CITY OF SENOIA, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

TOGETHER WITH

INDEPENDENT AUDITOR'S REPORT

JAMES L. WHITAKER, P.C.

CERTIFIED PUBLIC ACCOUNTANT

SNELLVILLE, GEORGIA 30078

CITY OF SENOIA, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2015

TABLE OF CONTENTS

	Page
FINANCIAL SECTION	
Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-13
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	14-15
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet Governmental Funds	17
Reconciliation of the Balance Sheet of Governmental Funds To the Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Confiscated Asset Fund	22
Statement of Net Position - Proprietary Funds	23-24
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds	25
Statement of Cash Flows - Proprietary Funds	26
Statement of Cash Flows - Reconciliation of Operating Income to Net Cash Provided by Operating Activities	27
Notes to the Financial Statements	28-55
Required Supplementary Information:	
Schedule of Changes in the Net Pension Liability and Related Ratios	56
Schedule of Contributions	57
Notes to Required Supplemental Pension Information	58
Individual Fund Financial Statements:	
General Fund -	
Comparative Balance Sheet	59
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	60
Schedule of Revenues - Budget and Actual	61
Schedule of Expenditures - Budget and Actual	62-64
Confiscated Assets Special Revenue Fund -	
Balance Sheet	65
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	66
SPLOST Capital Projects Fund #5	
Balance Sheet	67
Statement of Revenues, Expenditures and Changes in Fund Balances	68
Schedule of Special Projects Financed with Special Sales Tax #4	69

	Page
Individual Fund Financial Statements (Continued):	
Development Impact Fee Fund	
Balance Sheet	70
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	71
Water Enterprise Fund:	
Comparative Statement of Net Position	72-73
Comparative Statements of Revenues, Expenses and Changes in Net Position	74
Comparative Statements of Cash Flows	75
Statement of Cash Flows - Reconciliation of Operating Income to Net Cash Provided by Operating Activities	76
Sewer Enterprise Fund	
Comparative Statement of Net Position	77-78
Comparative Statements of Revenues, Expenses and Changes in Net Position	79
Comparative Statements of Cash Flows	80
Statement of Cash Flows - Reconciliation of Operating Income to Net Cash Provided by Operating Activities	81
Solid Waste Management Fund	
Comparative Statement of Net Position	82
Comparative Statements of Revenues, Expenses and Changes in Net Position	83
Comparative Statements of Cash Flows	84
Statement of Cash Flows - Reconciliation of Operating Income to Net Cash Provided by Operating Activities	85
Stormwater Management Fund	
Statement of Net Position	86
Statement of Revenues, Expenses and Changes in Net Position	87
Statement of Cash Flows	88
Statement of Cash Flows - Reconciliation of Operating Income to Net Cash Provided by Operating Activities	89
Downtown Development Authority	
Comparative Balance Sheet	90
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	91
Development Authority	
Balance Sheet	92
Statement of Revenues, Expenditures and Changes in Fund Balances	93

JAMES L. WHITAKER, P.C.
Certified Public Accountant
2295 Henry Clower Blvd., Suite 205
Snellville, Georgia 30078
Telephone: 678-205-4438
Fax: 678-205-4449

Member of
The American Institute of
Certified Public Accountants

Member of
Georgia Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of City Council
City of Senoia, 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 and each major fund of City of Senoia, Georgia (the City) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 and each major fund of the City of Senoia, Georgia, as of December 31, 2015 and the respective changes in financial position and, where applicable, cash flows, thereof, and the respective budgetary comparison for the General Fund and the Confiscated Assets Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 13 and the Schedules of "Changes in the Net Pension Liability and Related Ratios" and "Contributions" on pages 56 through 58 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 Senoia, Georgia's basic financial statements. The individual fund financial statements and budget schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial statements and budgetary schedules 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 statement 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 nonmajor fund financial statements and the individual fund financial statements and budgetary schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City of Senoia, Georgia's basic financial statements for the year ended December 31, 2014, 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 and each major fund. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Senoia, Georgia's basic financial statements as a whole. The individual fund financial statements, related to the 2014 financial statements 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 2014 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 2014 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 a report dated May 16, 2016 on our consideration of City of Senoia, Georgia's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering City of Senoia, Georgia's internal control over financial reporting and compliance.

James L. Whitaker, P. C.

Snellville, Georgia
May 16, 2016

CITY OF SENOIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Senoia, we offer readers of the City of Senoia's financial statements this narrative overview and analysis of the financial activities of the City of Senoia for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with their review of the financial statements.

Financial Highlights

- The assets and deferred outflows of the City of Senoia exceeded its liabilities and deferred inflows at December 31, 2015 by $18,793,737 Of this amount unrestricted net position of $3,049,379 may be used to meet the government's ongoing obligations to citizens and creditors.

- The total net position increased by $817,167. Of this amount a net increase of $981,562 was associated with governmental activities and a decrease of $164,395 was associated with business-type activities.

- As of the close of the current fiscal year, the City of Senoia's governmental funds reported combined ending fund balances of $3,388,845, an increase of $772,526 in comparison with the prior year. Of this amount $1,834,906 is unassigned and available for spending and $1,553,939 is either in a nonspendable form or restricted for capital projects and other specific future uses.

- At the end of the current year, unassigned fund balance for the general fund was $1,834,906 or 71.8 percent of total General Fund expenditures.

- The City of Senoia's total debt obligations (including accrued compensated absences and net pension liability) decreased by $189,483 to a total of $6,429,343. The City made principal payments on its capital leases, revenue bonds and GEFA notes of $248,544 and obtained financing of $15,872 under capital lease obligations for police equipment.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Senoia's basic financial statements. The City of Senoia's basic financial statements are comprised of 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 financial statements are designed to provide readers with a broad overview of the City of Senoia's finances, in a manner similar to a private-sector business.

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.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Senoia include general government, public safety and courts, highways and streets, cemetery, parks and recreation, planning and zoning, and downtown development. The business-type activities of the City are water, sewer and solid waste management.

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 of Senoia 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 in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

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

The City maintains four major governmental funds. The City's major governmental funds are the General Fund, Confiscated Assets Fund, a SPLOST Capital Project Fund and the Development Impact Fee Fund. 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 all major funds.

The City of Senoia adopts an annual budget for all of its governmental funds. Budgetary comparison statements have been provided for the General Fund and Confiscated Assets Fund to demonstrate compliance with the FY 2015 budget. A project length budget has been adopted for the SPLOST Capital Projects Fund and is presented in the individual fund financial statements. A budget was also adopted for the Development Impact Fee Fund for FY 2015 which is also presented in the individual fund financial statements.

Proprietary funds. Enterprise funds (a component of proprietary funds) are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer, Stormwater and Solid Waste Management activities. All of the City's enterprise funds are considered by the City to be major funds.

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the City's major funds.

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

Other information. In addition to the basic financial statement and accompanying notes, this report also presents certain other supplementary information which consists of individual fund financial statements with prior year comparisons.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At December 31, 2015, the City's assets and deferred outflows exceeded liabilities and deferred inflows by $18,793,737. The City's net position reflect its investment in capital assets (72.8 percent), less any related debt used to acquire those assets that is still outstanding. Capital assets are used to provide services to citizens and they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Of the total net position, $2,057,599 (11.0 percent) is restricted for capital projects and other specified activities and $3,049,379 (16.2 percent) is unrestricted.

City of Senoia's Net Position

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	$ 3,700,638	$ 2,908,737	$ 2,099,376	$ 2,105,899	$ 5,800,014	$ 5,014,636
Capital assets	6,882,599	6,669,855	12,855,710	13,200,404	19,738,309	19,870,259
Deferred outflows	83,903	-	-	-	83,903	-
Total assets and deferred outflows	10,667,140	9,578,592	14,955,086	15,306,303	25,622,226	24,884,895
Current liabilities	235,337	183,387	334,446	338,073	569,783	521,460
Long-term liabilities	542,202	270,711	5,703,936	5,887,131	6,246,138	6,157,842
Deferred inflows	12,568	-	-	-	12,568	-
Total liabilities and deferred inflows	790,107	454,098	6,038,382	6,225,204	6,828,489	6,679,302
Net position:						
Net invetsment in capital assets	6,718,190	6,669,855	6,968,569	7,136,242	13,686,759	13,806,097
Restricted	1,534,525	1,027,565	523,074	521,875	2,057,599	1,549,440
Unrestricted	1,624,318	1,427,074	1,425,061	1,422,982	3,049,379	2,850,056
Total net position	$ 9,877,033	$ 9,124,494	$ 8,916,704	$ 9,081,099	$ 18,793,737	$ 18,205,593

A portion of the net position (11.0 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($3,049,379) may be used to meet the government's ongoing obligations to citizens and creditors.

Governmental activities. Governmental activities increased the City of Senoia's net position by $981,562, thereby accounting for 100.0% of the total increase in the net position of the City of Senoia. Key elements of this increase are as follows:

City of Senoia's Change in Net Position
For The Years Ended December 31, 2015 and 2014

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues						
Charges for services	$ 464,932	$ 699,240	$ 1,837,547	$ 1,757,318	$ 2,302,479	$ 2,456,558
Operating grants and contributions	-	-	-	-	-	-
Capital grants and contributions	837,037	624,998	68,422	153,350	905,459	778,348
General Revenues						
Property taxes	995,214	931,771	-	-	995,214	931,771
Sales taxes	642,262	580,699	-	-	642,262	580,699
Other taxes	682,219	668,077	-	-	682,219	668,077
Interest	1,984	2,216	1,851	1,906	3,835	4,122
Other	46,133	57,064	-	4,500	46,133	61,564
	3,669,781	3,564,065	1,907,820	1,917,074	5,577,601	5,481,139
Expenses:						
General government	619,784	586,226	-	-	619,784	586,226
Public safety and courts	1,420,334	1,539,998	-	-	1,420,334	1,539,998
Public Works	418,307	551,248	-	-	418,307	551,248
Cemetery	3,020	2,981	-	-	3,020	2,981
Parks and recreation	44,940	427,680	-	-	44,940	427,680
Library	8,179	7,944	-	-	8,179	7,944
Planning and zoning	109,834	137,137	-	-	109,834	137,137
Downtown development	1,972	1,336	-	-	1,972	1,336
Interest on long-term debt	5,219	10,380	-	-	5,219	10,380
Water	-	-	1,036,273	1,045,848	1,036,273	1,045,848
Sewer	-	-	804,108	758,888	804,108	758,888
Solid waste	-	-	225,964	221,655	225,964	221,655
Stormwater	-	-	62,500	11,490	62,500	11,490
	2,631,589	3,264,930	2,128,845	2,037,881	4,760,434	5,302,811
Increase (decrease) in net position before transfers	1,038,192	299,135	(221,025)	(120,807)	817,167	178,328
Transfers	(56,630)	12,558	56,630	(12,558)	-	-
Increase (decrease) in net position	981,562	311,693	(164,395)	(133,365)	817,167	178,328
Net position - beginning of year, adjusted	8,895,471	8,812,801	9,081,099	9,214,464	17,976,570	18,027,265
Net position - end of year	$ 9,877,033	$ 9,124,494	$ 8,916,704	$ 9,081,099	$ 18,793,737	$ 18,205,593

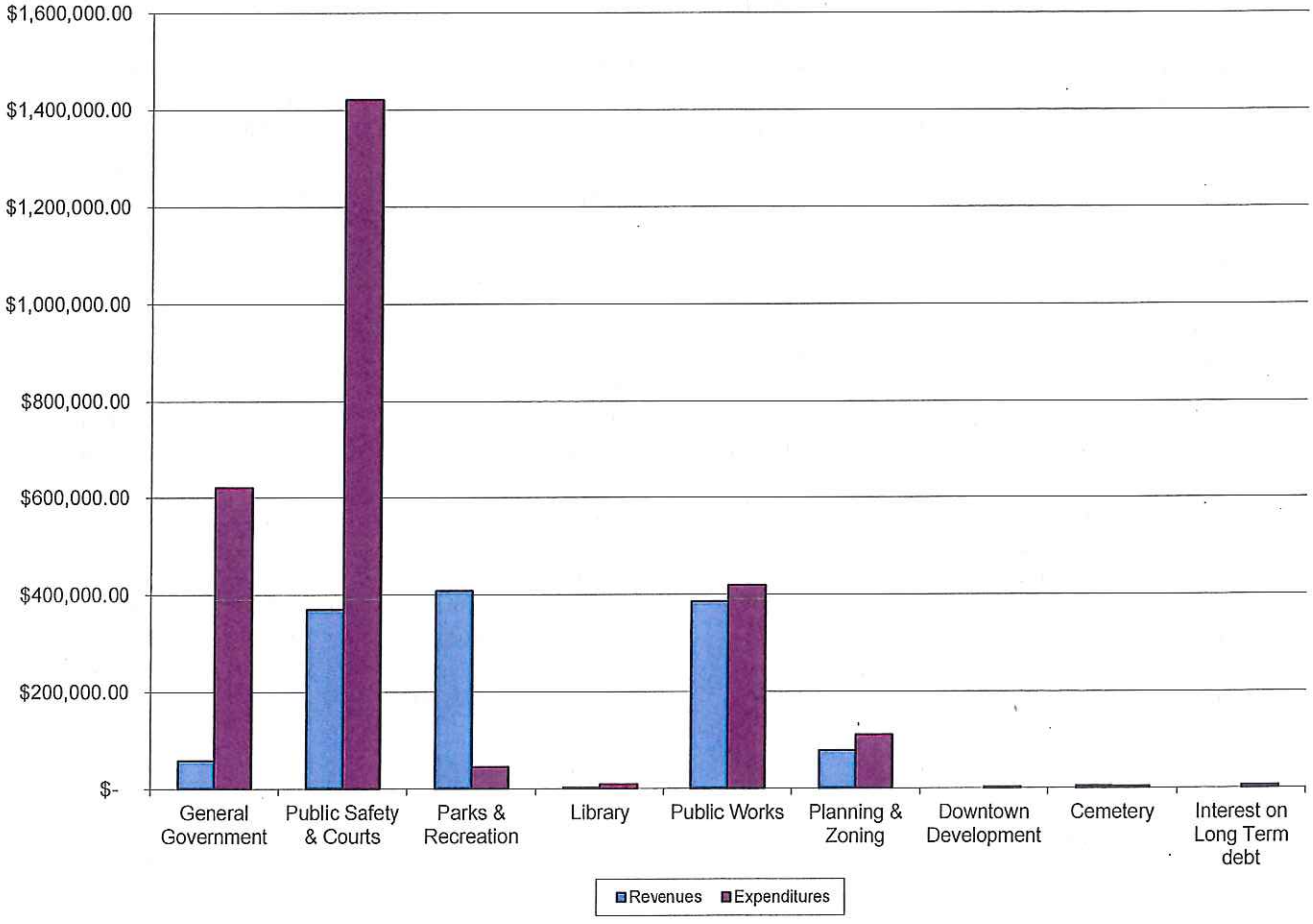
- Overall expenses for governmental activities decreased by $633,341 from FY 2014 to FY 2015. Much of this can be attributed to a decrease in capital expenses including a $355,000 land purchase for additional space for parks and recreation. Expenditures on public works projects in 2014 included construction, which tends to use more of the project budget. In FY 2015, much of the expense was for planning and engineering.

