CITY OF SENOIA, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2016

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, 2016

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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, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, 2016 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, 2016, 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 2016 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 2016 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 2016 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 June 12, 2017 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
June 12, 2017

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, 2016. 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, 2016 by $20,230,414. Of this amount, unrestricted net position of $4,003,435 may be used to meet the government's ongoing obligations to citizens and creditors.

- The total net position increased by $1,436,677. Of this amount a net increase of $901,589 was associated with governmental activities and a decrease of $535,088 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 $3,290,317, a decrease of $98,528 in comparison with the prior year. Of this amount $2,248,550 is unassigned and available for spending and $1,041,767 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 $2,248,550 or 79.6 percent of total General Fund expenditures.

- The City of Senoia's total debt obligations (including accrued compensated absences and net pension liability) decreased by $206,931 to a total of $6,222,412. The City made principal payments on its capital leases, revenue bonds and GEFA notes of $261,483 and obtained no additional financing during 2016.

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 2016 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 2016 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, 2016, the City's assets and deferred outflows exceeded liabilities and deferred inflows by $20,230,414. The City's net position reflect its investment in capital assets (72.6 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, $1,544,181 (7.6 percent) is restricted for capital projects and other specified activities and $4,003,435 (19.8 percent) is unrestricted.

City of Senoia's Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	$ 3,952,362	$ 3,700,638	$ 2,602,384	$ 2,099,376	$ 6,554,746	$ 5,800,014
Capital assets	7,762,676	6,882,599	12,710,189	12,855,710	20,472,865	19,738,309
Deferred outflows	136,946	83,903	-	-	136,946	83,903
Total assets and deferred outflows	11,851,984	10,667,140	15,312,573	14,955,086	27,164,557	25,622,226
Current liabilities	522,979	235,337	351,482	334,446	874,461	569,783
Long-term liabilities	518,466	542,202	5,509,299	5,703,936	6,027,765	6,246,138
Deferred inflows	31,917	12,568	-	-	31,917	12,568
Total liabilities and deferred inflows	1,073,362	790,107	5,860,781	6,038,382	6,934,143	6,828,489
Net position:						
Net invetsment in capital assets	7,676,555	6,718,190	7,006,243	6,968,569	14,682,798	13,686,759
Restricted	1,019,664	1,534,525	524,517	523,074	1,544,181	2,057,599
Unrestricted	2,082,403	1,624,318	1,921,032	1,425,061	4,003,435	3,049,379
Total net position	$ 10,778,622	$ 9,877,033	$ 9,451,792	$ 8,916,704	$ 20,230,414	$ 18,793,737

A portion of the net position (7.6 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($4,003,435) 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 $901,589, thereby accounting for 62.8% 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, 2016 and 2015

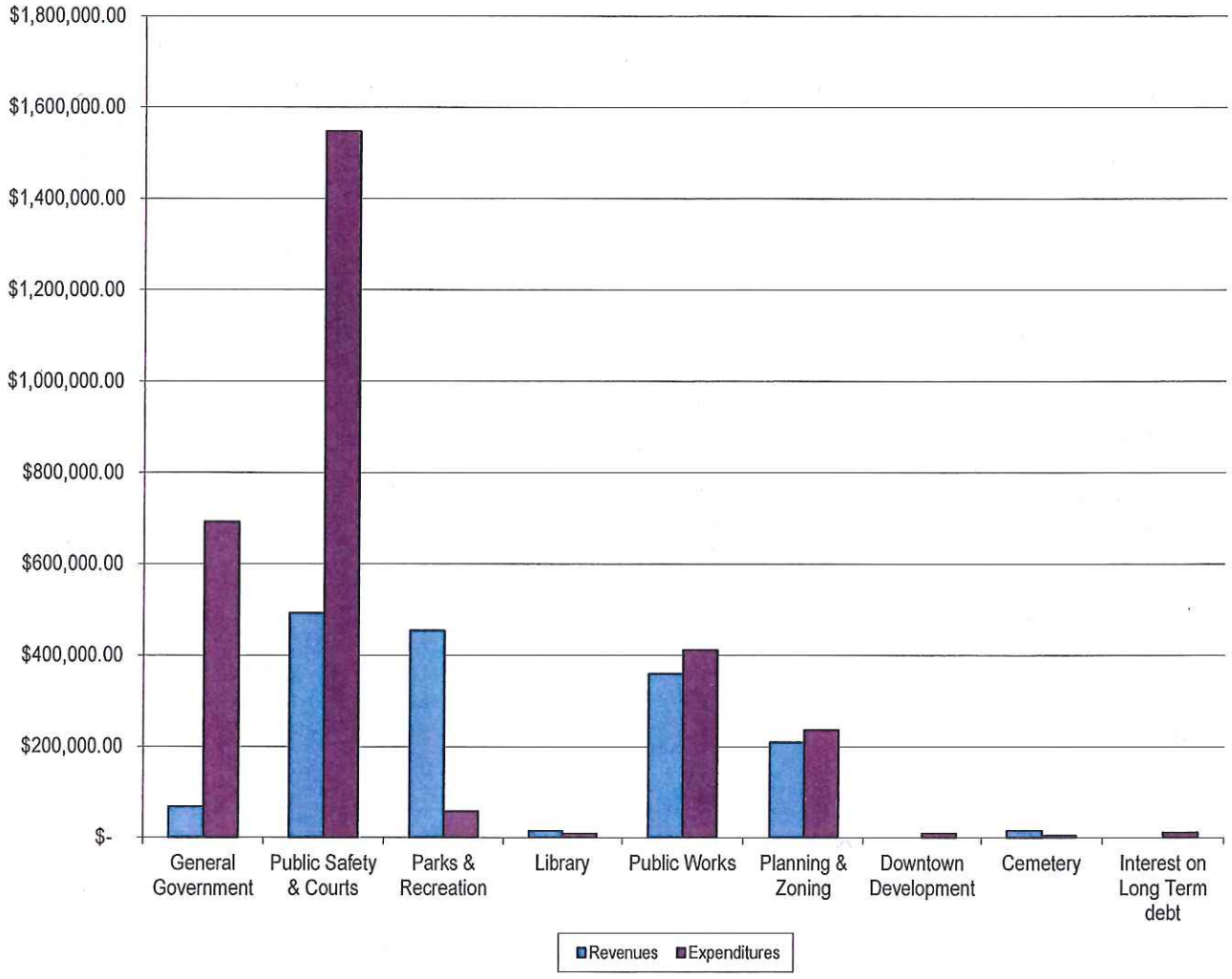
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program Revenues						
Charges for services	$ 715,363	$ 464,932	$ 2,157,892	$ 1,837,547	$ 2,873,255	$ 2,302,479
Operating grants and contributions	2,032	-	-	-	2,032	-
Capital grants and contributions	891,454	837,037	383,210	68,422	1,274,664	905,459
General Revenues						
Property taxes	1,042,010	995,214	-	-	1,042,010	995,214
Sales taxes	654,554	642,262	-	-	654,554	642,262
Other taxes	706,438	682,219	-	-	706,438	682,219
Interest	3,318	1,984	2,067	1,851	5,385	3,835
Other	28,386	46,133	-	-	28,386	46,133
	4,043,555	3,669,781	2,543,169	1,907,820	6,586,724	5,577,601
Expenses:						
General government	691,818	619,784	-	-	691,818	619,784
Public safety and courts	1,546,880	1,420,334	-	-	1,546,880	1,420,334
Public Works	411,509	418,307	-	-	411,509	418,307
Cemetery	4,407	3,020	-	-	4,407	3,020
Parks and recreation	56,453	44,940	-	-	56,453	44,940
Library	8,058	8,179	-	-	8,058	8,179
Planning and zoning	235,577	109,834	-	-	235,577	109,834
Downtown development	8,874	1,972	-	-	8,874	1,972
Interest on long-term debt	10,635	5,219	-	-	10,635	5,219
Water	-	-	979,317	1,036,273	979,317	1,036,273
Sewer	-	-	841,065	804,108	841,065	804,108
Solid waste	-	-	230,418	225,964	230,418	225,964
Stormwater	-	-	125,036	62,500	125,036	62,500
	2,974,211	2,631,589	2,175,836	2,128,845	5,150,047	4,760,434
Increase (decrease) in net assets before transfers	1,069,344	1,038,192	367,333	(221,025)	1,436,677	817,167
Transfers	(167,755)	(56,630)	167,755	56,630	-	-
Increase (decrease) in net position	901,589	981,562	535,088	(164,395)	1,436,677	817,167
Net position - beginning of year, adjusted	9,877,033	8,895,471	8,916,704	9,081,099	18,793,737	17,976,570
Net position - end of year	$ 10,778,622	$ 9,877,033	$ 9,451,792	$ 8,916,704	$ 20,230,414	$ 18,793,737

