4.82

Monthly Rural Water Rate		
Base charge (includes 1st 1,000 gallons)	$	26.95
Next 9,000 gallons (per 1,000 gallons)		7.97

Monthly Sewer Rate		
Base charge	$	15.00
Commodity charge (per 1,000 gallons)		4.82

Monthly Gas Rate		
Base charge-residential	$	15.00
Base charge-commercial		100.00
Commodity charge (per 1,000 cubic feet), plus cost of gas (floating rate)		4.00

Monthly Garbage Rate		
Residential	$	19.00

Connection Chages		
Nonrefundable service agreement	$	50.00
Nonrefundable transfer		50.00
Water deposit		125.00
Gas deposit		175.00
Water reconnection		50.00
Gas reconnection		50.00
Return check fee		30.00

The above rates are in effect as of July 13, 2015.

Data Source: City Finance Office

CITY OF MANCHESTER, GEORGIA
TOP TEN WATER CONSUMERS
Year Ended June 30, 2016

Consumer	Fiscal Year Ended June 30, 2016		
	Consumption *	Revenue	Percentage of Total Water Revenue
Meriwether County Board of Education	1,621,575	$ 12,855	1.31%
Manchester Elderly Housing, LP	1,616,400	7,971	0.81%
Jet Spray Car Wash, LLC	821,270	4,319	0.44%
Manchester Superetta	796,700	4,020	0.41%
TBO Manchester- McDonald's	557,200	2,818	0.29%
Dairy Queen	342,992	1,833	0.19%
Manchester Laundry	254,900	1,409	0.14%
Stephanie Edgar	245,420	1,363	0.14%
Angio Dynamics	232,500	1,301	0.13%
Food Outlet	203,900	1,163	0.12%
	6,692,857	$ 39,050	3.98%

Data Source: City Finance Office
* per gallons

CITY OF MANCHESTER, GEORGIA
TOP TEN SEWER CONSUMERS
Year Ended June 30, 2016

Consumer	Fiscal Year Ended June 30, 2016		
	Consumption *	Revenue	Percentage of Total Sewer Revenue
Manchester Elderly Housing, LP	1,616,400	$ 7,971	1.26%
Jet Spray Car Wash, LLC	821,270	4,319	0.68%
Manchester Superetta	796,700	4,020	0.64%
TBO Manchester- McDonald's	547,200	2,818	0.45%
Meriwether County Board of Education	284,021	2,644	0.42%
Dairy Queen	342,992	1,833	0.29%
Manchester Laundry	254,900	1,409	0.22%
Angio Dynamics	232,500	1,301	0.21%
Magic City Grill	214,100	1,212	0.19%
Food Outlet	203,900	1,163	0.18%
	5,313,983	$ 28,690	4.54%

Data Source: City Finance Office
* per gallons

CITY OF MANCHESTER, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income**	Per Capita*
	General Obligation Bonds	Notes Payable	Capital Leases	Revenue Bonds	Capital Leases	Notes Payable			
2007	$ 940,000		$ 237,432	$3,741,681	$1,762,674		$6,681,787		1,675
2008	870,000		201,387	3,434,631	1,633,038		6,139,056		1,539
2009	800,000		175,373	3,265,270	1,498,419		5,739,062		1,439
2010	725,000		153,290	4,414,909	1,359,798	$ 827,595	7,480,592		1,876
2011	645,000		130,284	3,938,881	1,214,242	1,418,732	7,347,139		1,737
2012	565,000		106,316	3,695,050	1,048,319	1,890,419	7,305,104		1,727
2013	515,000		81,347	9,400,840	901,061		10,898,248		2,576
2014	460,000		55,334	8,900,927	732,712		10,148,973		2,399
2015	405,000	$ 25,000	28,233	8,391,015	610,203		9,459,451		2,236
2016	345,000	20,361		7,871,103	528,219		8,764,683		2,072

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

* See Demographic and Economic Statistics on page 100 for population data.
** Information not available.