- Sales tax collections increased by $61,563 or 10.6%. This increase reveals growth in the commercial base of Coweta County and Senoia. It is also attributable to the change in State regulation regarding automobile taxes and the renegotiation of the LOST between the City and Coweta County.

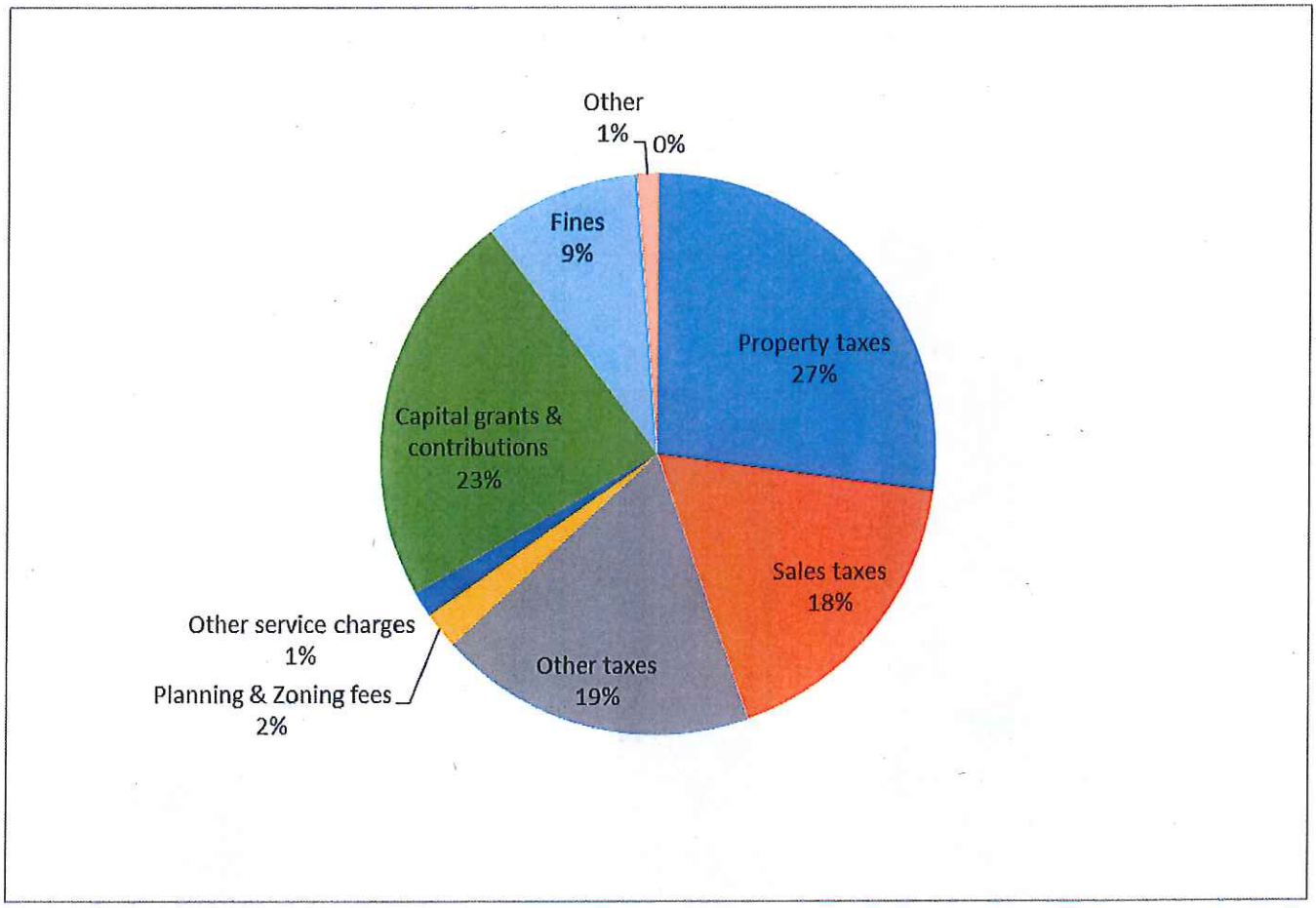
- Reassessments of Real Property and development caused an increase of $9,834,000 in the digest. The Mayor and Council maintained a millage of 5.88 for the City increasing property tax levied by $57,829.

- Collection of property taxes in the City rose from $931,771 in FY 2014 to $995,214 in FY 2015. Though some of this may be attributed to collections past due, the City attributes much of this to the growth of the digest from development and from reassessments.

Expenses and Program Revenues-Governmental Activities

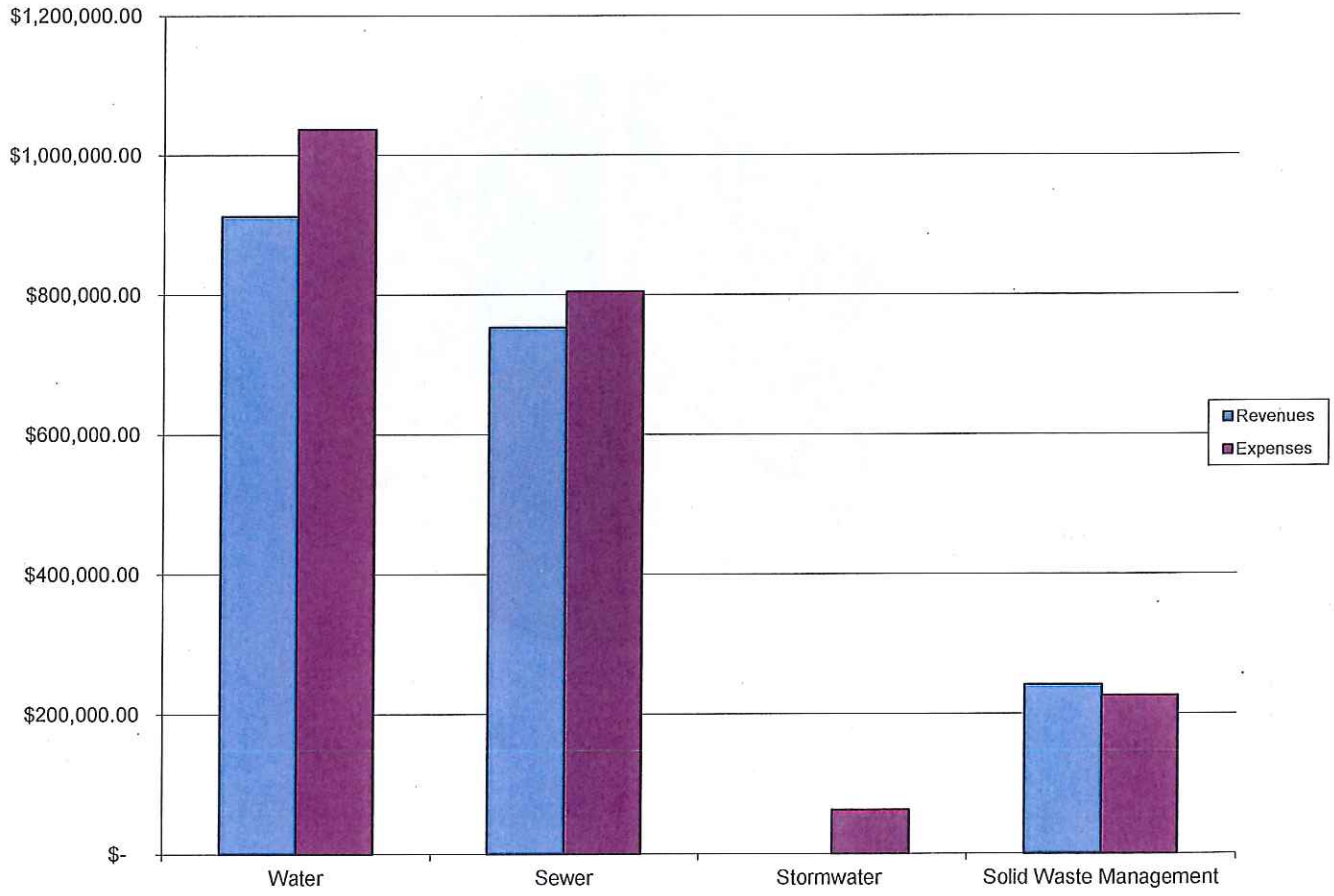


Revenue by Source-Governmental Activities



Business-type activities. Business-type activities decreased the City's net position by $164,395 of which a decrease of $123,384 was from Water activities, a decrease of $50,600 was from Sewer activities and a decrease of $1,901 was from Solid Waste Management Activities. The City created the Stormwater Management Fund during f/y/e 12/31/2014 to account for the cost of setting up a stormwater management program, including the means of financing such a program. The Stormwater Management Fund had a positive change in net position for the year of $11,490 but this was due to the General Fund transferring $73,990 to the Stormwater Fund to finance operations. IN FY 2015 the Mayor and Council asked the City Engineer to conduct a rate study to develop a new rate structure that covers the loss. The goal is to recover so that the water rates cover the full cost of operation, maintenance and debt service independent of developer contributions. The new rates were instituted in July 2015. It is expected that these rates will meet the financial goals of the Water and Sewer Departments. Capital contributions from developers will be used for planning and development of future expansions of the water and sewer systems.

Expenses and Program Revenues-Business-Type Activities



Financial Analysis of the Government's Funds

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

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

At December 31, 2015 the City's governmental funds reported combined ending fund balances of $3,388,845 an increase of $772,526 in comparison to the prior year. Of this amount, $1,834,906 (54.1 percent) is unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending because it has already been committed 1) to pay for capital items most of which is funded by the proceeds of the Special Purpose Local Option Sales Tax and Development Impact Fees ($1,362,888); 2) for Police Activities ($6,637); 3) park improvements of $165,000; and 4) nonspendable amounts for prepaid items which are not available for current government's spending discretion ($19,414).

The General Fund is the City's chief operating fund. At the end of the current fiscal year, unassigned fund balance of the general fund was $1,834,906 while the total fund balance totaled $2,019,320. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 71.8 percent of the total general fund expenditures, while total fund balance represents 79.0 percent of that same amount.

The City of Senoia received $534,011 in Special Purpose Local Option Sales Taxes in 2015. SPLOST funds were used during 2015 for street improvements in the amount of $288,542.

The City also received Development Impact Fees during the year totaling $18,330 compared to $48,103 in 2014. These funds can only be expended for the category of system improvements (library, public safety and parks) within the service area for which the fee was assessed and collected. Impact fees were used during 2015 for park improvements of $13,582 and a police training facility in the amount of $39,950.

The Confiscated Assets Fund and the Police Building Fund had very minimal activity for 2015.

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

Unrestricted net position of the proprietary funds at the end of the year were $1,425,061 of which the Water Fund had $68,502, the Sewer Fund had $1,337,181, and the Solid Waste Management Fund had $19,378. Other factors concerning the finances of proprietary funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The original General Fund budget of $2,538,200 was amended to $2,676,000 a difference of $137,800. Several budget amendments were made to account for expenditures made in Financial Administration, Parks and Recreation, Police Department, Municipal Court and Building Department. Included in these expenses is the purchase of new playground equipment for the Seavy Street Park. Revenue for this purchase came from a donation by AMC Studios of $150,000. The remainder of the donation will be used to help fund the completion of the park renovation. The city encountered a significant amount of maintenance cost to the street trees throughout the Historic District. The maintenance and removal of the trees has been a significant cost to the city in FY 2015. The City signed an agreement with Coweta County to provide 700 MHz radio service for the Police Department, included in the agreement is a pro-rata share of the maintenance of the entire system. The city constructed a new training facility for the police department. A portion of the facility was paid by impact fees and a portion by through a general fund allocation. The City completed an assessment of the drainage system and began some of the capital improvements. Though originally proposed as a project paid from the existing fund balance, the City began on improvements to Barnes Street but were able to fund it out of the current year budget.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities at December 31, 2015 amounts to $19,738,309 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, automobiles and equipment, sidewalks, bridges and roads.

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

- $167,700 for Seavy Street drainage improvements
- $134,000 for other street and drainage improvements
- $109,700 for police vehicles and equipment
- $65,825 for a police training facility
- $34,300 for a rope bridge playground equipment

Additional information on the City's capital assets can be found in note 7.

Long-term debt. At the end of the current fiscal year, the City had $6,429,343 in outstanding debt consisting of the following:

City of Senoia's Outstanding Debt

	Balance
Governmental Activities -	
Accrued compensated absences	$ 69,570
Capital leases	164,409
Net pension liability	308,223
Business-Type Activities -	
Revenue Bonds	4,975,083
GEFA Notes Payable	912,058
Total	$ 6,429,343

The City's total debt (including compensated absences and net pension liability) decreased by $189,483. Additional information on the City's long-term debt can be found in note 8.

Status of the City of Senoia's Economy

- The unemployment rate in the City of Senoia is in line with the State and Nation.
- Inflationary trends in the region compare favorably to national indices.
- As predicted, building permits for new residential construction remained very low during FY 2015. The City has begun to see development of new lots and expects to see an increase in new residential starts FY 2016.
- The occupancy rate of the City's downtown and highway commercial areas have remained consistent.
- Sales tax receipts significantly increased during 2015. This may be seen as an increase to expect into the future but should be watched very closely while preparing future budgets.
- While gas expenses decreased in FY 2015, utility and street light costs rose significantly. The City has been tracking these monthly through the departments and is looking for areas where savings can be realized.
- The City has implemented new water rates to off-set a shortfall in FY 2014 and FY 2015. These rates were put into place in July and projections indicate that they are sufficient to put the city into a position to pay operation, maintenance and debt service without developer contributions.
- The City used transfers from the general fund to pay for expenses in the stormwater fund in FY 2015. The City has adopted a stormwater utility that will begin during FY 2016 which will be used to fund stormwater expenses going forward.