- Overall expenses for governmental activities increased by $342,622 from FY 2015 to FY 2016. Much of this can be attributed to an increase in professional fees in the Planning & Zoning Department due to an increase in construction and permitting activities. Public Safety and Court expenses also increased significantly mainly due to payments made to other agencies due to the increase in fine revenues. Fine revenues increased approximately $100,000 over 2015 amounts while building permits and related fees increased approximately $133,000.

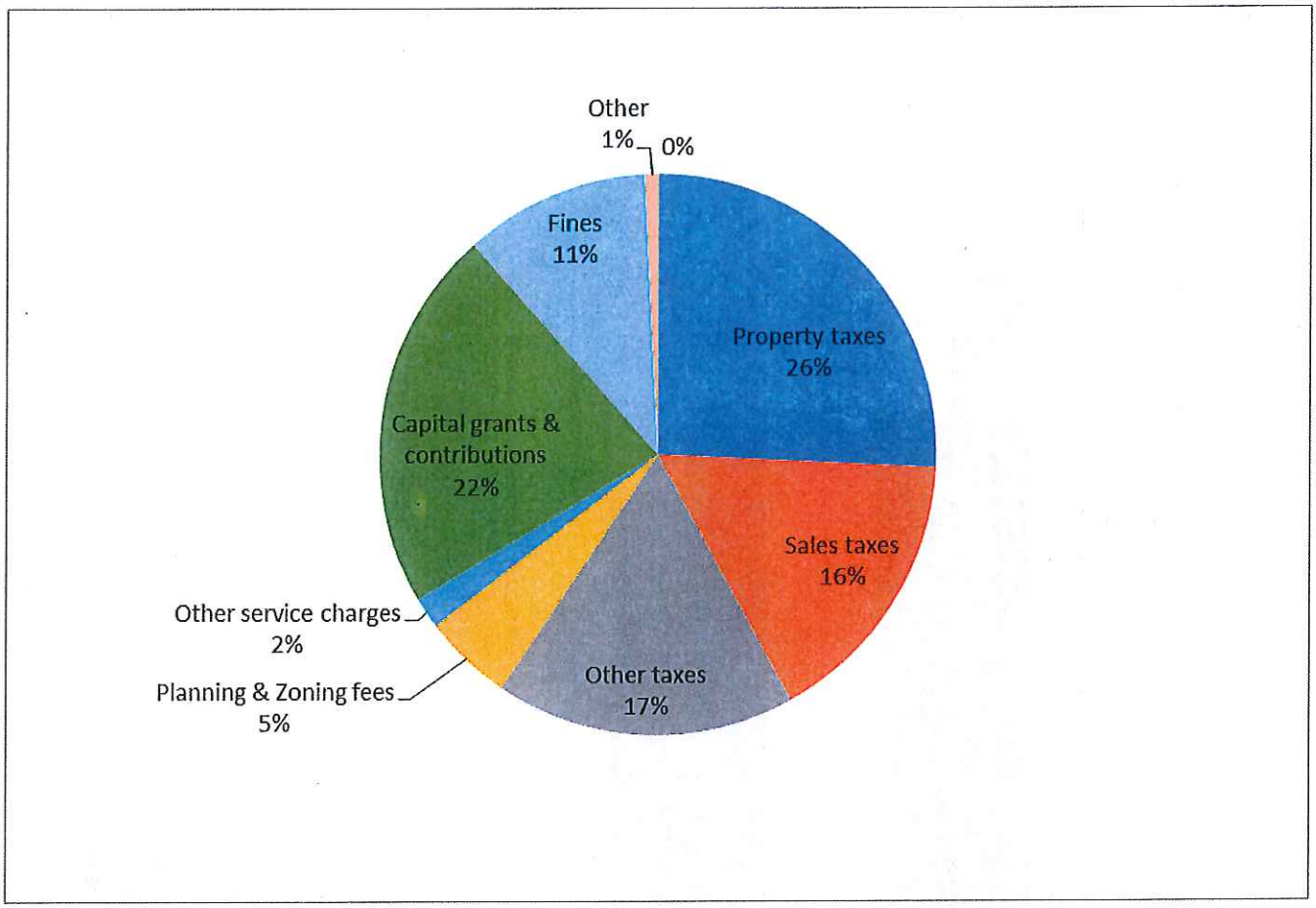
- Sales tax collections increased by $12,292 or 1.9%. This increase reveals growth in the commercial base of Coweta County and Senoia. It is also attributable to the change in State regulation regarding automobile taxes and the renegotiation of the LOST between the City and Coweta County.