CITY OF MANCHESTER, GEORGIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita**
2007	$ 940,000	$ 197	$ 939,803	0.59%	236
2008	870,000	197	869,803	0.54%	218
2009	800,000	197	799,803	0.45%	200
2010	725,000	197	724,803	0.40%	182
2011	645,000	198	644,802	0.39%	152
2012	565,000	198	564,802	0.35%	134
2013	515,000		515,000	0.31%	122
2014	460,000		460,000	0.28%	109
2015	405,000		405,000	0.25%	96
2016	345,000		345,000	0.21%	82

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

* See Assessed Value and Estimated Actual Value of Taxable Property on page 88 for property value data.
** See Demographic and Economic Statistics on page 100 for population data.

CITY OF MANCHESTER, GEORGIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2016

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable *	Estimated Share of Overlapping Debt
Overlapping debt:			
Meriwether County, Georgia	$ 10,196,250	20%	$ 2,039,250
Meriwether County Board of Public Education	5,347,122	20%	1,069,424
Subtotal, overlapping debt			3,108,674
Direct debt:			
City of Manchester, Georgia governmental activities			365,361
Subtotal, direct debt			365,361
Total direct and overlapping debt			$ 3,474,035

Data Sources: Debt outstanding data provided by the County and the Board of Education.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Manchester, Georgia. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

* The percentage of overlapping debt applicable is estimated using population. Applicable percentages were estimated by dividing the City's population by the total County population.

CITY OF MANCHESTER, GEORGIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Debt limit	$ 6,402,169	$ 6,431,030	$ 7,054,583	$ 7,161,128	$ 6,577,832	$ 6,399,851	$ 6,624,567	$ 6,458,707	$ 6,387,198	$ 6,464,883
Total net debt applicable to limit	939,803	869,803	799,803	724,803	644,802	565,000	515,000	460,000	405,000	345,000
Total net debt margin	$ 5,462,366	$ 5,561,227	$ 6,254,780	$ 6,436,325	$ 5,933,030	$ 5,834,851	$ 6,109,567	$ 5,998,707	$ 5,982,198	$ 6,119,883
Total net debt applicable to the limit as a percentage of debt limit	14.68%	13.53%	11.34%	10.12%	9.80%	8.83%	7.77%	7.12%	6.34%	5.34%

Legal Debt Margin Calculation for Fiscal Year 2016

Assessed value	$ 64,648,827
Add Back: Exempt real property	-
Total assessed value	$ 64,648,827
Debt limit (10% of total assessed value)	$ 6,464,883
Debt applicable to limit:	
General obligation bonds	345,000
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	345,000
Legal debt margin	$ 6,119,883

Note: Under state law the City of Manchester's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

CITY OF MANCHESTER, GEORGIA
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years

Fiscal Year Ended June 30	Utility Charges and Other*	Less: Operating Expenses**	Net Available Revenue	Debt Service					Coverage
				Principal	Interest	Total Debt Service	Less CAPI Funds	Net Debt Service	
2007	$ 3,132,010	$ 1,983,608	$ 1,148,402	$ 305,000	$ 233,483				2.13
2008	3,364,682	2,278,451	1,086,231	320,000	218,080				2.02
2009	2,710,000	1,676,724	1,033,276	224,000	117,707				3.02
2010	2,902,292	1,594,079	1,308,213	405,000	108,485				2.55
2011	3,058,273	1,620,285	1,437,988	426,000	95,742				2.76
2012	2,596,937	1,525,264	1,071,673	436,000	82,493				2.07
2013	2,621,633	1,606,791	1,014,842	504,254	68,238				1.77
2014	1,916,840	1,084,127	832,713	505,000	216,928	$ 721,928	$ 216,928	$ 505,000	1.65
2015	1,792,800	1,192,630 ***	600,170	515,000	206,228	721,228	206,228	515,000	1.17
2016	1,872,508	1,264,600 ***	607,908	525,000	195,928	720,928	172,330	548,598	1.11

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements. Through fiscal year ended June 30, 2013, the revenue bonds outstanding were Combined Public Utilities Revenue Bonds; therefore, the above figures included the Water, Sewer, and Gas Funds of the City. Beginning with fiscal year ended June 30, 2014, the revenue bonds are Water and Sewer Revenue Bonds; therefore, the above figures include only the Water and Sewerage Fund of the City.