Requests for Information

This financial report is designed to provide a general overview of the City of Senoia's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning this report or requests for additional information can be obtained by contacting the City at (770) 599-3679 or at the following address:

City of Senoia
Finance Department
P.O. Box 310
Senoia, GA 30276-0310

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Assets and Deferred Outflows					
Assets					
Cash and Cash Equivalents	$ 2,535,618	$ 602,089	$ 3,137,707	$ 106,608	$ 15,601
Receivables, Net					
Taxes	510,617	-	510,617	-	-
Intergovernmental	121,527	-	121,527	-	-
Fines	35,335	-	35,335	-	-
Accounts	2,392	207,018	209,410	3,700	-
Other	-	-	-	-	-
Internal balances	(762,466)	762,466	-	-	-
Due from component unit	321	-	321	-	-
Inventory	-	4,729	4,729	-	-
Prepaid Items	19,414	-	19,414	-	-
Restricted Assets -					
Cash	1,237,880	416,756	1,654,636	-	-
Investments	-	106,318	106,318	-	-
Receivables	-	-	-	-	-
Non-Depreciable Capital Assets	1,985,183	939,121	2,924,304	1,000	-
Depreciable Capital Assets, Net	4,897,416	11,916,589	16,814,005	127,565	-
Total Assets	10,583,237	14,955,086	25,538,323	238,873	15,601
Deferred Outflows					
Deferred pension outflows	83,903	-	83,903	-	-
Total Assets and Deferred Outflows	10,667,140	14,955,086	25,622,226	238,873	15,601

See accompanying notes to the basic financial statements.

Continued

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Liabilities and Deferred Inflows					
Liabilities					
Accounts Payable					
Trade	$ 153,661	$ -	$ 153,661	$ -	$ -
Construction	-	-	-	-	-
Accrued Liabilities -					
Salaries	32,558	19,354	51,912	-	-
Compensated absences	-	27,925	27,925	-	-
Customer deposits	2,000	96,149	98,149	1,850	-
Interest	3,697	-	3,697	-	-
Other	3,885	-	3,885	-	-
Due to primary government	-	-	-	-	321
Unearned Revenues	39,536	-	39,536	-	-
Payable From Restricted Assets-					
Revenue bonds	-	120,639	120,639	-	-
Notes payable	-	62,566	62,566	-	-
Accrued interest	-	7,813	7,813	-	-
Long-Term Liabilities -					
Due Within One Year	78,288	-	78,288	3,175	-
Due In More Than One Year	463,914	5,703,936	6,167,850	71,653	-
Total Liabilities	777,539	6,038,382	6,815,921	76,678	321
Deferred Inflows					
Deferred Pension Inflows	12,568	-	12,568	-	-
Total Liabilities and Deferred Inflows	790,107	6,038,382	6,828,489	76,678	321
Net Position					
Net investment in capital assets	6,718,190	6,968,569	13,686,759	53,737	-
Restricted for -					
Police activities	6,637	-	6,637	-	-
Capital projects	1,362,888	-	1,362,888	-	-
Park improvements	165,000	-	165,000		
Debt covenants	-	523,074	523,074	-	-
Unrestricted	1,624,318	1,425,061	3,049,379	108,458	15,280
Total Net Position	$ 9,877,033	$ 8,916,704	$ 18,793,737	$ 162,195	$ 15,280

See accompanying notes to the basic financial statements.

Concluded

CITY OF SENOIA, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 619,784	$ 37,118	$ -	$ 20,584
Public Safety and Courts	1,420,334	333,156	-	35,970
Public Works	418,307	-	-	385,017
Cemetery	3,020	4,220	-	-
Parks and Recreation	44,940	13,400	-	393,712
Library	8,179	-	-	1,754
Planning and Zoning	109,834	77,038	-	-
Downtown Development	1,972	-	-	-
Interest on Long-Term Debt	5,219	-	-	-
Total Governmental Activities	2,631,589	464,932	-	837,037
Business-Type Activities:				
Water	1,036,273	889,020	-	22,965
Sewer	804,108	707,104	-	45,457
Solid Waste Management	225,964	241,423	-	-
Stormwater Management	62,500	-	-	-
Total Business-Type Activities	2,128,845	1,837,547	-	68,422
Total Primary Government	$ 4,760,434	$ 2,302,479	$ -	$ 905,459
Component Unit:				
Downtown Development Authority	$ 65,442	$ 63,063	$ -	$ -
Development Authority	321	-	-	-
Total Component Units	$ 65,763	$ 63,063	$ -	$ -
General Revenues:				
Taxes:				
Property				
Franchise				
Local option sales				
Insurance premium				
Other				
Investment earnings				
Gain on disposal of capital assets				
Other				
Total General Revenues				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position - Beginning of Year, Restated				
Net Position - End of Year				

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position					
Primary Government				Component Units	
Governmental Activities	Business-Type Activities	Total		Downtown Dev. Auth.	Development Authority
$ (562,082)	$ -	$ (562,082)		$ -	$ -
(1,051,208)	-	(1,051,208)		-	-
(33,290)	-	(33,290)		-	-
1,200	-	1,200		-	-
362,172	-	362,172		-	-
(6,425)	-	(6,425)		-	-
(32,796)	-	(32,796)		-	-
(1,972)	-	(1,972)			
(5,219)	-	(5,219)		-	-
(1,329,620)	-	(1,329,620)		-	-
-	(124,288)	(124,288)		-	-
-	(51,547)	(51,547)		-	-
-	15,459	15,459		-	-
-	(62,500)	(62,500)		-	-
-	(222,876)	(222,876)		-	-
(1,329,620)	(222,876)	(1,552,496)		-	-
-	-	-		(2,379)	-
-	-	-		-	(321)
-	-	-		(2,379)	(321)
995,214	-	995,214		-	-
347,752	-	347,752		-	-
642,262	-	642,262		-	-
191,761	-	191,761		-	-
142,706	-	142,706		-	-
1,984	1,851	3,835		-	20
-	-	-		-	-
46,133	-	46,133		-	-
2,367,812	1,851	2,369,663		-	20
(56,630)	56,630	-		-	-
2,311,182	58,481	2,369,663		-	20
981,562	(164,395)	817,167		(2,379)	(301)
8,895,471	9,081,099	17,976,570		164,574	15,581
$ 9,877,033	$ 8,916,704	$ 18,793,737		$ 162,195	$ 15,280

CITY OF SENOIA, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	General	Special Revenue Fund Confiscated Assets	Capital Project Funds SPLOST 5	Capital Project Funds Development Impact Fee	Total Governmental Funds
Assets					
Cash	$ 2,535,618	$ -	$ -	$ -	$ 2,535,618
Receivables-					
Accounts	2,392	-	-	-	2,392
Taxes	510,617	-	-	-	510,617
Fines	35,335	-	-	-	35,335
Intergovernmental	-	-	120,867	660	121,527
Due from other funds	177,608	-	13,319	-	190,927
Due from component unit	321	-	-	-	321
Prepaid items	19,414	-	-	-	19,414
Cash - restricted	-	6,637	954,655	276,588	1,237,880
Total assets	$ 3,281,305	$ 6,637	$ 1,088,841	$ 277,248	$ 4,654,031
Liabilities					
Accounts payable -	$ 153,661	$ -	$ -	$ -	153,661
Accrued salaries and wages	32,558	-	-	-	32,558
Other accrued items	3,885	-	-	-	3,885
Due to other funds	950,852	-	-	2,541	953,393
Deposits	2,000	-	-	-	2,000
Unearned revenues	39,536	-	-	-	39,536
Total liabilities	1,182,492	-	-	2,541	1,185,033
Deferred Inflows of Resources					
Unavailable revenues	79,493	-	-	660	80,153
Fund balance					
Nonspendable	19,414	-	-	-	19,414
Restricted for -					
Capital projects	-	-	1,088,841	274,047	1,362,888
Police services	-	6,637	-	-	6,637
Park improvements	165,000	-	-	-	165,000
Assigned for -					
Appropriation for next year's budget	-	-	-	-	-
Unassigned	1,834,906	-	-	-	1,834,906
Total fund balance	2,019,320	6,637	1,088,841	274,047	3,388,845
Total liabilities, deferred inflows of resources, and fund balance	$ 3,281,305	$ 6,637	$ 1,088,841	$ 277,248	$ 4,654,031

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015

Amounts reported for governmental activities in the statement of net position are different because:	
Total fund balances -- total governmental funds	$ 3,388,845
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	6,882,599
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	80,153
Deferred inflows and outflows related to the net pension liability is not a current asset or liability:	
Deferred outflows	83,903
Deferred inflows	(12,568)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Long-term portion of compensated absences	(69,570)
Net pension liability	(308,223)
Capital lease obligation	(164,409)
Accrued interest payable	(3,697)
Net position of governmental activities.	$ 9,877,033

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

CITY OF SENOIA, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2015

	General	Special Revenue Fund Confiscated Assets	Capital Projects Fund SPLOST 5	Capital Projects Fund Development Impact Fee	Total Governmental Funds
REVENUES					
Taxes	$ 2,260,816	$ -	$ -	$ -	$ 2,260,816
Licenses and Permits	124,741	-	-	-	124,741
Fines, Fees and Forfeitures	357,896	10,320	-	-	368,216
Charges for Services	44,301	-	-	18,330	62,631
Intergovernmental	332	-	647,207	10,736	658,275
Interest	1,904	1	1,182	78	3,165
Rental income	13,400	-	-	-	13,400
Other	211,492	-	-	-	211,492
Total revenues	3,014,882	10,321	648,389	29,144	3,702,736
EXPENDITURES					
Current					
Governing Body	35,887	-	-	-	35,887
General Government	499,582	-	-	-	499,582
Government Buildings	35,912	-	-	-	35,912
Municipal Court	221,407	-	-	-	221,407
Public Safety	1,039,631	3,820	-	-	1,043,451
Highways and Streets	334,992	-	-	-	334,992
Cemetery	812	-	-	-	812
Parks	36,553	-	-	-	36,553
Planning and Zoning	103,181	-	-	-	103,181
Downtown Development	1,972	-	-	-	1,972
Debt Service -	-	-			
Principal	71,523	-	-	-	71,523
Interest	5,600	-	-	-	5,600
Capital Outlay	168,467	-	288,542	53,532	510,541
Total expenditures	2,555,519	3,820	288,542	53,532	2,901,413
Excess of revenues over (under) expenditures	459,363	6,501	359,847	(24,388)	801,323
Other financing sources (uses):					
Proceeds from capital lease obligation	15,872	-	-	-	15,872
Proceeds from disposition of capital assets	11,961	-	-	-	11,961
Transfers	(56,630)	-	-	-	(56,630)
Total other financing sources (uses):	(28,797)	-	-	-	(28,797)
Net change in fund balance	430,566	6,501	359,847	(24,388)	772,526
Fund balance - beginning	1,588,754	136	728,994	298,435	2,616,319
Fund balance - ending	$ 2,019,320	$ 6,637	$ 1,088,841	$ 274,047	$ 3,388,845

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

Net change in fund balances -- total governmental funds	$ 772,526
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	529,768
Depreciation	(304,322)
The net effect of other miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net position. This is the amount of net book value of assets disposed of during the current period:	
Sales or abandonment of assets	(12,704)
Contributions of land to the County for park purposes	-
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between the beginning and ending deferred revenue balances related to timing differences.	
Unavailable revenues	(32,955)
Proceeds from long-term debt obligations provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
Proceeds from debt issues	(15,872)
Repayments of principal	71,523
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Change in net pension liability and related deferred items	(7,865)
Change in accrued interest payable	382
Change in long-term portion of accrued compensated absences	(18,919)
Change in net position of governmental activities.	$ 981,562

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

CITY OF SENOIA, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -- BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGET AMOUNTS			
	ORIGINAL	FINAL	ACTUAL	VARIANCE
REVENUES				
Taxes	$ 1,983,000	$ 2,120,800	$ 2,260,816	$ 140,016
Licenses and Permits	134,000	134,000	124,741	(9,259)
Intergovernmental Grants	40,300	40,300	332	(39,968)
Charges for Services	24,700	24,700	44,301	19,601
Fines, Fees and Forfeitures	340,200	340,200	357,896	17,696
Investment Income	2,500	2,500	1,904	(596)
Rents	10,500	10,500	13,400	2,900
Miscellaneous	3,000	3,000	211,492	208,492
Total revenues	2,538,200	2,676,000	3,014,882	338,882
EXPENDITURES				
Current				
Governing Body	36,000	40,800	35,887	4,913
Financial Administration	470,900	491,100	499,582	(8,482)
Government Buildings	43,600	43,600	35,912	7,688
Municipal Court	231,400	231,400	221,407	9,993
Public Safety	1,089,500	1,061,600	1,039,631	21,969
Public Works	399,000	396,400	334,992	61,408
Cemetery	800	1,200	812	388
Library	-	-	-	-
Parks	8,000	37,400	36,553	847
Planning and Zoning	111,700	111,700	103,181	8,519
Community Development	2,100	2,300	1,972	328
Debt Service				
Principal	72,000	87,300	71,523	15,777
Interest	6,600	2,000	5,600	(3,600)
Capital Outlay	66,600	169,200	168,467	733
Total expenditures	2,538,200	2,676,000	2,555,519	120,481
Excess of revenues over (under) expenditures	-	-	459,363	459,363
Other financing sources (uses):				
Proceeds from capital lease	-	16,000	15,872	(128)
Proceeds from disposition of capital assets	-	-	11,961	11,961
Transfers	-	-	(56,630)	(56,630)
Total other financing sources (uses):	-	16,000	(28,797)	(44,797)
Net change in fund balance	-	16,000	430,566	414,566
Fund balance - beginning	1,588,754	1,588,754	1,588,754	-
Fund balance - ending	$ 1,588,754	$ 1,604,754	$ 2,019,320	$ 414,566

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

CITY OF SENOIA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
CONFISCATED ASSETS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
Revenues:	Original & Final Budget	Actual	Variance	Actual 2014
Forfeitures	$ 2,400	$ 10,320	$ 7,920	$ -
Interest	-	1	1	-
Total Revenue	2,400	10,321	7,921	-
Expenditures:				
Current				
Police activity	2,400	3,820	(1,420)	23
Capital Outlay	-	-	-	-
Total Expenditures	2,400	3,820	(1,420)	23
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	6,501	6,501	(23)
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	6,501	6,501	(23)
Fund Balance - Beginning of Year	136	136	-	159
Fund Balance - End of Year	$ 136	$ 6,637	$ 6,501	$ 136