- Reassessments of Real Property and development caused an increase in assessed values of $15,662,000 in the digest. The Mayor and Council maintained a millage of 5.88 for the City increasing property tax levied by $85,000.

Expenses and Program Revenues-Governmental Activities

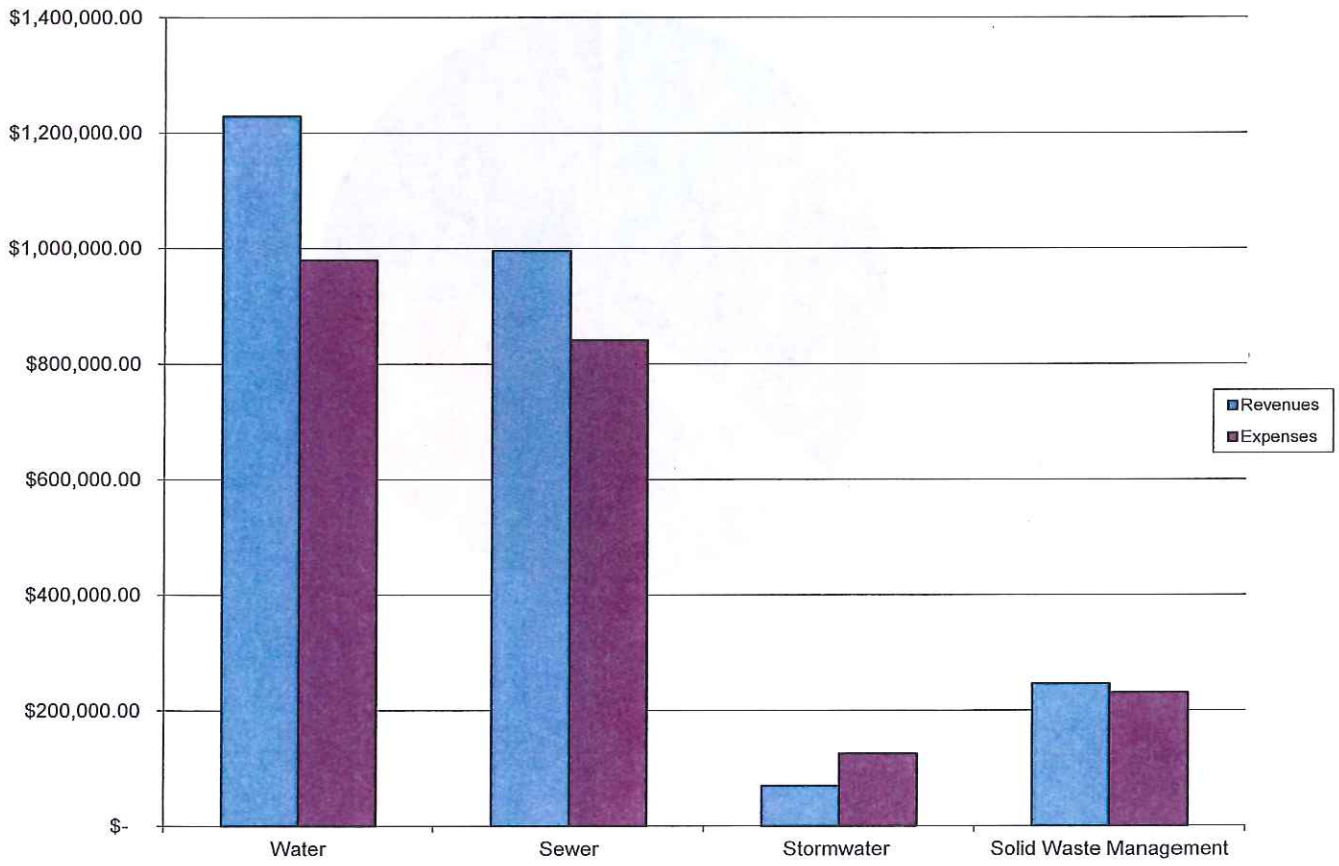


Revenue by Source-Governmental Activities



Business-type activities. Business-type activities increased the City's net position by $535,088 of which a increase of $250,902 was from Water activities, a increase of $155,870 was from Sewer activities and a increase of $1,127 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 $127,189 but this was due to governmental-type funds transferring a completed drainage improvement capital project valued at $182,574 to the Stormwater Fund. The City also began assessing a monthly stormwater fee to property owners in 2016. 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 incurred in the Water Fund during 2014. 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 so 2016 was the first full year of the increase. It is expected that these rates will meet the financial goals of the Water Department. 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, 2016, the City's governmental funds reported combined ending fund balances of $3,290,317 a decrease of $98,528 in comparison to the prior year. Of this amount, $2,248,550 (68.3 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 ($845,944); 2) for Police Activities ($2,508); 3) park improvements of $171,212; and 4) nonspendable amounts for prepaid items which are not available for current government's spending discretion ($22,103).

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 $2,248,550 while the total fund balance totaled $2,441,865. 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 79.6 percent of the total general fund expenditures, while total fund balance represents 86.5 percent of that same amount.

The City of Senoia received $543,983 in Special Purpose Local Option Sales Taxes in 2016. SPLOST funds were used during 2016 for street improvements in the amount of $61,674; drainage improvements of $469,016 and park improvements of $626,138.

The City also received Development Impact Fees during the year totaling $154,737 compared to $18,330 in 2015. 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 2016 for park improvements of $137,600.

The Confiscated Assets Fund had very minimal activity for 2016.

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 $1,921,032 of which the Water Fund had $326,637, the Sewer Fund had $1,629,275, the Stormwater Fund had ($55,385) and the Solid Waste Management Fund had $20,505. 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 $2,722,000 was amended to $2,974,900 a difference of $252,900. Some of the more significant budget amendments follow:

- $35,800 for the purchase of a new police vehicle.
- $54,200 for additional agency payments related to the increase in fine revenues.
- $110,000 for additional costs of the Barnes Street and Coweta Street stormwater improvements.
- $90,600 for the increase in professional cost related to the increase in building and permitting activities.

All additional costs were funded with additional General Fund revenues.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities at December 31, 2016 amounts to $20,472,865 (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:

- $480,000 for Barnes Street and Coweta Street drainage improvements.
- $634,000 for Seavy Street Park improvements.
- $38,000 for a police vehicle and related equipment.
- $14,100 for police department computers.
- $113,100 for multi-use trail improvements.