* SPLOST reimbursement for repairs and maintenance is included in this figure.
** Operating expenses do not include interest or depreciation.
*** Operating expenses have been reduced for any expenses paid with bond proceeds.

CITY OF MANCHESTER, GEORGIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last ten Fiscal Years

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Personal Income	Meriwether County Public School Enrollment (3)	Meriwether County Unemployment Rate (4)
2007	3,988	$ 14,380	$ 57,347,440	3,736	6.40%
2008	3,988	14,380	57,347,440	3,511	5.10%
2009	3,988	22,715	90,587,420	3,149	8.40%
2010	3,988	20,880	83,269,440	3,071	12.10%
2011	4,230	17,586	74,388,780	3,038	11.70%
2012	4,230	17,586	74,388,780	3,135	14.60%
2013	4,230	18,295	77,387,850	3,164	15.20%
2014	4,230	15,708	66,444,840	3,075	11.40%
2015	4,230	15,704	66,427,920	2,933	5.90%
2016	4,230	18,821	79,612,830	3,116	6.80%

Data Sources:
(1) U.S. Census Bureau
(2) Meriwether County Industrial Development Authority
(3) Meriwether County Board of Public Education, based on census at start of school year
(4) Georgia Department of Labor

CITY OF MANCHESTER, GEORGIA
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2016			2007		
Taxpayer	Employees	Rank	Percentage of Total City Employees	Employees	Rank	Percentage of Total City Employees
CSX	240	1	27.52%			
Board of Education	112	2	12.84%			
Angio Dynamics	106	3	12.16%			
City of Manchester	55	4	6.31%			
Professional Transport	42	5	4.82%			
MJR Solutions	30	6	3.44%			
Piggly Wiggly	25	7	2.87%	22	5	2.75%
The Sherwin Williams Co	25	8	2.87%	62	2	7.75%
F&M Bank & Trust Co	24	9	2.75%			
CVS	19	10	2.18%			
Rita Medical				143	1	17.87%
M Jordan Roofing				25	3	3.12%
Flint Facilities				25	4	3.12%
Lewis Jones Foods				20	6	2.50%
Ga L P Gas				20	7	2.50%
Variety Wholesellers				18	8	2.25%
Spectrum Stores				17	9	2.12%
Taylor Foster Inc.				15	10	1.87%
	678		77.76%	367		45.85%

Data Source: City Finance Office

CITY OF MANCHESTER, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General government	10	11	9	11	9	9	9	9	9	8
Public safety										
Police	14	18	19	16	17	17	17	19	19	20
Fire	8	8	8	7	6	7	7	8	8	8
Health and welfare										
Senior center	2	2	2	2	2	2	2	2	2	2
Animal control	1	1	1	1	1	1	1	1	1	1
Culture and recreation	3	3	3	3	4	4	3	4	4	4
Highways and streets	3	3	2	2	2	1	1	1	1	1
Other governmental services										
Code enforcement	0	0	0	0	0	0	0	0	0	0
Vehicle maintenance	0	0	0	1	0	0	0	0	0	0
Community development	0	0	0	0	0	0	0	0	0	0
Water and sewerage	9	10	10	7	7	6	7	9	9	8
Gas	2	4	5	3	2	3	2	2	2	3
Solid waste	0	0	0	0	0	0	0	0	0	0
Total	52	60	59	53	50	50	49	55	55	55