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

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

	Water	Sewer	Sanitation	Stormwater	Total
ASSETS					
Current assets					
Cash	$ 268,825	$ 333,264	$ -	$ -	$ 602,089
Receivables-					
Accounts (net)	102,535	85,105	19,378	-	207,018
Other	-	-	-	-	-
Due from other funds	-	937,533	-	-	937,533
Inventory	4,729	-	-	-	4,729
Restricted assets					
Cash	90,507	326,249	-	-	416,756
Investments	106,318	-	-	-	106,318
Total current assets	572,914	1,682,151	19,378	-	2,274,443
Noncurrent assets					
Capital assets					
Land	105,647	833,474	-	-	939,121
Construction in progress	-	-	-	-	-
Buildings	241,597	-	-	-	241,597
Improvements other than buildings	5,432,379	10,215,111	-	-	15,647,490
Vehicles	35,150	117,661	-	-	152,811
Machinery and equipment	399,623	265,887	-	-	665,510
Accumulated depreciation	(2,231,116)	(2,559,703)	-	-	(4,790,819)
Capital assets (net of depreciation)	3,983,280	8,872,430	-	-	12,855,710
Total noncurrent assets	3,983,280	8,872,430	-	-	12,855,710
Total assets	4,556,194	10,554,581	19,378	-	15,130,153

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

	Water	Sewer	Sanitation	Stormwater	Total
LIABILITIES					
Current liabilities					
Accounts payable -	$ -	$ -	$ -	$ -	$ -
Customer deposits	96,149	-	-	-	96,149
Due to other funds	175,067	-	-	-	175,067
Accrued compensated absences	17,629	10,296	-	-	27,925
Accrued salaries	14,327	5,027	-	-	19,354
Current liabilities payable from restricted assets -					-
Revenue bonds	35,000	85,639	-	-	120,639
Notes	62,566	-	-	-	62,566
Accrued interest	4,415	3,398	-	-	7,813
Total current liabilities	405,153	104,360	-	-	509,513
Long-term liabilities					
Revenue bonds	215,000	4,639,444	-	-	4,854,444
Notes payable	849,492	-	-	-	849,492
Total long-term liabilities	1,064,492	4,639,444	-	-	5,703,936
Total liabilities	1,469,645	4,743,804	-	-	6,213,449
Net Position					
Net investment in capital assets	2,821,222	4,147,347	-	-	6,968,569
Restricted for capital projects	-	-	-	-	-
Restricted under debt covenants	196,825	326,249	-	-	523,074
Unrestricted	68,502	1,337,181	19,378	-	1,425,061
Total Net Position	$ 3,086,549	$ 5,810,777	$ 19,378	$ -	$ 8,916,704

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2015

	Water	Sewer	Sanitation	Stormwater	Total
OPERATING REVENUES					
Charges for services -					
Sales and services	$ 841,673	$ 689,004	$ 241,423	$ -	$ 1,772,100
Penalties and reconnect fees	34,225	-	-	-	34,225
Miscellaneous	13,122	18,100	-	-	31,222
Total operating revenues	889,020	707,104	241,423	-	1,837,547
OPERATING EXPENSES					
Purchase of product / service	26,928	-	224,464	-	251,392
Salaries and related cost	506,940	140,206	-	-	647,146
Supplies and materials	105,422	21,429	-	-	126,851
Repairs and maintenance	78,059	27,879	-	-	105,938
Utilities	43,268	126,573	-	-	169,841
Depreciation and amortization	135,154	238,371	-	-	373,525
Other	87,091	40,462	1,500	62,500	191,553
Total operating expenses	982,862	594,920	225,964	62,500	1,866,246
Operating income (loss)	(93,842)	112,184	15,459	(62,500)	(28,699)
Non-operating revenues and (expenses)					
Interest earned	904	947	-	-	1,851
Gain (Loss) on sale of capital assets	-	-	-	-	-
Interest expense	(53,411)	(209,188)	-	-	(262,599)
Total non-operating revenues (expenses)	(52,507)	(208,241)	-	-	(260,748)
Income before transfers and capital contributions	(146,349)	(96,057)	15,459	(62,500)	(289,447)
Capital contributions -					
Community Development Block Grant	-	-	-	-	-
Developers	22,965	45,457	-	-	68,422
Transfers	-	-	(17,360)	73,990	56,630
Change in net position	(123,384)	(50,600)	(1,901)	11,490	(164,395)
NET POSITION - BEGINNING	3,209,933	5,861,377	21,279	(11,490)	9,081,099
NET POSITION - ENDING	$ 3,086,549	$ 5,810,777	$ 19,378	$ -	$ 8,916,704

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Water	Sewer	Sanitation	Stormwater	Total
Cash flows from operating activities:					
Cash received from customers and users	$ 870,618	$ 700,680	$ 243,324	$ -	$ 1,814,622
Cash paid to suppliers for goods	(470,050)	(261,262)	(225,964)	(62,500)	(1,019,776)
Cash paid to employees	(385,101)	(101,814)	-	-	(486,915)
Net cash provided from operating activities	15,467	337,604	17,360	(62,500)	307,931
Cash flows from investing activities:					
Interest received	904	947	-	-	1,851
(Purchase) / redemption of investments	(160)	-	-	-	(160)
Net cash from investing activities	744	947	-	-	1,691
Cash flows from non-capital financing activities:					
Transfers	-	-	(17,360)	73,990	56,630
Change in due to/from other funds	139,331	(92,468)	-	(11,490)	35,373
Net cash flows from non-capital financing activities	139,331	(92,468)	(17,360)	62,500	92,003
Cash flows from capital financing activities:					
Proceeds from long-term debt	-	-	-	-	-
Principal payments on long-term debt	(95,051)	(81,970)	-	-	(177,021)
Interest paid	(53,835)	(208,671)	-	-	(262,506)
Capital contributions	22,965	45,457	-	-	68,422
Purchase / construction of capital assets	(28,830)	-	-	-	(28,830)
Proceeds from grants	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Net cash flows from capital financing activities	(154,751)	(245,184)	-	-	(399,935)
Net cash flows	791	899	-	-	1,690
Cash and cash equivalents - beginning	358,541	658,614	-	-	1,017,155
Cash and cash equivalents - ending	$ 359,332	$ 659,513	$ -	$ -	$ 1,018,845

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDEI BY OPERATING ACTIVITIES

	Water	Sewer	Sanitation	Stormwater	Total
Operating income (loss)	$ (93,842)	$ 112,184	$ 15,459	$ (62,500)	$ (28,699)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	135,154	238,371	-	-	373,525
(Increase) decrease in receivables	(22,477)	(6,424)	1,901	-	(27,000)
(Increase) decrease in inventory	-	-	-	-	-
Increase (decrease) in accounts payable	(9,505)	(9,596)	-	-	(19,101)
Increase (decrease) in customer deposits	4,075	-	-	-	4,075
Increase (decrease) in accrued liabilities	2,062	3,069	-	-	5,131
Total adjustments	109,309	225,420	1,901	-	336,630
Net cash from operating activities	$ 15,467	$ 337,604	$ 17,360	$ (62,500)	$ 307,931
Non-cash transactions -					
Increase (decrease) in fair value of investments	$ -	$ -	$ -	$ -	$ -

See accompanying notes to the basic financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the City are discussed below.

B. The Reporting Entity

The City of Senoia, Georgia (the City) was established in 1866 and is located in Coweta County about 40 miles south of Atlanta. The City provides a full range of services to approximately 3,400 residents. These services are provided in whole by the City. These services include public safety, highways and streets, water and sewer, sanitation, public improvements, planning and zoning, parks and recreation, library, cemetery and general administrative services.

Governmental Accounting Standards Board Statement (GASB) No. 14, as amended by GASB No. 61 defines the reporting entity for determining which potential component units should be included in a primary government's financial statements. Inclusion is based on organization's for which the primary government is financially accountable. In addition, the primary government may determine, through exercise of management's professional judgment, that the inclusion of an organization that does not meet the financial accountability criteria is necessary in order to prevent the reporting entity's financial statements from being misleading. In such instances, the organization should be included as a component unit. The criteria for determining financial accountability includes appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits or to impose specific financial burdens on the City regardless of whether the organization has a separate elected or appointed governing board. Blended component units, although legally separate entities, are, in substance part of the government's operations and are reported with similar funds of the primary government. As a result the City has included the Downtown Development Authority and the Development Authority of the City of Senoia as discretely presented component units in the City's financial report. The City has excluded from the City's financial report the Senoia Housing Authority, a related party, since the City is not responsible for the Authority's financial burdens.

Aggregate discretely presented component units –

One of the component unit columns in the Government – Wide Financial Statements includes the financial data of City of Senoia, Georgia Downtown Development Authority. This component unit is reported in a separate column to emphasize that it is legally separate from the City. The City of Senoia, Georgia Downtown Development Authority was organized to develop and promote commerce, industry and general welfare within the downtown area of the City. The City appoints the Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and contributions from individuals and private companies. Separate financial statements for the Authority are not issued.

In 2013 the City created the Development Authority of the City of Senoia. This Authority is also included in the Government-Wide Financial Statements of the City of Senoia, Georgia as a discretely presented component unit. The Development Authority was created to develop and promote for the public good and general welfare trade, commerce, industry and employment opportunities in the City and to exercise the powers contained in the development authorities law of the State of Georgia. The City also appoints this Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and other resources approved under the development authorities law. Separate financial statements for the Authority are not issued.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

C. Basic Financial Statements—Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

The government-wide Statement of Net Position presents the financial condition of the governmental and business-type activities of the City at year end. The statement is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in three parts—net investment in capital assets, restricted net position; and unrestricted net position. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for business-type activities of the City. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. The City does not allocate indirect cost. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity self-financing or draws from the general revenues of the City.

The net costs (by function) are normally covered by general revenue (property, sales or use taxes, intergovernmental revenues, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

D. Basic Financial Statements-Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises it assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds, if any, are aggregated and presented in a single column.

Governmental Fund Types – Governmental funds are those through which most governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

General Fund – The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Confiscated Assets Special Revenue Fund – This fund is used to account for assets seized by the City during investigations into illegal drug activities.

The SPLOST 5 Capital Projects Fund – This fund is used by the City to account for acquisition and construction of major capital facilities that were approved by the voters of Coweta County, Georgia through the special purpose local option sales tax referendum.

The Development Impact Fee Capital Projects Fund – This fund is used to account for monies collected under the City's Development Impact Fee Ordinance as adopted in fiscal year 2003. Monies collected under this ordinance can only be expended for the category of system improvements within the service area (City limits of Senoia) for which the development impact fee was assessed and collected.

Proprietary Fund Type – Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

The Water Enterprise Fund – This fund is used to account for activities connected with the development, operation and maintenance of water in the City of Senoia and parts of Coweta County.

The Sewer Enterprise Fund – This fund is used to account for activities connected with the development, operation and maintenance of sewer in the City of Senoia and parts of Coweta County.

Solid Waste Management Enterprise Fund - The Solid Waste Management Enterprise Fund is used to account for the revenues generated from the charges for sanitation and recycling services provided to the residential and commercial users of the City.

Stormwater Utility Fund – This fund currently accounts for expenses associated with the City's stormwater runoff. Stormwater activities are expected to be financed with future stormwater charges to be assessed by the City.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

E. Measurement Focus

Government-wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus. All assets, liabilities, and deferred inflows and outflows of resources associated with the operation of the City are included on the statement of net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current liabilities and deferred inflows and outflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of government-wide financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide and the statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, liabilities and deferred inflows and outflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses, and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

On the proprietary funds financial statements, operating revenues are those that flow directly from the operations of the activity, i.e. charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide the goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

F. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

Government-wide financial statements are presented on the accrual basis of accounting; proprietary funds also use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

F. Basis of Accounting, continued

Those revenues susceptible to accrual are taxes, state and federal grants, fines, interest revenue and charges for services. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include licenses, penalties and miscellaneous revenues which are recorded as revenues when received in cash. Those revenues that are measurable but are not collected within 60 days after year end are recorded as unavailable revenues.

G. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. For purposes of the statement of cash flows, the Enterprise Funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

The City's investments consist of certificates of deposit with a maturity date greater than three months from the date of purchase. For reporting purposes, all investments are recorded at fair value.

In applying GASB Statement No. 31, the City utilized the following methods and assumptions as of December 31, 2015:

1. Fair value is based on quoted market prices as of the valuation date;
2. The investment portfolio did not hold investments in any of the following: a) items required to be reported at amortized costs; b) items subject to involuntary participation in an external pool; and, c) items associated with a fund other than the fund to which the income is assigned.

The City's policy is to hold investments until maturity.

H. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory, if any, in the General Fund consists of expendable supplies held for consumption. The cost is recorded as expenditure at the time individual inventory items are used, rather than in the period purchased. Reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Inventories of the Water and Sewer Funds, if any, consist of various repair parts and supplies.

I. Prepaid Expenses

Payments made to vendors for service that will benefit periods beyond December 31, 2015 are recorded as prepaid items and are expensed during the period benefited.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

J. Restricted Assets

Certain proceeds from the Water and Sewer Enterprise Fund's revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. The "revenue bond current debt service" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "debt service reserve fund" account is used to report resources set aside to make up potential future deficiencies in the revenue bond current debt service account.

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

Capital assets purchased or acquired with an original cost of $3,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. 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. No interest was capitalized during fiscal year ended December 31, 2015. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30-50 years
Improvement other than buildings	25-50 years
Infrastructure	30-50 years
Office equipment	10-20 years
Furniture and fixtures	10-20 years
Vehicles	5-10 years
Machinery and equipment	5-10 years

The City only reports infrastructure assets purchased subsequent to December 31, 2003.

L. Bond Premiums, Discounts and Issuance Cost

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types and government-wide financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method while issuance costs are expensed in the year incurred. Bonds payable are reported at their unpaid balance.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

M. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as liability in the fund financial statements only to the extent that they are due for payment during the current year. Long-term loans are recognized as a liability on the governmental fund financial statements when due.