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 $6,222,412 in outstanding debt consisting of the following:

City of Senoia's Outstanding Debt

	Balance
Governmental Activities -	
Accrued compensated absences	$ 65,283
Capital leases	86,121
Net pension liability	367,062
Business-Type Activities -	
Revenue Bonds	4,854,454
GEFA Notes Payable	849,492
Total	$ 6,222,412

The City's total debt (including compensated absences and net pension liability) decreased by $206,931. 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.
- Building permits for new residential construction increased significantly during FY 2016 and is expected to continue to increase through 2017.
- The occupancy rate of the City's downtown and highway commercial areas have remained consistent.
- Sales tax receipts continued to increase during 2016. This is expected to continue into the future but should be watched very closely while preparing future budgets.
- The City has implemented new water rates to off-set a shortfall in FY 2014. These rates were put into place in July 2015 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 various expenses in the stormwater fund in FY 2016. The City has adopted a stormwater utility fee structure which began in June 2016. These fees will be used to fund stormwater expenses and capital improvements 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, 2016

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Assets and Deferred Outflows					
Assets					
Cash and Cash Equivalents	$ 3,503,465	$ 602,714	$ 4,106,179	$ 115,817	$ 15,608
Receivables, Net					
Taxes	450,453	-	450,453	-	-
Intergovernmental	204,299	-	204,299	-	-
Fines	31,270	-	31,270	-	-
Accounts	-	232,462	232,462	11,100	-
Other	3,450	-	3,450	-	-
Internal balances	(1,237,962)	1,237,962	-	-	-
Due from component unit	13,321	-	13,321	-	-
Inventory	-	4,729	4,729	-	-
Prepaid Items	22,103	-	22,103	-	-
Restricted Assets -					
Cash	961,963	417,799	1,379,762	-	-
Investments	-	106,718	106,718	-	-
Receivables	-	-	-	-	-
Non-Depreciable Capital Assets	2,479,074	939,121	3,418,195	1,000	-
Depreciable Capital Assets, Net	5,283,602	11,771,068	17,054,670	120,771	-
Total Assets	11,715,038	15,312,573	27,027,611	248,688	15,608
Deferred Outflows					
Deferred pension outflows	136,946	-	136,946	-	-
Total Assets and Deferred Outflows	11,851,984	15,312,573	27,164,557	248,688	15,608

See accompanying notes to the basic financial statements.

Continued

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2016

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Downtown Dev. Auth.	Development Authority
Liabilities and Deferred Inflows					
Liabilities					
Accounts Payable					
Trade	$ 419,683	$ -	$ 419,683	$ -	$ -
Construction	-	-	-	-	-
Accrued Liabilities -					
Salaries	39,784	20,125	59,909	-	-
Compensated absences	-	29,730	29,730	-	-
Customer deposits	3,266	99,663	102,929	1,850	-
Interest	2,027	-	2,027	-	-
Other	6,519	-	6,519	-	-
Due to primary government	-	-	-	-	13,321
Unearned Revenues	51,700	-	51,700	-	-
Payable From Restricted Assets-					
Revenue bonds	-	129,462	129,462	-	-
Notes payable	-	65,185	65,185	-	-
Accrued interest	-	7,317	7,317	-	-
Long-Term Liabilities -					
Due Within One Year	80,485	-	80,485	71,651	-
Due In More Than One Year	437,981	5,509,299	5,947,280	-	-
Total Liabilities	1,041,445	5,860,781	6,902,226	73,501	13,321
Deferred Inflows					
Deferred Pension Inflows	31,917	-	31,917	-	-
Total Liabilities and Deferred Inflows	1,073,362	5,860,781	6,934,143	73,501	13,321
Net Position					
Net investment in capital assets	7,676,555	7,006,243	14,682,798	50,120	-
Restricted for -					
Police activities	2,508	-	2,508	-	-
Capital projects	845,944	-	845,944	-	-
Park improvements	171,212	-	171,212		
Debt covenants	-	524,517	524,517	-	-
Unrestricted	2,082,403	1,921,032	4,003,435	125,067	2,287
Total Net Position	$ 10,778,622	$ 9,451,792	$20,230,414	$ 175,187	$ 2,287

See accompanying notes to the basic financial statements.

Concluded

CITY OF SENOIA, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 691,818	$ 43,702	$ 2,032	$ 20,950
Public Safety and Courts	1,546,880	433,901	-	57,840
Public Works	411,509	-	-	359,476
Cemetery	4,407	14,360	-	-
Parks and Recreation	56,453	14,470	-	439,354
Library	8,058	-	-	13,834
Planning and Zoning	235,577	208,930	-	-
Downtown Development	8,874	-	-	-
Interest on Long-Term Debt	10,635	-	-	-
Total Governmental Activities	2,974,211	715,363	2,032	891,454
Business-Type Activities:				
Water	979,317	1,092,047	-	136,981
Sewer	841,065	749,830	-	246,229
Solid Waste Management	230,418	246,364	-	-
Stormwater Management	125,036	69,651	-	-
Total Business-Type Activities	2,175,836	2,157,892	-	383,210
Total Primary Government	$ 5,150,047	$ 2,873,255	$ 2,032	$ 1,274,664
Component Unit:				
Downtown Development Authority	$ 55,999	$ 68,991	$ -	$ -
Development Authority	13,000	-	-	-
Total Component Units	$ 68,999	$ 68,991	$ -	$ -
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
$ (625,134)	$ -	$ (625,134)	$ -	$ -
(1,055,139)	-	(1,055,139)	-	-
(52,033)	-	(52,033)	-	-
9,953	-	9,953	-	-
397,371	-	397,371	-	-
5,776	-	5,776	-	-
(26,647)	-	(26,647)	-	-
(8,874)	-	(8,874)		
(10,635)	-	(10,635)	-	-
(1,365,362)	-	(1,365,362)	-	-
-	249,711	249,711	-	-
-	154,994	154,994	-	-
-	15,946	15,946	-	-
-	(55,385)	(55,385)	-	-
-	365,266	365,266	-	-
(1,365,362)	365,266	(1,000,096)	-	-
-	-	-	12,992	-
-	-	-	-	(13,000)
-	-	-	12,992	(13,000)
1,042,010	-	1,042,010	-	-
342,916	-	342,916	-	-
654,554	-	654,554	-	-
207,589	-	207,589	-	-
155,933	-	155,933	-	-
3,318	2,067	5,385	-	7
-	-	-	-	-
28,386	-	28,386	-	-
2,434,706	2,067	2,436,773	-	7
(167,755)	167,755	-	-	-
2,266,951	169,822	2,436,773	-	7
901,589	535,088	1,436,677	12,992	(12,993)
9,877,033	8,916,704	18,793,737	162,195	15,280
$ 10,778,622	$ 9,451,792	$ 20,230,414	$ 175,187	$ 2,287