Data Source: City Finance Office

CITY OF MANCHESTER, GEORGIA
OPERATING INDICATORS BY FUNCTION
Last Ten Years

Function	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Police										
Physical arrests	186	214	227	219	283	263	327	326	129	269
Parking violations	0	0	5	6	8	37	94	51	0	3
Traffic violations	683	477	739	677	667	802	1,089	1,047	755	838
Fire										
Number of calls answered	418	610	639	626	451	550	664	777	672	767
Inspections	70	193	350	350	146	162	171	112	293	662
Culture and recreation										
Number of youth participants	1,182	927	820	862	1,120	1,170	1,369	1,320	1,585	1,525
Senior center meals served	17,035	14,385	14,483	12,824	9,898	10,259	11,123	12,354	7,018	13,007
Health and Welfare										
Animal control (captured animals)	98	76	121	102	248	209	225	124	30	65
Highways and streets										
Street resurfacing (miles)	2	2	1	1	1	1	2	1	2	2
Potholes repaired	228	178	178	103	187	250	50	200	150	77
Water and sewerage										
New water connections	9	7	8	11	9	5	3	3	0	1
New sewage connections	3	2	4	3	1	1	0	1	0	0
Average daily consumption ^	800	800	800	800	800	800	800	800	800	800
Average daily sewage treatment ^	710	710	710	710	710	710	710	710	710	710
Gas										
Breaks on gas main	4	1	2	2	1	0	0	0	1	0
Solid waste										
Refuse collected (tons/day)	*	*	*	*	*	*	*	*	*	*
Recyclables collected (tons/day)	*	*	*	*	*	*	*	*	*	*

Data Sources: Various City Departments

Note: Indicators not available for the general government function.

* Information not available

^ Per thousands of gallons

CITY OF MANCHESTER, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function	Fiscal Year Ended June 30									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Public safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	9	14	13	14	14	14	13	14	14	14
Fire stations	1	1	1	1	1	1	1	1	1	1
Fire engines	3	4	4	4	4	3	3	3	3	3
Health and welfare										
Animal control-Animal pounds	1	1	1	1	1	1	1	1	1	1
Senior center-Buildings	1	1	1	1	1	1	1	1	1	1
Culture and recreation										
Parks acreage	38	38	51	51	51	51	51	51	51	51
Parks	5	5	5	5	5	5	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	0	0	0
Tennis courts	2	2	2	2	2	2	2	2	2	2
Community centers	3	3	4	4	4	3	2	2	2	2
Highways and streets										
Streets (miles)	67	67	67	67	67	67	67	67	67	67
Streetlights	678	678	670	670	670	670	670	670	670	670
Traffic signals	4	4	4	4	4	4	4	4	4	4
Water and sewerage										
Water customers	2,273	2,247	2,191	2,119	2,132	2,103	2,101	2,058	2,067	2,083
Water mains (miles)	105	105	105	105	105	105	113	113	113	113
Fire hydrants	265	265	265	265	265	265	300	300	300	300
Maximum daily water capacity ^	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2
Sewer customers	1,799	1,758	1,718	1,659	1,671	1,637	1,631	1,600	1,622	1,630
Sanitary sewers (miles)	609	609	609	609	609	609	609	609	609	609
Storm sewers (miles)	366	366	366	366	366	366	366	366	366	366
Maximum daily sewer treatment capacity ^	850	850	850	850	850	850	850	850	850	850
Gas										
Gas customers	984	943	927	865	845	805	770	727	706	678
Gas lines (miles)	75.5	75.5	75.5	75.5	75.5	75.5	75.5	75.5	75.5	75.5
Number of distribution stations	1	1	1	1	1	1	1	1	1	1
Sanitation										
Sanitation customers	1,789	1,758	1,718	1,659	1,671	1,637	1,631	1,600	1,622	1,601

Data Sources: Various City departments

Note: No capital asset statistics are available for the general government function.

^ Per thousands of gallons