N. Revenues

Substantially all governmental fund revenues are accrued. When applicable, property taxes are billed and collected within the same period in which the taxes are levied. In applying GASBS No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

O. Expenditures

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

P. Compensated Absences

The City accrues accumulated unpaid vacation and sick leave benefits, which will be paid to employees upon separation from service, when earned (or estimated to be earned) by the employee. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations. In accordance with the provisions of Statement No. 16 of the Governmental Accounting Standards Board, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Q. Interfund Activity

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

R. Encumbrances

Encumbrances accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

S. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditures) until then. The City has one item that qualifies for reporting in this category as of December 31, 2015 which is deferred pension outflows recognized in the Statement of Net Position.

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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, probation fines, and intergovernmental revenues. In addition, the City recognizes deferred pension inflows in its Statement of Net Position under governmental activities.

T. Fund Balance – Governmental Funds

As of December 31, 2015, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of City of Senoia's Council. Senoia's Council is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through ordinances approved by City Council prior to end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken to remove or revise the limitation.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Only the City Council may assign amounts for specific purposes through passage of a resolution. Unlike commitments, assignments generally only exist temporarily and do not normally have to have an additional action taken for their removal.

Unassigned – all other spendable amounts.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

T. Fund Balance – Governmental Funds, Continued

As of December 31, 2015, fund balances are composed of the following:

	Non-Spendable - Prepaids	Restricted: Capital Outlay	Restricted: Police Activities	Restricted: Park Improvements	Unassigned
General Fund	$ 19,414	$ -	$ -	$ 165,000	$ 1,834,906
Confiscated Assets Fund	-	-	6,637	-	-
SPLOST 4 Fund	-	1,088,841	-	-	-
Development Impact Fee Fund	-	274,047	-	-	-
Total	$ 19,414	$ 1,362,888	$ 6,637	$ 165,000	$ 1,834,906

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions.

U. Net Position

Net position represents the difference between assets plus deferred outflows and liabilities plus deferred inflows. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The City's government-wide statement of net position reports $2,057,599 in restricted net position, of which $1,369,525 is restricted by enabling legislation.

The City applies restricted resources first when an expense is incurred for which both restricted and unrestricted net position are available.

V. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, tap-on fees to the extent they exceed the cost of connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

W. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

X. Budgets and Budgetary Accounting

The City Council adopts an annual budget for all of the City's funds. Public hearings are conducted to obtain taxpayer comments. The operating budget includes proposed expenditures and the means of financing them. The budget is legally enacted by the passage of a resolution. Any revisions that alter the total expenditures of any department must be approved by City Council. Formal budgetary integration is employed as a management control device during the year.

Governmental fund type budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) at the legal level of budgetary control which is the department level. Expenditures may not exceed the appropriations within a fund. Budgets, as reported in the financial statements, are as amended in April 2016. All annual appropriations lapse at year end.

Y. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City of Senoia Retirement Plan (SRP) and additions to/deductions from SRP's fiduciary net position have been determined on the same basis as they are reported in the SRP. For this purpose, benefit payments (including refunds of employee contributions, if applicable) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2. CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City follows the State's requirement for all deposits in excess of Federal Deposit Insurance be collateralized by securities equal to at least 110% of the excess deposits. As of December 31, 2015 $4,435,672 of the government's bank balance of $4,935,672 was exposed to custodial credit risk as follows:

The City's deposits are classified as follows at December 31, 2015:

Uninsured and uncollateralized	$ -
Collateralized with securities held by pledging financial institution or its agent	4,435,672
Total	$ 4,435,672

Investments

Investments - Statutes authorize the City to invest in obligations of the United States and of its agencies and instrumentalities, bonds of the State of Georgia and its agencies, instrumentalities and political subdivisions, and certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations.

Investments as of December 31, 2015, consisted of certificates of deposits and are included in the above mentioned bank balances. Investments are stated at cost plus accrued interest, which approximates fair value.

(See Independent Auditor's Report).

3. PROPERTY TAX

Property taxes were levied on August 17, 2015 and are due 60 days after the receipt of the tax notice. Property taxes attach as an enforceable lien on the property as of January 1. A local option sales tax is in force. Proceeds from this tax are remitted to the City on a monthly basis and are utilized to give property tax owners tax relief. The City has obtained the service of Coweta County to bill and collect the City's property taxes. The County remits monies collected to the City on a semi-monthly basis. Property taxes receivable at December 31, 2015 amounted to $120,074.

4. INTERGOVERNMENTAL REVENUES AND RECEIVABLES

Intergovernmental revenues and receivables reported in the fund financial statements for the year ended December 31, 2015 consist of the following:

	Revenue	Receivable
General Fund		
Housing Authority	$ 332	$ -
Development Impact Fee Fund		
Multi-Use Trail	10,736	660
SPLOST 5 Fund		
Georgia Department of Transportation -		
Resurfacing and Streetscape grants	113,196	24,098
Coweta County, Georgia - SPLOST Agreement	534,011	96,769
Total Capital Contributions from grants	$ 658,275	$ 121,527

(See Independent Auditor's Report)

5. RECEIVABLES

Receivables at year end, including the applicable allowances for uncollectible accounts, are as follows:

	General	SPLOST 5	Development Impact Fee	Total
Taxes	$ 510,617	$ -	$ -	$ 510,617
Fines	78,335	-	-	78,335
Accounts	2,392	-	-	2,392
Intergovernmental	-	120,867	660	121,527
Gross Receivables	591,344	120,867	660	712,871
Less: Allowance for Uncollectibles	(43,000)	-	-	(43,000)
Net Total Receivables	$ 548,344	$ 120,867	$ 660	$ 669,871

Proprietary Funds

	Water	Sewer	Solid Waste Management	Total
Accounts	$ 131,535	$ 109,105	$ 28,378	$ 269,018
Less: Allowance for Uncollectibles	(29,000)	(24,000)	(9,000)	(62,000)
Net Total Receivable	$ 102,535	$ 85,105	$ 19,378	$ 207,018

6. INTER-FUND TRANSACTIONS

Individual fund interfund receivable and payable balances at December 31, 2015 were as follows:

	Payable From				
Payable To	General	Dev. Impact Fee	Water	Stormwater	Totals
General	$ -	$ 2,541	$ 175,067	$ -	$ 177,608
SPLOST 5	13,319	-	-	-	13,319
Impact Fee	-	-	-	-	-
Sewer	937,533	-	-	-	937,533
Water	-	-	-	-	-
Totals	$ 950,852	$ 2,541	$ 175,067	$ -	$ 1,128,460

(See Independent Auditor's Report)

6. INTER-FUND TRANSACTIONS, Continued

The City's General Fund's operating bank account receives all deposits from the General Fund, and from the Water, Sewer, and Stormwater Fund's operations. All monies collected for the Water, Sewer and Stormwater Funds and all expenditures paid for the Water, Sewer and Stormwater Funds are made through the General Fund's operating bank account. The cumulative net amount over the years (receipts over expenditures) is either due to or due from the Water, Sewer and Stormwater Funds. The amount due to SPLOST 5 from the General Fund is for a deposit of a grant in the General Fund that should have been deposited in the SPLOST Fund. The amount due the Development Impact Fee Fund from the General Fund is for overpayment of administrative fees.

Individual fund interfund transfers for the year ended December 31, 2015 were as follows:

Transfer To	Transfer From: Solid Waste	Transfer From: General	Totals
General	$ 17,360	$ -	$ 17,360
Stormwater	-	73,990	73,990
Total	$ 17,360	$ 73,990	$ 91,350

During the fiscal year ended December 31, 2015, the Solid Waste Fund transferred $17,360 to the General Fund as a result of net cash flows and the General Fund transferred $73,990 to the Stormwater Fund to finance operations. Management is expected to begin assessing a stormwater fee during fiscal year 2016 to finance the operations of the Stormwater Fund.

(See Independent Auditor's Report)

7. PROPERTY, PLANT AND EQUIPMENT

Capital asset activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 1,623,930	$ -	$ -	$ 1,623,930
Construction in progress	213,703	147,550	-	361,253
Total	1,837,633	147,550	-	1,985,183
Capital assets being depreciated:				
Buildings and improvements	2,255,531	-	-	2,255,531
Improvements other than buildings	401,544	65,825	-	467,369
Infrastructure	2,216,850	167,714	-	2,384,564
Machinery and equipment	695,113	70,233	-	765,346
Office equipment	182,767	4,709	-	187,476
Vehicles, including related equipment	849,449	73,738	(34,423)	888,764
Furniture and fixtures	91,310	-	-	91,310
Total capital assets being depreciated	6,692,564	382,219	(34,423)	7,040,360
Less accumulated depreciation for:				
Buildings and improvements	421,432	56,482	-	477,914
Improvements other than buildings	98,448	13,991	-	112,439
Infrastructure	307,411	58,379	-	365,790
Machinery and equipment	424,801	61,868	-	486,669
Office equipment	125,478	9,066	-	134,544
Vehicles, including related equipment	433,168	97,176	(21,719)	508,625
Furniture and other equipment	49,604	7,359	-	56,963
Total accumulated depreciation	1,860,342	304,321	(21,719)	2,142,944
Total capital assets being depreciated, net	4,832,222	77,898	(12,704)	4,897,416
Governmental capital assets, net	$ 6,669,855	$ 225,448	$ (12,704)	$ 6,882,599

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

General Government	$ 20,795
Police	149,729
Highways and Streets	77,770
Planning and Zoning	4,019
Cemetery	2,207
Parks and Recreation	41,857
Library	7,944
Total depreciation expense	$ 304,321

7. PROPERTY, PLANT AND EQUIPMENT – (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital assets, not being depreciated:				
Land	$ 939,121	$ -	$ -	$ 939,121
Construction in progress	-	-	-	-
Total	939,121	-	-	939,121
Capital assets being depreciated:				
Buildings and improvements	241,598	-	-	241,598
Improvements other than buildings	15,625,469	22,021	-	15,647,490
Vehicles	152,811	-	-	152,811
Machinery and equipment	658,700	6,810	-	665,510
Total capital assets being depreciated	16,678,578	28,831	-	16,707,409
Less accumulated depreciation for:				
Buildings and improvements	50,880	6,040	-	56,920
Improvements other than buildings	3,799,849	314,455	-	4,114,304
Vehicles	110,547	10,346	-	120,893
Machinery and equipment	456,019	42,684	-	498,703
Total capital assets being depreciated	4,417,295	373,525	-	4,790,820
Total capital assets being depreciated, net	12,261,283	(344,694)	-	11,916,589
Business-Type Activities capital assets, net	$ 13,200,404	$ (344,694)	$ -	$ 12,855,710

Depreciation expense was charged to functions/programs as follows:

Water	$ 135,154
Sewer	238,371
Total depreciation expense	$ 373,525

(See Independent Auditor's Report)

8. LONG-TERM DEBT

Changes in Long-Term Debt

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended December 31, 2015:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental Activities					
Capital Leases - Equipment	$ 220,060	$ 15,872	$ (71,523)	$ 164,409	$ 78,288
Net Pension Liability	283,953	173,972	(149,702)	308,223	-
Accrued Compensated Absences	50,651	95,080	(76,161)	69,570	-
Total Governmental Activity Long-Term Debt	$ 554,664	$ 284,924	$ (297,386)	$ 542,202	$ 78,288
Business-Type Activities					
Revenue Bonds - GMAC	$ 285,000	$ -	$ (35,000)	$ 250,000	$ 35,000
Revenue Bonds - Rural Dev	4,807,053	-	(81,970)	4,725,083	85,639
GEFA Notes Payable	972,109	-	(60,051)	912,058	62,566
Total Business-Type Activity Long-Term Debt	$ 6,064,162	$ -	$ (177,021)	$ 5,887,141	$ 183,205

The City's General Fund is typically used to liquidate all governmental activity long-term liabilities.

The Water Enterprise Fund is used to liquidate the revenue bonds – GMAC and the GEFA Notes. The Sewer Fund is used to liquidate the revenue bonds – Rural Development.

Governmental Activities Long-Term Debt –

Capital Lease Obligations –

Equipment –

The City has entered into three lease-purchase and security agreements for the purchase of seven police vehicles and other police equipment. The City intends to continue to abide by the terms of the lease agreements and eventually own the assets. The assets and related liabilities are recorded at the present value of future payments due under the lease. The original cost of the assets amounted to $307,321 and had $42,654 of depreciation expense recorded for the year. Accumulated depreciation on the equipment amounted to $76,095 as of December 31, 2015.

(See Independent Auditor's Report)

8. LONG-TERM DEBT - (Continued)

Governmental Activities Long-Term Debt – (Continued)

Capital Lease Obligation –

Annual repayment requirements under the capital lease obligation agreements are as follows:

F/Y/E	Capital Leases					
	Vehicles		Equipment		TOTALS	
DECEMBER 31,	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2016	68,758	3,157	9,531	1,690	78,289	4,847
2017	70,318	1,596	10,166	1,054	80,484	2,650
2018	-	-	5,636	376	5,636	376
TOTALS	$ 139,076	$ 4,753	$ 25,333	$ 3,120	$ 164,409	7,873

Business-Type Activities Long-Term Debt –

The City issues revenue bonds and enters into construction note agreements with the Georgia Environmental Facilities Authority where in both types of debt the government pledges income derived from the acquired or constructed assets to pay debt service. Amounts outstanding at the end of the current fiscal year related to bonds and notes issued in prior years and the current year to finance construction projects to improve the City's water distribution and wastewater treatment facilities.