CITY OF SENOIA, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	General	Special Revenue Fund Confiscated Assets	Capital Project Funds SPLOST 5	Capital Project Funds Development Impact Fee	Total Governmental Funds
Assets					
Cash	$ 3,503,465	$ -	$ -	$ -	$ 3,503,465
Receivables-					
Accounts	3,450	-	-	-	3,450
Taxes	450,453	-	-	-	450,453
Fines	31,270	-	-	-	31,270
Intergovernmental	-	-	172,071	32,228	204,299
Due from other funds	273,555	-	-	-	273,555
Due from component unit	13,321	-	-	-	13,321
Prepaid items	22,103	-	-	-	22,103
Cash - restricted	-	2,508	610,939	348,516	961,963
Total assets	$ 4,297,617	$ 2,508	$ 783,010	$ 380,744	$ 5,463,879
Liabilities					
Accounts payable -	$ 388,909	$ -	$ 30,774	$ -	419,683
Accrued salaries and wages	39,784	-	-	-	39,784
Other accrued items	6,519	-	-	-	6,519
Due to other funds	1,303,840	-	186,675	21,002	1,511,517
Deposits	3,266	-	-	-	3,266
Unearned revenues	51,700	-	-	-	51,700
Total liabilities	1,794,018	-	217,449	21,002	2,032,469
Deferred Inflows of Resources					
Unavailable revenues	61,734	-	47,131	32,228	141,093
Fund balance					
Nonspendable	22,103	-	-	-	22,103
Restricted for -					
Capital projects	-	-	518,430	327,514	845,944
Police services	-	2,508	-	-	2,508
Park improvements	171,212	-	-	-	171,212
Assigned for -					
Appropriation for next year's budget	-	-	-	-	-
Unassigned	2,248,550	-	-	-	2,248,550
Total fund balance	2,441,865	2,508	518,430	327,514	3,290,317
Total liabilities, deferred inflows of resources, and fund balance	$ 4,297,617	$ 2,508	$ 783,010	$ 380,744	$ 5,463,879

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, 2016

Amounts reported for governmental activities in the statement of net position are different because:	
Total fund balances -- total governmental funds	$ 3,290,317
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	7,762,676
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	141,093
Deferred inflows and outflows related to the net pension liability is not a current asset or liability:	
Deferred outflows	136,946
Deferred inflows	(31,917)
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	(65,283)
Net pension liability	(367,062)
Capital lease obligation	(86,121)
Accrued interest payable	(2,027)
Net position of governmental activities.	$ 10,778,622

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, 2016

	General	Special Revenue Fund Confiscated Assets	Capital Projects Fund SPLOST 5	Capital Projects Fund Development Impact Fee	Total Governmental Funds
REVENUES					
Taxes	$ 2,368,268	$ -	$ -	$ -	$ 2,368,268
Licenses and Permits	266,085	-	-	-	266,085
Fines, Fees and Forfeitures	429,710	-	-	-	429,710
Charges for Services	47,280	-	-	154,739	202,019
Intergovernmental	6,282	-	585,727	36,308	628,317
Interest	3,260	1	709	57	4,027
Rental income	14,470	-	-	-	14,470
Other	70,220	-	-	-	70,220
Total revenues	3,205,575	1	586,436	191,104	3,983,116
EXPENDITURES					
Current					
Governing Body	33,809	-	-	-	33,809
General Government	522,113	-	19	-	522,132
Government Buildings	36,129	-	-	-	36,129
Municipal Court	256,199	-	-	-	256,199
Public Safety	1,114,458	4,130	-	-	1,118,588
Highways and Streets	411,100	-	-	-	411,100
Cemetery	2,200	-	-	-	2,200
Parks	15,588	-	-	-	15,588
Planning and Zoning	231,430	-	-	-	231,430
Downtown Development	8,874	-	-	-	8,874
Debt Service -	-	-			
Principal	78,288	-	-	-	78,288
Interest	4,847	-	-	-	4,847
Capital Outlay	108,628	-	1,156,828	137,637	1,403,093
Total expenditures	2,823,663	4,130	1,156,847	137,637	4,122,277
Excess of revenues over (under) expenditures	381,912	(4,129)	(570,411)	53,467	(139,161)
Other financing sources (uses):					
Proceeds from capital lease obligation	-	-	-	-	-
Proceeds from disposition of capital assets	25,814	-	-	-	25,814
Transfers	14,819	-	-	-	14,819
Total other financing sources (uses):	40,633	-	-	-	40,633
Net change in fund balance	422,545	(4,129)	(570,411)	53,467	(98,528)
Fund balance - beginning	2,019,320	6,637	1,088,841	274,047	3,388,845
Fund balance - ending	$ 2,441,865	$ 2,508	$ 518,430	$ 327,514	$ 3,290,317

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, 2016

Net change in fund balances -- total governmental funds	$ (98,528)
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	1,448,185
Depreciation	(323,245)
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	(62,290)
Contributions of capital asset to Stormwater Fund	(182,574)
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	60,940
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	-
Repayments of principal	78,288
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	(25,145)
Change in accrued interest payable	1,671
Change in long-term portion of accrued compensated absences	4,287
Change in net position of governmental activities.	$ 901,589

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, 2016

	BUDGET AMOUNTS			
	ORIGINAL	FINAL	ACTUAL	VARIANCE
REVENUES				
Taxes	$ 2,151,000	$ 2,219,000	$ 2,368,268	$ 149,268
Licenses and Permits	146,500	246,500	266,085	19,585
Intergovernmental Grants	40,300	40,300	6,282	(34,018)
Charges for Services	27,500	28,500	47,280	18,780
Fines, Fees and Forfeitures	320,200	403,200	429,710	26,510
Investment Income	2,000	2,000	3,260	1,260
Rents	11,500	11,500	14,470	2,970
Miscellaneous	3,000	3,000	70,220	67,220
Total revenues	2,702,000	2,954,000	3,205,575	251,575
EXPENDITURES				
Current				
Governing Body	36,000	36,000	33,809	2,191
Financial Administration	556,800	556,800	522,113	34,687
Government Buildings	42,500	42,500	36,129	6,371
Municipal Court	209,300	263,500	256,199	7,301
Public Safety	1,147,500	1,101,200	1,114,458	(13,258)
Public Works	410,200	485,400	411,100	74,300
Cemetery	800	2,600	2,200	400
Library	-	-	-	-
Parks	4,000	15,700	15,588	112
Planning and Zoning	139,300	230,500	231,430	(930)
Community Development	12,900	12,900	8,874	4,026
Debt Service				
Principal	79,500	89,000	78,288	10,712
Interest	600	2,300	4,847	(2,547)
Capital Outlay	82,600	136,500	108,628	27,872
Total expenditures	2,722,000	2,974,900	2,823,663	151,237
Excess of revenues over (under) expenditures	(20,000)	(20,900)	381,912	402,812
Other financing sources (uses):				
Proceeds from capital lease	-	-	-	-
Proceeds from disposition of capital assets	-	-	25,814	25,814
Transfers	20,000	20,000	14,819	(5,181)
Total other financing sources (uses):	20,000	20,000	40,633	20,633
Net change in fund balance	-	(900)	422,545	423,445
Fund balance - beginning	2,019,320	2,019,320	2,019,320	-
Fund balance - ending	$ 2,019,320	$ 2,018,420	$ 2,441,865	$ 423,445

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, 2016

	Budget Amounts			
Revenues:	Original Budget	Final Budget	Actual	Variance
Forfeitures	$ 2,400	$ 2,400	$ -	$ (2,400)
Interest	100	100	1	(99)
Total Revenue	2,500	2,500	1	(2,499)
Expenditures:				
Current				
Police activity	2,500	6,300	4,130	2,170
Capital Outlay	-	-	-	-
Total Expenditures	2,500	6,300	4,130	2,170
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	(3,800)	(4,129)	(329)
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	(3,800)	(4,129)	(329)
Fund Balance - Beginning of Year	6,637	6,637	6,637	-
Fund Balance - End of Year	$ 6,637	$ 2,837	$ 2,508	$ (329)

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

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2016

	Water	Sewer	Sanitation	Stormwater	Total
ASSETS					
Current assets					
Cash	$ 269,390	$ 333,324	$ -	$ -	$ 602,714
Receivables-					
Accounts (net)	114,218	87,246	20,505	10,493	232,462
Other	-	-	-	-	-
Due from other funds	76,352	1,227,488	-	-	1,303,840
Inventory	4,729	-	-	-	4,729
Restricted assets					
Cash	90,735	327,064	-	-	417,799
Investments	106,718	-	-	-	106,718
Total current assets	662,142	1,975,122	20,505	10,493	2,668,262
Noncurrent assets					
Capital assets					
Land	105,647	833,474	-	-	939,121
Construction in progress	-	-	-	-	-
Buildings	241,597	-	-	-	241,597
Improvements other than buildings	5,444,657	10,215,111	-	182,574	15,842,342
Vehicles	35,150	117,661	-	-	152,811
Machinery and equipment	418,372	278,554	-	-	696,926
Accumulated depreciation	(2,367,570)	(2,795,038)	-	-	(5,162,608)
Capital assets (net of depreciation)	3,877,853	8,649,762	-	182,574	12,710,189
Total noncurrent assets	3,877,853	8,649,762	-	182,574	12,710,189
Total assets	4,539,995	10,624,884	20,505	193,067	15,378,451

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2016

	Water	Sewer	Sanitation	Stormwater	Total
LIABILITIES					
Current liabilities					
Accounts payable -	$ -	$ -	$ -	$ -	$ -
Customer deposits	99,663	-	-	-	99,663
Due to other funds	-	-	-	65,878	65,878
Accrued compensated absences	19,981	9,749	-	-	29,730
Accrued salaries	14,428	5,697	-	-	20,125
Current liabilities payable from restricted assets -					-
Revenue bonds	40,000	89,462	-	-	129,462
Notes	65,185	-	-	-	65,185
Accrued interest	3,980	3,337	-	-	7,317
Total current liabilities	243,237	108,245	-	65,878	417,360
Long-term liabilities					
Revenue bonds	175,000	4,549,992	-	-	4,724,992
Notes payable	784,307	-	-	-	784,307
Total long-term liabilities	959,307	4,549,992	-	-	5,509,299
Total liabilities	1,202,544	4,658,237	-	65,878	5,926,659
Net Position					
Net investment in capital assets	2,813,361	4,010,308	-	182,574	7,006,243
Restricted for capital projects	-	-	-	-	-
Restricted under debt covenants	197,453	327,064	-	-	524,517
Unrestricted	326,637	1,629,275	20,505	(55,385)	1,921,032
Total Net Position	$ 3,337,451	$ 5,966,647	$ 20,505	$ 127,189	$ 9,451,792

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, 2016

	Water	Sewer	Sanitation	Stormwater	Total
OPERATING REVENUES					
Charges for services -					
Sales and services	$ 1,042,375	$ 733,290	$ 246,364	$ 69,651	$ 2,091,680
Penalties and reconnect fees	34,930	-	-	-	34,930
Miscellaneous	14,742	16,540	-	-	31,282
Total operating revenues	1,092,047	749,830	246,364	69,651	2,157,892
OPERATING EXPENSES					
Purchase of product / service	9,383	-	227,918	-	237,301
Salaries and related cost	490,292	191,399	-	-	681,691
Supplies and materials	116,584	23,110	-	-	139,694
Repairs and maintenance	57,041	29,967	-	-	87,008
Utilities	37,676	124,531	-	-	162,207
Depreciation and amortization	136,454	235,335	-	-	371,789
Other	82,752	31,773	2,500	125,036	242,061
Total operating expenses	930,182	636,115	230,418	125,036	1,921,751
Operating income (loss)	161,865	113,715	15,946	(55,385)	236,141
Non-operating revenues and (expenses)					
Interest earned	1,191	876	-	-	2,067
Gain (Loss) on sale of capital assets	-	-	-	-	-
Interest expense	(49,135)	(204,950)	-	-	(254,085)
Total non-operating revenues (expenses)	(47,944)	(204,074)	-	-	(252,018)
Income before transfers and capital contributions	113,921	(90,359)	15,946	(55,385)	(15,877)
Capital contributions -					
SPLOST Fund	-	-	-	160,032	160,032
General Fund	-	-	-	22,542	22,542
Developers	136,981	246,229	-	-	383,210
Transfers	-	-	(14,819)	-	(14,819)
Change in net position	250,902	155,870	1,127	127,189	535,088
NET POSITION - BEGINNING	3,086,549	5,810,777	19,378	-	8,916,704
NET POSITION - ENDING	$ 3,337,451	$ 5,966,647	$ 20,505	$ 127,189	$ 9,451,792

See accompanying notes to the basic financial statements.