Water and Sewer Long-Term Debt – Continued
Water and Sewer Enterprise Fund long-term liabilities outstanding at year end are as follows:

Water Revenue Bonds in the amount of $812,000, with interest at 5.0%, annual principal and interest payments ranging from $49,250 to $51,500 until December 2021	$ 250,000
Water note payable to the Georgia Environmental Facilities Authority, in the total amount of $264,800, interest from 3.96%, matures in 2018	58,278
Water note payable to the Georgia Environmental Facilities Authority, in the amount of $1,014,166, interest at 4%, matures in 2031	853,780
Sewer Revenue Bonds in the amount of $5,430,300, interest at 4.375%, payable in monthly installments of $24,200, matures June 2044	4,725,083
Total Business-Type Activities Long-Term Debt	$5,887,141

8. LONG-TERM DEBT - (Continued)

Annual repayment requirements to amortize all long-term obligations as they mature are as follows:

F/Y/E December 31,	Sewer Fund Revenue Bonds Principal	Sewer Fund Revenue Bonds Interest	Water Fund Notes Payable Principal	Water Fund Notes Payable Interest	Water Fund Revenue Bonds Principal	Water Fund Revenue Bonds Interest
2016	$ 85,639	$ 205,001	$ 62,566	$ 37,070	$ 35,000	$ 12,500
2017	89,462	201,178	65,185	34,451	40,000	11,169
2018	93,455	197,185	55,554	31,783	40,000	8,750
2019	97,627	193,013	45,294	29,743	45,000	6,750
2020	101,985	188,655	47,234	27,803	45,000	4,500
2021	106,537	184,103	49,256	25,781	45,000	2,250
2022	111,293	179,347	51,365	23,672	-	-
2023	116,260	174,380	53,565	21,472	-	-
2024	121,450	169,190	55,858	19,179	-	-
2025	126,871	163,769	58,250	16,787	-	-
2026	132,535	158,105	60,744	14,293	-	-
2027	138,451	152,189	63,345	11,692	-	-
2028	144,631	146,009	66,057	8,980	-	-
2029	151,087	139,553	68,886	6,151	-	-
2030	157,831	132,809	71,835	3,202	-	-
2031	164,876	125,764	37,064	455	-	-
2032	172,236	118,404	-	-	-	-
2033	179,925	110,715	-	-	-	-
2034	187,956	102,684	-	-	-	-
2035	196,346	94,294	-	-	-	-
2036	205,110	85,530	-	-	-	-
2037	214,266	76,374	-	-	-	-
2038	223,831	66,809	-	-	-	-
2039	233,822	56,818	-	-	-	-
2040	244,259	46,381	-	-	-	-
2041	255,163	35,477	-	-	-	-
2042	266,552	24,088	-	-	-	-
2043	278,451	12,189	-	-	-	-
2044	127,176	10,014	-	-	-	-
	$ 4,725,083	$ 3,550,027	$ 912,058	$ 312,514	$ 250,000	$ 45,919

(See Independent Auditor's Report)

9. UNAVAILABLE REVENUES

Unavailable revenues as of December 31, 2015, reported in the Governmental Fund's balance sheet, consisted of the following revenue items which had been earned and were measurable but were not received within 60 days after year end and therefore were not considered available:

Property taxes	$ 69,388
Fines and forfeitures	10,105
Intergovernmental	660
Total unavailable revenues - Governmental Funds	$ 80,153

10. RELATED ORGANIZATION

Related organizations are excluded from the financial reporting entity because the City's accountability does not extend beyond making appointments. Audited financial statements are available from the respective organizations.

The City of Senoia Housing Authority is considered a related organization. The Authority operates a multi-family housing facility which is located within the city limits. The citizens who serve as the governing board are appointed by the Mayor and Council. The City has no significant influence over the management budget or policies of the Authority

11. JOINT VENTURES

Three Rivers Regional Commission

Under Georgia law, the City, in conjunction with other cities and counties in the Metro Atlanta area, is a member of the Three Rivers Regions Commission. Membership in this organization is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the Commission in Georgia. The Board's membership includes the chief elected official of each county and four representatives from each member county. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the Center. Separate financial statements may be obtained from:

Three Rivers Regional Commission
13273 Hwy 34 East,
P.O. Box 1600
Franklin, Georgia 30217

(See Independent Auditor's Report)

12. RISK MANAGEMENT

The City of Senoia is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City is a member of Georgia Interlocal Risk Management Agency. This membership allows the City to share liability, crime, motor vehicle and property damage risks.

Coverages are as follows:

Coverage Description – Property:	
Buildings and contents – (Blanket)	$8,975,363
Automobile physical damage	Per Application on file with GIRMA
Coverage Description – Casualty:	
Comprehensive general liability	$1,000,000
Automobile liability	$1,000,000
Errors and omissions (Public Officials)	$1,000,000
Employee benefits liability	$1,000,000
Pollution liability	$1,000,000
Coverage Description – Crime:	
Blanket bond – employees required to be bonded	$500,000
Blanket bond – all other employees	$500,000
Depositors forgery	$500,000
Money and securities – loss inside and outside premises	$500,000
Deductible:	
All coverages are subject to a per occurrence deductible of	$1,000

Coverage Exceptions:

Coverage Subject to a Retroactive Date:

Public officials and employee benefits liability coverages are subject to a retroactive date of 1/1/1989.

Chapter 85 Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. The Georgia Interlocal Risk Management Agency (GIRMA) is a municipal interlocal risk management agency to function as an unincorporated non-profit instrumentality of its member municipalities – GIRMA establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government.

The basis for estimating the liabilities for unpaid claims is "IBNR" established by an actuary.

During the year ended December 31, 2015, the City paid no claims. The City has not compiled a record of the claims paid up to the $1,000 deductible for the prior years. The City is not aware of any claims which the City is liable for (up to the $1,000) which were outstanding and unpaid at December 31, 2015. No provisions have been made in the financial statements for the year ended December 31, 2015 for any estimate of potential unpaid claims.

(See Independent Auditor's Report)

12. Risk Management (continued)

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the City of Senoia became a member of the Georgia Municipal Associated Workers' Compensation Self Insurance Fund. The liability of the fund to the employees of any employer (City of Senoia) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and / or employer's liability.

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

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

13. CONTINGENCIES

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

There were no lawsuits or complaints as of December 31, 2015 that management believes will have a material effect on the financial condition of the City.

14. EMPLOYEE BENEFIT PENSION PLANS

Defined Benefit Plan -

Plan Description

The City, as authorized by the City Council, has established a defined benefit pension plan (The City of Senoia Retirement Plan) covering all full-time employees. The City's pension plan is affiliated with the Georgia Municipal Employee Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the City are commingled with contributions made by other members of GMEBS for investment purposes. The City does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan -

Plan Description, continued

As provided by State law, benefit provisions for Participants in GMEBS are established and amended by the respective employers. As authorized by the City Council, the Plan provides pension benefits and death and disability benefits for Plan members and beneficiaries. All employees, excluding elected officials, who work thirty hours or more per week, are eligible to participate immediately upon hiring. Benefits vest after five years of service. A City employee who retires at age 65 with five years of service is entitled to benefits of 1.50% of final average earnings in excess of covered compensation. An employee may elect early retirement at age 55 provided he or she has a minimum of 25 years total credited service to receive full benefits, otherwise early retirement may be elected after only 10 years of service for reduced benefits. Ten years of service is required for nonservice related disability benefits. Disability benefits are paid out at 20% of an employee's current salary. Death benefits are calculated using an actuarial reserve.

At July 1, 2015, the date of the most recent actuarial valuation, there were 52 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	7
Terminated vested participants not yet receiving benefits	10
Active employees - vested	19
Active employees - nonvested	16
Total	52

Contributions

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standard law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the Plan which meets State minimum requirements and will accumulate sufficient funds to provide the benefits under the Plan. The funding policy for the Plan is to contribute an amount equal to or greater than the recommended contribution described below. For fiscal year 2015, the actuarially determined contribution rate was 5.77% of covered payroll.

For fiscal year ended December 31, 2015, the City's recommended and actual contribution was $74,127 which was actuarially determined and is expected to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The amount of employer contributions recognized in the actuarial report date July 1, 2015 and recognized as an expense in the Government-Wide Statement of Activity was $81,992.

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Pension Liabilities, Pension Expense, and Deferred Outflows and Deferred Outflows of Resources Related to Pensions

At December 31, 2015, the City reported a liability of $308,223 for its net pension liability. The net pension liability was measured as of March 31, 2015 and was determined by an actuarial valuation as of July 1, 2015. The changes in the Net Pension Liability for the year ended March 31, 2015 (the measurement date) were as follow:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at March 31, 2014	$ 1,049,157	$ 765,204	$ 283,953
Changes for the year-			
Service cost	56,627	-	56,627
Interest	79,906	-	79,906
Differences between expected and actual experience	33,025	-	33,025
Contributions - Employer	-	73,462	(73,462)
Net investment income	-	75,669	(75,669)
Benefit payments, including refunds of employee contributions	(36,222)	(36,222)	-
Administrative expense	-	(4,414)	4,414
Other	(571)	-	(571)
Net Changes	132,765	108,495	24,270
Balance at March 31, 2015	$ 1,181,922	$ 873,699	$ 308,223

Effective July 1, 2015, the Plan was amended to provide for immediate participation for Employees. This change has no impact on service credited under the Plan and has no impact on benefits. As a result of this change, all Employees are now included in the valuation. This change has minimal impact on the Plan's liability.

For the year ended December 31, 2015, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	$ 56,627
Interest on The Pension Liability (TPL)	79,906
Administrative expenses	4,414
Expected return on assets	(60,575)
Expensed portion of current year period differences between expected and actual experience in TPL	4,717
Expensed portion of current year period assumption changes	(79)
Expensed portion of current year period differences between projected and actual investment earnings	(3,018)
Total expense	$ 81,992

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Pension Liabilities, Pension Expense, and Deferred Outflows and Deferred Outflows of Resources Related to Pensions, Continued

$55,595 reported as deferred outflows of resources related to pensions resulting from the City's contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

F/Y/E December 31,	Deferred Outflows	Deferred Inflows
2016	$ 4,718	$ (3,101)
2017	4,718	(3,101)
2018	4,718	(3,101)
2019	4,718	(3,101)
2020	4,718	(82)
2021 and Thereafter	4,718	(82)
	$ 28,308	$ (12,568)

Outstanding balances of deferred outflows/inflows of resources related to pensions as of December 31, 2015 are as follow:

	Outflows	Inflows
Contributions subsequent to the measurement date	$ 55,595	$ -
Demographic	28,308	-
Investment	-	12,076
Assumption change	-	492
Total	$ 83,903	$ 12,568

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Actuarial Assumptions

The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions:

Net Investment Rate of Return	7.75%
Projected Salary Increases	3.25% plus service based merit increases
Cost of Living Adjustments	0.00%
Mortality Rates -	
Healthy	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward 2 years for males and 1 year for females
Disabled	RP-2000 Disabled Retiree Mortality Table - sex distinct rates
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through June 30, 2014.

The long-term 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 March 31, 2015 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	50.00%	5.95%	9.20%
International equity	15.00%	6.45%	9.70%
Fixed income	25.00%	1.55%	4.80%
Real estate	10.00%	3.75%	7.00%
Cash	0.00%		
Total	100.00%		

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that contributions from the City will be made at the actuarially determined contribution rate. Based on those assumptions, the pension 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability
To Changes in the Discount Rate

The following presents the City's net pension liability calculated using the discount rate of 7.75 percent, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.75%)	Current Rate (7.75%)	1% Increase (8.75%)
Net Pension Liability	$ 496,464	$ 308,223	$ 154,739

Pension Plan Net Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued City of Senoia Retirement Plan financial report.

15. RESTRICTED ASSETS

Pursuant to the Water and Sewer Revenue Bonds, the City was required to create various funds and accounts. Balances in these bond restricted funds and other various restricted funds and accounts as of December 31, 2015 are as follows:

Revenue Bond Restricted Assets -	
Debt service account	$ 91,107
Debt service reserve fund	401,591
Renewal and extension fund	30,376
Capital projects-	
Special purpose local option sales funds	954,655
Development impact fee funds	276,588
Confiscated asset funds	6,637
	$ 1,760,954

(See Independent Auditor's Report)

16. CONDUIT DEBT OBLIGATION

In June 2014 the Development Authority of the City of Senoia, Georgia issued $11,905,000 aggregate principal amount of Charter School Revenue Bonds Series 2014A and $580,000 aggregate principal amount of Charter School Taxable Revenue Bonds Series 2014B. Proceeds from the sale of the Series 2014 Bonds was loaned to Georgia Charter Educational Foundation, Inc., a Georgia Nonprofit Corporation in accordance with the terms of the loan agreement dated June 1, 2014. The proceeds will be used for the purpose of acquiring the charter school building and all other ancillary structures, improvements etc... on approximately 11.2 acres of land. The Series 2014 Bonds do not constitute a debt, moral obligation, liability, or a loan, or credit or pledge of full faith and credit of the taxpayers of the City of Senoia, Georgia. Accordingly, the bonds have not been reported as liabilities in the accompanying financial statements. As of December 31, 2015 $12,485,000 was outstanding under the bond issues.

17. PRIOR PERIOD ADJUSTMENT

The City implemented the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, for the City of Senoia Retirement Plan (SRP). This Statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expenses/expenditures. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. This Statement also requires enhanced note disclosures and schedules of required supplementary information that will be presented by pension plans that are within its scope.

The implementation of GASB Statement No. 68 had the following effect:

	Governmental Activities
Net position, December 31, 2014	$ 9,124,494
Recognition of deferred pension outflows	54,930
Recognition of net pension liability	(283,953)
Restated net position, December 31, 2014	$ 8,895,471

18. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures, as a part of the combined statements - overview, of certain information concerning individual funds including-

A) Deficit fund balances or net position balances of individual funds – As of December 31, 2015, none of the City's funds had a deficit net fund balance or net position balance.

B) Excess expenditures over budget – There were no actual expenditures that materially (if over 5 percent and greater than $5,000) exceeded their corresponding appropriations at the department level (the legal level of control) for the General Fund or any Special Revenue Fund.