CITY OF SENOIA, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Water	Sewer	Sanitation	Stormwater	Total
Cash flows from operating activities:					
Cash received from customers and users	$ 1,083,878	$ 747,689	$ 245,237	$ 59,158	$ 2,135,962
Cash paid to suppliers for goods	(424,085)	(251,328)	(230,418)	(125,036)	(1,030,867)
Cash paid to employees	(367,190)	(149,329)	-	-	(516,519)
Net cash provided from operating activities	292,603	347,032	14,819	(65,878)	588,576
Cash flows from investing activities:					
Interest received	1,191	876	-	-	2,067
(Purchase) / redemption of investments	(400)	-	-	-	(400)
Net cash from investing activities	791	876	-	-	1,667
Cash flows from non-capital financing activities:					
Transfers	-	-	(14,819)	-	(14,819)
Change in due to/from other funds	(251,419)	(289,955)	-	65,878	(475,496)
Net cash flows from non-capital financing activities	(251,419)	(289,955)	(14,819)	65,878	(490,315)
Cash flows from capital financing activities:					
Proceeds from long-term debt	-	-	-	-	-
Principal payments on long-term debt	(97,566)	(85,629)	-	-	(183,195)
Interest paid	(49,570)	(205,011)	-	-	(254,581)
Capital contributions	136,981	246,229	-	-	383,210
Purchase / construction of capital assets	(31,027)	(12,667)	-	-	(43,694)
Proceeds from grants	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Net cash flows from capital financing activities	(41,182)	(57,078)	-	-	(98,260)
Net cash flows	793	875	-	-	1,668
Cash and cash equivalents - beginning	359,332	659,513	-	-	1,018,845
Cash and cash equivalents - ending	$ 360,125	$ 660,388	$ -	$ -	$ 1,020,513

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 PROVIDED BY OPERATING ACTIVITIES

	Water	Sewer	Sanitation	Stormwater	Total
Operating income (loss)	$ 161,865	$ 113,715	$ 15,946	$ (55,385)	$ 236,141
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	136,454	235,335	-	-	371,789
(Increase) decrease in receivables	(11,683)	(2,141)	(1,127)	(10,493)	(25,444)
(Increase) decrease in inventory	-	-	-	-	-
Increase (decrease) in accounts payable	-	-	-	-	-
Increase (decrease) in customer deposits	3,514	-	-	-	3,514
Increase (decrease) in accrued liabilities	2,453	123	-	-	2,576
Total adjustments	130,738	233,317	(1,127)	(10,493)	352,435
Net cash from operating activities	$ 292,603	$ 347,032	$ 14,819	$ (65,878)	$ 588,576
Non-cash transactions -					
Transfers of a completed capital project from Governmental-Type Funds to the Stormwater Fund	$ -	$ -	$ -	$ 182,574	$ 182,574

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 accounts for activities associated with the City's stormwater runoff. Stormwater activities are financed with stormwater charges that began to be assessed by the City during 2016.

(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, 2016:

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, 2016 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, 2016. 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, 2016 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, 2016, 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, 2016, fund balances are composed of the following:

	Non-Spendable - Prepaids	Restricted: Capital Outlay	Restricted: Police Activities	Restricted: Park Improvements	Unassigned
General Fund	$ 22,103	$ -	$ -	$ 171,212	$ 2,248,550
Confiscated Assets Fund	-	-	2,508	-	-
SPLOST Fund	-	518,430	-	-	-
Development Impact Fee Fund	-	327,514	-	-	-
Total	$ 22,103	$ 845,944	$ 2,508	$ 171,212	$ 2,248,550

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 $1,544,181 in restricted net position, of which $848,452 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. Final budgets amounts, as reported in the financial statements, are amended in June 2017. 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, 2016 $5,139,997 of the government's bank balance of $5,639,997 was exposed to custodial credit risk as follows:

The City's deposits are classified as follows at December 31, 2016:

Uninsured and uncollateralized	$ -
Collateralized with securities held by pledging financial institution or its agent	5,139,997
Total	$ 5,139,997

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, 2016, 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 15, 2016 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, 2016 amounted to $70,344.

4. INTERGOVERNMENTAL REVENUES AND RECEIVABLES

Intergovernmental revenues and receivables reported in the fund financial statements for the year ended December 31, 2016 consist of the following:

	Revenue	Receivable
General Fund		
Housing Authority	$ 6,282	$ -
Development Impact Fee Fund		
Multi-Use Trail	36,308	32,228
SPLOST 5 Fund		
Georgia Department of Transportation - Resurfacing and Streetscape grants	41,744	71,229
Coweta County, Georgia - SPLOST Agreement	543,983	100,842
Total Capital Contributions from grants	$ 628,317	$ 204,299

(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	$ 450,453	$ -	$ -	$ 450,453
Fines	69,270	-	-	69,270
Accounts	3,450	-	-	3,450
Intergovernmental	-	172,071	32,228	204,299
Gross Receivables	523,173	172,071	32,228	727,472
Less: Allowance for Uncollectibles	(38,000)	-	-	(38,000)
Net Total Receivables	$ 485,173	$ 172,071	$ 32,228	$ 689,472

Proprietary Funds

	Water	Sewer	Solid Waste Management	Stromwater Management	Total
Accounts	$ 141,218	$ 112,746	$ 32,005	$ 10,493	$ 296,462
Less: Allowance for Uncollectibles	(27,000)	(25,500)	(11,500)	-	(64,000)
Net Total Receivable	$ 114,218	$ 87,246	$ 20,505	$ 10,493	$ 232,462

6. INTER-FUND TRANSACTIONS

Individual fund interfund receivable and payable balances at December 31, 2016 were as follows:

	Payable From				
Payable To	General	Dev. Impact Fee	SPLOST 5	Stormwater	Totals
General	$ -	$ 21,002	$ 186,675	$ 65,878	$ 273,555
SPLOST 5	-	-	-	-	-
Impact Fee	-	-	-	-	-
Sewer	1,227,488	-	-	-	1,227,488
Water	76,352	-	-	-	76,352
Totals	$ 1,303,840	$ 21,002	$ 186,675	$ 65,878	$ 1,577,395

(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 amounts due from SPLOST 5 and the Development Impact Fee Funds to the General Fund are for qualifying expenditures paid from the General Fund and not reimbursed as of December 31, 2016.

Individual fund interfund transfers for the year ended December 31, 2016 were as follows:

Transfer To	Transfer From: Solid Waste	Transfer From: General	Totals
General	$ 14,819	$ -	$ 14,819
Stormwater	-	-	-
Total	$ 14,819	$ -	$ 14,819

During the fiscal year ended December 31, 2016, the Solid Waste Fund transferred $14,819 to the General Fund as a result of net cash flows.

In the Statement of Activities, additional transfers were recognized in the amount of $182,574 to the Stormwater Fund for capital assets transferred to the individual proprietary fund. This increased the total transfers in the Statement of Activities to $167,755. These transfers were for drainage improvements financed with SPLOST proceeds and General Fund revenues. These transactions were recognized as capital outlay expenditures in the SPLOST and General Funds and as capital contributions in the Stormwater Fund.