19. DOWNTOWN DEVELOPMENT AUTHORITY DISCLOSURES

Capital Assets –

Capital asset activity for the year ended December 31, 2015 for the Authority was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	$ 1,000	$ -	$ -	$ 1,000
Construction in progress	-	-	-	-
Total	1,000	-	-	1,000
Capital assets being depreciated:				
Buildings and improvements	127,537	-	-	127,537
Furniture and fixtures	10,379	-	-	10,379
Machinery and equipment	23,648	-	-	23,648
Total capital assets being depreciated	161,564	-	-	161,564
Less accumulated depreciation for:				
Buildings and improvements	13,172	4,181	-	17,353
Furniture and fixtures	7,293	842	-	8,135
Machinery and equipment	6,246	2,265	-	8,511
Total capital assets being depreciated	26,711	7,288	-	33,999
Total capital assets being depreciated, net	134,853	(7,288)	-	127,565
Business-Type Activities capital assets, net	$ 135,853	$ (7,288)	$ -	$ 128,565

Long-Term Debt –

In June 2012 the Authority borrowed $85,000 to help finance improvements to the Welcome Center. The note bears interest at the rate of 4.25% and is due in equal monthly installments of $528.85 until June 2017. A summary of changes in long-term debt for the Authority for the year ended December 31, 2015 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Note payable	$ 77,874	$ -	$ (3,046)	$ 74,828	$ 3,175

Annual repayment requirements under the note payable agreement are as follow:

F/Y/E DECEMBER 31,	PRINCIPAL	INTEREST	TOTAL
2016	$ 3,175	$ 3,171	$ 6,346
2017	71,653	1,525	73,178
	$ 74,828	$ 4,696	$ 79,524

(See Independent Auditor's Report)

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CITY OF SENOIA, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS

	Fiscal Year End									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Total Pension Liability										
Service cost	$ 56,627									
Interest	79,906									
Differerences between expected and actual experience	33,025		(Historical information prior to implementation of GASB 67/68 is not required)							
Other	(571)									
Benefit payments	(36,222)									
Net changes in total pension liability	132,765									
Total pension liability - beginning	1,049,157									
Total pension liability - ending	$ 1,181,922									
Plan Fiduciary Net Position										
Contributions - employer	$ 73,462									
Net investment income	75,669									
Benefit payments	(36,222)		(Historical information prior to implementation of GASB 67/68 is not required)							
Administrative expense	(4,414)									
Other	-									
Net cvhange in fiduciary net position	108,495									
Plan fiduciary net position - beginning	765,204									
Plan dicuciary net position - ending	$ 873,699									
Net Pension Liability										
Net pension liability	$ 308,223									
Plan's fiduciary net position as a percentage of the total pension liability	73.92%		(Historical information prior to implementation of GASB 67/68 is not required)							
Covered-employee payroll	$ 1,412,558									
Net pension liability as a percentage of covered payroll	21.82%									

CITY OF SENOIA, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS

	Fiscal Year End									
	2015	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**	**2006**
Actuarially determined contributions	74,127									
Contributions in relation to the actuarially determined contribution	(74,127)									
Contribution deficiency (excess)	-									
Covered-employee payroll	1,285,779									
Contributions as a percentage of covered-employee payroll	5.77%									

(Historical information prior to implementation of GASB 67/68 is not required)

CITY OF SENOIA, GEORGIA

NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2015

Note 1

Significant methods and assumptions used in calculating the actuarially determined calculations are as follow:

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Projected Unit Credit
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 10 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.

Actuarial Assumptions:

Net Investment Rate of Return	7.75%
Projected Salary Increases	3.25% plus service based merit increases
Cost of Living Adjustments	0.00%
Mortality Rates -	
Healthy	RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward 2 years for males and 1 year for females
Disabled	RP-2000 Disabled Retiree Mortality Table - sex distinct rates
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

No significant factors changed that significantly affected trends in the amounts reported such as changes in benefit terms, the size or composition of the population covered by the benefit terms, or assumptions used.

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CITY OF SENOIA, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Cash	$ 2,535,618	$ 2,067,754
Receivables:		
Taxes	510,617	475,276
Fines	35,335	66,771
Other	2,392	-
Due from other funds	177,608	48,268
Due from component unit	321	-
Prepaid expenses	19,414	35,240
Total Assets	$ 3,281,305	$ 2,693,309
LIABILITIES		
Accounts payable	$ 153,661	$ 87,259
Accrued expenses		
Salaries and wages	32,558	26,824
Other	3,885	684
Due to other funds	950,852	882,136
Deposits	2,000	-
Unearned revenues	39,536	-
Total Liabilities	1,182,492	996,903
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenues	79,493	107,652
FUND BALANCE:		
Nonspendable	19,414	35,240
Restricted - park improvements	165,000	-
Unassigned	1,834,906	1,553,514
Total Fund Balance	2,019,320	1,588,754
Total Liabilities, Deferred Inflows of Resources and Fund Balance	$ 3,281,305	$ 2,693,309

CITY OF SENOIA, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
REVENUES		
Taxes	$ 2,260,816	$ 2,127,419
Licenses and permits	124,741	139,578
Intergovernmental grants	332	332
Charges for services	44,301	207,396
Fines, fees and forfeitures	357,896	381,300
Investment income	1,904	2,218
Donations	165,000	-
Rental income	13,400	12,400
Miscellaneous	46,492	44,934
Total revenues	3,014,882	2,915,577
EXPENDITURES		
Current		
Governing Body	35,887	33,271
Financial Administration	499,582	500,502
Government Buildings	35,912	34,934
Municipal Court	221,407	224,687
Public Safety	1,039,631	1,144,883
Highways and Streets	334,992	365,601
Cemetery	812	773
Parks	36,553	2,087
Planning and Zoning	103,181	132,704
Downtown Development	1,972	1,336
Debt Service		
Principal	71,523	71,389
Interest	5,600	525
Capital Outlay	168,467	373,337
Total expenditures	2,555,519	2,886,029
Excess of revenues over (under) expenditures	459,363	29,548
Other financing sources (uses):		
Proceeds from capital lease	15,872	291,449
Proceeds from disposal of capital assets	11,961	13,428
Transfers	(56,630)	12,558
Total other financing sources (uses):	(28,797)	317,435
Net change in fund balance	430,566	346,983
Fund balance - beginning	1,588,754	1,241,771
Fund balance - ending	$ 2,019,320	$ 1,588,754

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
	FINAL BUDGET	ACTUAL	VARIANCE	2014
REVENUES				
Taxes				
Property taxes	$ 780,200	$ 837,883	$ 57,683	$ 777,220
Motor vehicle	140,000	147,061	7,061	147,129
Franchise	315,500	347,752	32,252	345,790
Local option sales	617,900	642,262	24,362	580,699
Alcohol beverage	89,000	91,773	2,773	91,398
Premium	170,700	191,761	21,061	179,495
Intangible	2,500	1,670	(830)	1,955
Transfer	5,000	654	(4,346)	3,733
Other	-	-	-	-
Total taxes	2,120,800	2,260,816	140,016	2,127,419
Licenses and permits				
Business licenses and permits	134,000	124,741	(9,259)	139,578
Intergovernmental	40,300	332	(39,968)	332
Charges for services				
Planning and Zoning fees	14,200	36,711	22,511	34,050
Fire services	-	-	-	160,860
Police services	2,500	3,370	870	2,446
Cemetery fees	5,000	4,220	(780)	10,040
Other	3,000	-	(3,000)	-
Total charges for services	24,700	44,301	19,601	207,396
Fines and forfeitures	340,200	357,896	17,696	381,300
Interest	2,500	1,904	(596)	2,218
Rents	10,500	13,400	2,900	12,400
Miscellaneous				
Contributions	-	165,000	165,000	-
Other	3,000	46,492	43,492	44,934
Total miscellaneous	3,000	211,492	208,492	44,934
Total Revenues	$ 2,676,000	$ 3,014,882	$ 338,882	$ 2,915,577

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
	FINAL BUDGET	ACTUAL	VARIANCE	2014
EXPENDITURES				
Current				
GOVERNING BODY				
Personal services and benefits	$ 26,000	$ 25,882	$ 118	$ 26,288
Purchased/contracted services	14,800	10,005	4,795	6,983
Total Governing Body	40,800	35,887	4,913	33,271
FINANCIAL ADMINISTRATION				
Personal services and benefits	270,600	277,182	(6,582)	272,740
Purchased/contracted services	200,100	204,916	(4,816)	204,298
Supplies	20,400	17,484	2,916	23,464
Total Financial Administration	491,100	499,582	(8,482)	500,502
GOVERNMENT BUILDINGS				
Personal services and benefits	-	-	-	-
Purchased/contracted services	20,300	26,572	(6,272)	25,109
Supplies	23,300	9,340	13,960	9,825
Total Government Buildings	43,600	35,912	7,688	34,934
MUNICIPAL COURT				
Personal services and benefits	82,100	82,932	(832)	73,663
Purchased/contracted services	43,000	39,551	3,449	40,538
Supplies	1,000	770	230	629
Other costs	105,300	98,154	7,146	109,857
Total Municipal Court	231,400	221,407	9,993	224,687

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CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
	FINAL BUDGET	ACTUAL	VARIANCE	2014
PUBLIC SAFETY				
POLICE SERVICES				
Personal services and benefits	$ 799,300	$ 790,370	$ 8,930	$ 719,046
Purchased/contracted services	165,100	156,224	8,876	154,449
Supplies	97,200	93,037	4,163	110,528
Total Police Services	1,061,600	1,039,631	21,969	984,023
FIRE SERVICES				
Purchased/contracted services	-	-	-	160,860
Total Fire Services	-	-	-	160,860
Total Public Safety	1,061,600	1,039,631	21,969	1,144,883
HIGHWAYS AND STREETS				
Personal services and benefits	186,600	189,307	(2,707)	182,729
Purchased/contracted services	98,400	43,909	54,491	64,068
Supplies	111,400	101,776	9,624	118,804
Total Highways and Streets	396,400	334,992	61,408	365,601
CEMETERY				
Purchased/contracted services	1,200	812	388	773
Total Cemetery	1,200	812	388	773
LIBRARY				
Purchased/contracted services	-	-	-	-
Total Library	-	-	-	-
PARKS				
Purchased/contracted services	37,400	36,553	847	2,087
Total Parks	37,400	36,553	847	2,087

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
	FINAL BUDGET	ACTUAL	VARIANCE	2014
PLANNING AND ZONING				
Personal services and benefits	$ 60,500	$ 63,137	$ (2,637)	$ 60,097
Purchased/contracted services	47,000	38,099	8,901	68,919
Supplies	4,200	1,945	2,255	3,688
Total Planning and Zoning	111,700	103,181	8,519	132,704
DOWNTOWN DEVELOPMENT				
Purchased/contracted services	2,200	1,972	228	1,336
Supplies	100	-	100	-
Total Community Development	2,300	1,972	328	1,336
DEBT SERVICE:				
Principal	87,300	71,523	15,777	71,389
Interest	2,000	5,600	(3,600)	525
Total Debt Service	89,300	77,123	12,177	71,914
CAPITAL OUTLAY				
Financial Administration	11,500	11,369	131	2,411
Court	-	-	-	-
Police Services	131,700	141,880	(10,180)	310,905
Highways and Streets	26,000	14,460	11,540	59,221
Parks	-	758	(758)	800
Library	-	-	-	-
Planning and Zoning	-	-	-	-
Total Capital Outlay	169,200	168,467	733	373,337
Total Expenditures	$ 2,676,000	$ 2,555,519	$ 120,481	$ 2,886,029

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CITY OF SENOIA, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Cash	$ 6,637	$ 136
Total Assets	$ 6,637	$ 136
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ -	$ -
Unearned revenues	-	-
Total Liabilities	-	-
Fund Equity:		
Restricted for police activities	6,637	136
Total Fund Equity	6,637	136
Total Liabilities and Fund Equity	$ 6,637	$ 136

CITY OF SENOIA, GEORGIA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
CONFISCATED ASSETS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2014

	2015			
Revenues:	Original & Final Budget	Actual	Variance	Actual 2014
Forfeitures	$ 2,400	$ 10,320	$ 7,920	$ -
Interest	-	1	1	-
Total Revenue	2,400	10,321	7,921	-
Expenditures:				
Current				
Police activity	2,400	3,820	(1,420)	23
Capital Outlay	-	-	-	-
Total Expenditures	2,400	3,820	(1,420)	23
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	6,501	6,501	(23)
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	6,501	6,501	(23)
Fund Balance - Beginning of Year	136	136	-	159
Fund Balance - End of Year	$ 136	$ 6,637	$ 6,501	$ 136

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Cash	$ 954,655	$ 633,014
Due from other governments	120,867	115,367
Due from other funds	13,319	37,071
Total assets	$ 1,088,841	$ 785,452
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ 17,478
Unearned revenues	-	38,980
	-	56,458
Deferred inflows of resources		
Unavailable revenues	-	-
Fund balance		
Reserved for specified purposes	1,088,841	728,994
Total fund balance	1,088,841	728,994
Total liabilities and fund balance	$ 1,088,841	$ 785,452

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
REVENUES		
Intergovernmental - Coweta County	$ 534,011	$ 524,963
Intergovernmental - DOT	113,196	48,690
Interest	1,182	763
Total revenues	648,389	574,416
EXPENDITURES		
Administrative	-	-
Capital Outlay -		
Public Safety	-	63,344
Road and street projects	288,542	207,078
Park and recreation projects	-	-
Total expenditures	288,542	270,422
Excess of revenues over (under) expenditures	359,847	303,994
Other financing sources (uses)		
Transfers	-	-
Net change in fund balance	359,847	303,994
Fund Balance -		
Beginning	728,994	425,000
Ending	$ 1,088,841	$ 728,994

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #5 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2015

PROJECTS	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
City Hall	$ 120,000	$ 400	$ -	$ 400	0.3%
Public Safety	200,000	63,344	-	63,344	31.7%
Road, streets, bridges and sidewalks	1,250,000	285,821	288,542	574,363	45.9%
Parks and Recreationsl	1,250,000	55,622		55,622	4.4%
Public Works	300,000	-	-	-	0.0%
	$ 3,120,000	$ 405,187	$ 288,542	$ 693,729	

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CITY OF SENOIA, GEORGIA
DEVELOPMENT IMPACT FEE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
Assets		
Cash	$ 276,588	$ 306,022
Due from other governments	660	6,996
Due from other funds	-	-
Total Assets	$ 277,248	$ 313,018
Liabilities Deferred Inflows of Resources and Fund Equity		
Liabilities:		
Accounts payable	$ -	$ 6,820
Unearned revenues	-	1,265
Due to other funds	2,541	1,042
	2,541	9,127
Deferred inflows of resources		
Unavailable revenues	660	5,456
Fund equity:		
Restricted for capital outlay	274,047	298,435
Total Fund Equity	274,047	298,435
Total Liabilities and Fund Equity	$ 277,248	$ 313,018

CITY OF SENOIA, GEORGIA
DEVELOPMENT IMPACT FEE FUND
SCHEDULE OF REVENUES AND EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2015
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2014

	2015			
	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues				
Impact fees	$ 59,500	$ 18,330	$ (41,170)	$ 48,103
Intergovernmental	-	10,736	10,736	6,600
Interest	-	78	78	70
Total Revenues	59,500	29,144	(30,356)	54,773
Expenditures				
Current				
Bank charges	-	-	-	-
Capital outlay				
Administration	2,500	-	2,500	-
Police	6,000	39,950	(33,950)	-
Library	6,000	-	6,000	-
Parks	45,000	13,582	31,418	29,987
Total Expenditures	59,500	53,532	5,968	29,987
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	(24,388)	(24,388)	24,786
Other Sources and (Uses)				
Transfers	-	-	-	-
Net change in fund balance	-	(24,388)	(24,388)	24,786
Fund Balance - Beginning	298,435	298,435	-	273,649
Fund Balance - End of Year	$ 298,435	$ 274,047	$ (24,388)	$ 298,435

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Current assets		
Cash	$ 268,825	$ 268,260
Receivables-		
Accounts (net)	102,535	80,058
Inventory	4,729	4,729
Restricted assets		
Cash	90,507	90,281
Investments	106,318	106,158
Total current assets	572,914	549,486
Noncurrent assets		
Capital assets		
Land	105,647	105,647
Improvements other than buildings	5,432,379	5,410,358
Buildings	241,597	241,597
Machinery and equipment	399,623	392,813
Vehicles	35,150	35,150
Accumulated depreciation	(2,231,116)	(2,095,962)
Capital assets (net of depreciation)	3,983,280	4,089,603
Total noncurrent assets	3,983,280	4,089,603
Total assets	4,556,194	4,639,089

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
LIABILITIES		
Current liabilities		
Accounts payable	$ -	$ 9,505
Accrued expenses		
Customer deposits	96,149	92,074
Salaries	14,327	13,526
Compensated absences	17,629	16,368
Due to other funds	175,067	35,736
Current liabilities payable from restricted assets		
Revenue bonds	35,000	35,000
Notes	62,566	60,051
Accrued interest	4,415	4,838
Total current liabilities	405,153	267,098
Long-term liabilities		
Revenue bonds	215,000	250,000
Notes payable	849,492	912,058
Total long-term liabilities	1,064,492	1,162,058
Total liabilities	1,469,645	1,429,156
Net Position		
Net investment in capital assets	2,821,222	2,832,494
Restricted under debt ordinance	196,825	196,439
Unrestricted	68,502	181,000
Total Net Position	$ 3,086,549	$ 3,209,933

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
OPERATING REVENUES		
Sales and service	$ 841,673	$ 771,460
Penalties	34,225	34,199
Miscellaneous	13,122	8,996
Total operating revenues	889,020	814,655
OPERATING EXPENSES		
Purchase of product	26,928	21,355
Salaries and related cost	506,940	515,957
Supplies and materials	105,422	99,658
Repairs and maintenance	78,059	76,643
Utilities	43,268	43,520
Depreciation and amortization	135,154	134,087
Other	87,091	97,043
Total operating expenses	982,862	988,263
Operating income (loss)	(93,842)	(173,608)
Non-operating revenues and (expenses)		
Interest earned	904	977
Gain (Loss) on sale of capital asset	-	4,500
Interest expense	(53,411)	(57,585)
Total non-operating revenues (expenses)	(52,507)	(52,108)
Income before transfers and capital contributions	(146,349)	(225,716)
Capital contributions -		
Developers	22,965	53,576
Intergovernmental	-	-
Transfers	-	-
Change in net position	(123,384)	(172,140)
NET POSITION - BEGINNING	3,209,933	3,382,073
NET POSITION - ENDING	$ 3,086,549	$ 3,209,933

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CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Cash flows from operating activities:		
Cash received from customers and users	$ 870,618	$ 826,964
Cash paid to suppliers for goods and services	(470,050)	(440,665)
Cash paid to employees	(385,101)	(393,252)
Net cash provided from operating activities	15,467	(6,953)
Cash flows from investing activities:		
Interest received	904	977
(Purchase) / redemption of investments	(160)	(185)
Net cash from investing activities	744	792
Cash flows from non-capital financing activities:		
Transfers	-	-
Change in due to/from other funds	139,331	114,512
Net cash flows from non-capital financing activities	139,331	114,512
Cash flows from capital financing activities:		
Proceeds from long-term debt	-	-
Principal payments on long-term debt	(95,051)	(92,638)
Interest paid	(53,835)	(57,996)
Capital contributions	22,965	53,576
Procees from sale of capital assets	-	4,500
Purchase / construction of capital assets	(28,830)	(15,000)
Net cash flows from capital financing activities	(154,751)	(107,558)
Net cash flows	791	793
Cash and cash equivalents - beginning	358,541	357,748
Cash and cash equivalents - ending	$ 359,332	$ 358,541

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2015	2014
Operating income (loss)	$ (93,842)	$ (173,608)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	135,154	134,087
(Increase) decrease in receivables	(22,477)	4,789
(Increase) decrease in inventory	-	-
Increase (decrease) in accounts payable	(9,505)	9,505
Increase (decrease) in customer deposits	4,075	7,520
Increase (decrease) in accrued liabilities	2,062	10,754
Total adjustments	109,309	166,655
Net cash from operating activities	$ 15,467	$ (6,953)

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Current assets		
Cash	$ 333,264	$ 333,178
Receivables-		
Accounts (net)	85,105	78,681
Due from other funds	937,533	845,065
Restricted assets		
Cash	326,249	325,436
Total current assets	1,682,151	1,582,360
Noncurrent		
Capital assets		
Land	833,474	833,474
Improvements other than buildings	10,215,111	10,215,111
Vehicles	117,661	117,661
Machinery and equipment	265,887	265,887
Accumulated depreciation	(2,559,703)	(2,321,332)
Capital assets (net of depreciation)	8,872,430	9,110,801
Total assets	10,554,581	10,693,161

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
LIABILITIES		
Current liabilities		
Accounts payable		
Trade	$ -	$ 9,596
Accrued compensated absences	10,296	10,318
Accrued salaries	5,027	1,936
Current liabilities payable from restricted assets		
Revenue bonds	85,639	81,980
Accrued interest	3,398	2,881
Total current liabilities	104,360	106,711
Long-term liabilities		
Revenue bonds	4,639,444	4,725,073
Total long-term liabilities	4,639,444	4,725,073
Total liabilities	4,743,804	4,831,784
Net Position		
Net investments in capital assets	4,147,347	4,303,748
Restricted as to debt covenants	326,249	325,436
Unrestricted	1,337,181	1,232,193
Total Net Position	$ 5,810,777	$ 5,861,377

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
OPERATING REVENUES		
Sales and service	$ 689,004	$ 687,452
Miscellaneous	18,100	19,304
Total operating revenues	707,104	706,756
OPERATING EXPENSES		
Salaries and related cost	140,206	112,663
Supplies and materials	21,429	33,755
Repairs and maintenance	27,879	25,405
Utilities	126,573	124,147
Depreciation and amortization	238,371	240,104
Other	40,462	19,248
Total operating expenses	594,920	555,322
Operating income (loss)	112,184	151,434
Non-operating revenues and (expenses)		
Interest earned	947	929
Interest expense	(209,188)	(203,566)
Total non-operating revenues (expenses)	(208,241)	(202,637)
Income before transfers and capital contributions	(96,057)	(51,203)
Capital contributions -		
Community Development Block Grant	-	105
Developers	45,457	99,669
Change in net position	(50,600)	48,571
NET POSITION - BEGINNING	5,861,377	5,812,806
NET POSITION - ENDING	$ 5,810,777	$ 5,861,377

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CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Cash flows from operating activities:		
Cash received from customers and users	$ 700,680	$ 709,088
Cash paid to suppliers for goods	(261,262)	(225,787)
Cash paid to employees	(101,814)	(81,824)
Net cash provided from operating activities	337,604	401,477
Cash flows from investing activities:		
Interest received	947	929
Net cash from investing activities	947	929
Cash flows from non-capital financing activities:		
Change in due to/from other funds	(92,468)	(157,442)
Net cash flows from non-capital financing activities	(92,468)	(157,442)
Cash flows from capital financing activities:		
Proceeds from long-term debt	-	-
Payments on long-term debt	(81,970)	(87,022)
Interest paid	(208,671)	(203,618)
Purchase / construction of capital assets	-	(53,168)
Capital contributions from Community Development Block Grant	-	105
Capital contributions from developers	45,457	99,669
Net cash flows from capital financing activities	(245,184)	(244,034)
Net cash flows	899	930
Cash and cash equivalents - beginning	658,614	657,684
Cash and cash equivalents - ending	$ 659,513	$ 658,614

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2015	2014
Operating income (loss)	$ 112,184	$ 151,434
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	238,371	240,104
(Increase) decrease in receivables	(6,424)	2,332
Increase (decrease) in accounts payable	(9,596)	9,596
Increase (decrease) in accrued liabilities	3,069	(1,989)
Total adjustments	225,420	250,043
Net cash from operating activities	$ 337,604	$ 401,477

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ 19,378	$ 21,279
Total current assets	19,378	21,279
Total assets	19,378	21,279
LIABILITIES		
Current liabilities		
Accounts payable	-	-
Total current liabilities	-	-
Long-term liabilities	-	-
Total liabilities	-	-
NET POSITION		
Investment in capital assets	-	-
Unrestricted	19,378	21,279
Total Net Position	$ 19,378	$ 21,279

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2015 AND 2014

	2015	2014
OPERATING REVENUES		
Charges for services	$ 241,423	$ 235,907
Total operating revenues	241,423	235,907
OPERATING EXPENSES		
Purchase of product	224,464	221,655
Other	1,500	-
Total operating expenses	225,964	221,655
Operating income (loss)	15,459	14,252
Transfers	(17,360)	(12,558)
Change in net position	(1,901)	1,694
NET POSITION - BEGINNING	21,279	19,585
NET POSITION - ENDING	$ 19,378	$ 21,279

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2015 AND 2014

	2015	2014
Cash flows from operating activities:		
Cash received from customers and users	$ 243,324	$ 234,213
Cash paid to suppliers for goods	(225,964)	(221,655)
Cash paid to employees	-	-
Net cash provided from operating activities	17,360	12,558
Cash flows from investing activities:		
Other	-	-
Net cash from investing activities	-	-
Cash flows from non-capital financing activities:		
Transfers	(17,360)	(12,558)
Net cash flows from non-capital financing activities	(17,360)	(12,558)
Cash flows from capital financing activities:		
Purchase of capital assets	-	-
Net cash flows from capital financing activities	-	-
Net cash flows	-	-
Cash and cash equivalents - beginning	-	-
Cash and cash equivalents - ending	$ -	$ -

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2015	2014
Operating income (loss)	$ 15,459	$ 14,252
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	-	-
(Increase) decrease in receivables	1,901	(1,694)
Increase (decrease) in accounts payable	-	-
Total adjustments	1,901	(1,694)
Net cash from operating activities	$ 17,360	$ 12,558

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2015 AND 2014

	2015	2014
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ -	$ -
Total current assets	-	-
Total assets	-	-
LIABILITIES		
Current liabilities		
Due to other funds	-	11,490
Total current liabilities	-	11,490
Long-term liabilities	-	-
Total liabilities	-	11,490
NET POSITION		
Investment in capital assets	-	-
Unrestricted	-	(11,490)
Total Net Position	$ -	$ (11,490)

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2015 AND 2014

	2015	2014
OPERATING REVENUES		
Charges for services	$ -	$ -
Total operating revenues	-	-
OPERATING EXPENSES		
Professional fees	62,500	11,490
Other	-	-
Total operating expenses	62,500	11,490
Operating income (loss)	(62,500)	(11,490)
Transfers	73,990	-
Change in net position	11,490	(11,490)
NET POSITION - BEGINNING	(11,490)	-
NET POSITION - ENDING	$ -	$ (11,490)

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2015 AND 2014

	2015	2014
Cash flows from operating activities:		
Cash received from customers and users	$ -	$ -
Cash paid to suppliers for goods	(62,500)	(11,490)
Cash paid to employees	-	-
Net cash provided from operating activities	(62,500)	(11,490)
Cash flows from investing activities:		
Other	-	-
Net cash from investing activities	-	-
Cash flows from non-capital financing activities:		
Transfers	73,990	-
Increase in due to other funds	(11,490)	11,490
Net cash flows from non-capital financing activities	62,500	11,490
Cash flows from capital financing activities:		
Purchase of capital assets	-	-
Net cash flows from capital financing activities	-	-
Net cash flows	-	-
Cash and cash equivalents - beginning	-	-
Cash and cash equivalents - ending	$ -	$ -

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
STATEMENTS OF CASH FLOWS

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2015	2014
Operating income (loss)	$ (62,500)	$ (11,490)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	-	-
(Increase) decrease in receivables	-	-
Increase (decrease) in accounts payable	-	-
Total adjustments	-	-
Net cash from operating activities	$ (62,500)	$ (11,490)

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
Assets		
Assets:		
Cash	$ 106,608	$ 107,095
Accounts receivable	3,700	1,850
Note receivable	-	-
Total Assets	$ 110,308	$ 108,945
Liabilities and Fund Equity		
Liabilities:		
Customer deposits	$ 1,850	$ 2,350
Total Liabilities	1,850	2,350
Fund equity:		
Fund Balance - Unassigned	108,458	106,595
Total Fund Equity	108,458	106,595
Total Liabilities and Fund Equity	$ 110,308	$ 108,945

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Revenues:		
Intergovernmental	$ -	$ -
Events and promotions	34,113	24,827
Rents	28,200	28,200
Miscellaneous	750	7,552
Total Revenues	63,063	60,579
Expenditures:		
Purchased / contracted services	43,106	27,897
Supplies	8,063	7,558
Payments to others - Façade Grants	3,685	-
Capital outlay	-	17,063
Other	-	2,000
Debt service -		
Principal	3,046	2,922
Interest	3,300	3,424
Total Expenditures	61,200	60,864
Excess of revenues over (under) expenditures	1,863	(285)
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	1,863	(285)
Fund Balance - Beginning of year	106,595	106,880
Fund Balance - End of year	$ 108,458	$ 106,595

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2015 AND 2014

	2015	2014
Assets		
Assets:		
Cash	$ 15,601	$ 15,581
Accounts receivable	-	-
Note receivable	-	-
Total Assets	$ 15,601	$ 15,581
Liabilities and Fund Equity		
Liabilities:		
Due to primary government	$ 321	$ -
Total Liabilities	321	-
Fund equity:		
Fund Balance - Unassigned	15,280	15,581
Total Fund Equity	15,280	15,581
Total Liabilities and Fund Equity	$ 15,601	$ 15,581

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	2015	2014
Revenues:		
Commissions	$ -	$ 15,606
Interest	20	12
Total Revenues	20	15,618
Expenditures:		
Purchased / contracted services	245	37
Supplies	76	-
Payments to others - Façade Grants	-	-
Capital outlay	-	-
Debt service -		
Principal	-	-
Interest	-	-
Total Expenditures	321	37
Excess of revenues over (under) expenditures	(301)	15,581
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	(301)	15,581
Fund Balance - Beginning of year	15,581	-
Fund Balance - End of year	$ 15,280	$ 15,581