(See Independent Auditor's Report)

7. PROPERTY, PLANT AND EQUIPMENT

Capital asset activity for the year ended December 31, 2016 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	361,253	1,316,339	(822,448)	855,144
Total	1,985,183	1,316,339	(822,448)	2,479,074
Capital assets being depreciated:				
Buildings and improvements	2,255,531	-	-	2,255,531
Improvements other than buildings	467,369	-	-	467,369
Infrastructure	2,384,564	707,125	(26,728)	3,064,961
Machinery and equipment	765,346	26,749	(20,273)	771,822
Office equipment	187,476	-	-	187,476
Vehicles, including related equipment	888,764	37,847	(95,628)	830,983
Furniture and fixtures	91,310	-	-	91,310
Total capital assets being depreciated	7,040,360	771,721	(142,629)	7,669,452
Less accumulated depreciation for:				
Buildings and improvements	477,914	56,482	-	534,396
Improvements other than buildings	112,439	13,538	-	125,977
Infrastructure	365,790	68,764	-	434,554
Machinery and equipment	486,669	65,811	(15,669)	536,811
Office equipment	134,544	9,013	-	143,557
Vehicles, including related equipment	508,625	102,373	(64,670)	546,328
Furniture and other equipment	56,963	7,264	-	64,227
Total accumulated depreciation	2,142,944	323,245	(80,339)	2,385,850
Total capital assets being depreciated, net	4,897,416	448,476	(62,290)	5,283,602
Governmental capital assets, net	$ 6,882,599	$ 1,764,815	$ (884,738)	$ 7,762,676

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

General Government	$ 21,345
Police	161,676
Highways and Streets	77,426
Planning and Zoning	4,019
Cemetery	2,207
Parks and Recreation	48,788
Library	7,784
Total depreciation expense	$ 323,245

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	15,647,490	194,852	-	15,842,342
Vehicles	152,811	31,416	-	184,227
Machinery and equipment	665,510	-	-	665,510
Total capital assets being depreciated	16,707,409	226,268	-	16,933,677
Less accumulated depreciation for:				
Buildings and improvements	56,920	6,040	-	62,960
Improvements other than buildings	4,114,304	314,807	-	4,429,111
Vehicles	120,893	10,087	-	130,980
Machinery and equipment	498,703	40,855	-	539,558
Total capital assets being depreciated	4,790,820	371,789	-	5,162,609
Total capital assets being depreciated, net	11,916,589	(145,521)	-	11,771,068
Business-Type Activities capital assets, net	$ 12,855,710	$ (145,521)	$ -	$ 12,710,189

Depreciation expense was charged to functions/programs as follows:

Water	$ 136,454
Sewer	235,335
Total depreciation expense	$ 371,789

(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, 2016:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental Activities					
Capital Leases - Equipment	$ 164,409	$ -	$ (78,288)	$ 86,121	$ 80,485
Net Pension Liability	308,223	164,489	(105,650)	367,062	-
Accrued Compensated Absences	69,570	70,327	(74,614)	65,283	-
Total Governmental Activity Long-Term Debt	$ 542,202	$ 234,816	$ (258,552)	$ 518,466	$ 80,485
Business-Type Activities					
Revenue Bonds - GMAC	$ 250,000	$ -	$ (35,000)	$ 215,000	$ 40,000
Revenue Bonds - Rural Dev	4,725,083	-	(85,629)	4,639,454	89,462
GEFA Notes Payable	912,058	-	(62,566)	849,492	65,185
Total Business-Type Activity Long-Term Debt	$ 5,887,141	$ -	$ (183,195)	$ 5,703,946	$ 194,647

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 $293,615 and had $40,610 of depreciation expense recorded for the year. Accumulated depreciation on the equipment amounted to $112,715 as of December 31, 2016.

(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				TOTALS	
	Vehicles		Equipment			
DECEMBER 31,	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2017	$ 70,319	$ 1,596	$ 10,166	$ 1,054	$ 80,485	$ 2,650
2018	-	-	5,636	376	5,636	376
TOTALS	$ 70,319	$ 1,596	$ 15,802	$ 1,430	$ 86,121	3,026

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	$ 215,000
Water note payable to the Georgia Environmental Facilities Authority, in the total amount of $264,800, interest from 3.96%, matures in 2018	35,654
Water note payable to the Georgia Environmental Facilities Authority, in the amount of $1,014,166, interest at 4%, matures in 2031	813,838
Sewer Revenue Bonds in the amount of $5,430,300, interest at 4.375%, payable in monthly installments of $24,200, matures June 2044	4,639,454
Total Business-Type Activities Long-Term Debt	$5,703,946

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
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	127,186	10,004	-	-	-	-
	$ 4,639,454	$ 3,345,016	$ 849,492	$ 275,444	$ 215,000	$ 33,419

(See Independent Auditor's Report)

9. UNAVAILABLE REVENUES

Unavailable revenues as of December 31, 2016, 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	$ 50,401
Fines and forfeitures	11,333
Intergovernmental	79,359
Total unavailable revenues - Governmental Funds	$ 141,093

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)	$9,991,675
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, 2016, 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, 2016. No provisions have been made in the financial statements for the year ended December 31, 2016 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, 2016 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, 2016, the date of the most recent actuarial valuation, there were 56 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	6
Terminated vested participants not yet receiving benefits	13
Active employees - vested	21
Active employees - nonvested	16
Total	56

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 2016, the actuarially determined contribution rate was 5.62% of covered payroll.

For fiscal year ended December 31, 2016, the City's recommended and actual contribution was $80,603 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, 2016 and recognized as an expense in the Government-Wide Statement of Activity was $105,748.

(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, 2016, the City reported a liability of $367,062 for its net pension liability. The net pension liability was measured as of March 31, 2016 and was determined by an actuarial valuation as of July 1, 2016. The changes in the Net Pension Liability for the year ended March 31, 2016 (the measurement date) were as follow:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balances at March 31, 2015	$ 1,181,922	$ 873,699	$ 308,223
Changes for the year-			
Service cost	69,310	-	69,310
Interest	90,242	-	90,242
Differences between expected and actual experience	(26,937)	-	(26,937)
Contributions - Employer	-	75,746	(75,746)
Net investment income	-	2,967	(2,967)
Benefit payments, including refunds of employee contributions	(35,013)	(35,013)	-
Administrative expense	-	(4,937)	4,937
Other	-	-	-
Net Changes	97,602	38,763	58,839
Balance at March 31, 2016	$ 1,279,524	$ 912,462	$ 367,062

Effective July 1, 2016, 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.

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

For the year ended December 31, 2016, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	$ 69,310
Interest on The Pension Liability (TPL)	90,242
Administrative expenses	4,937
Expected return on assets	(69,099)
Expensed portion of current year period differences between expected and actual experience in TPL	(4,487)
Expensed portion of current year period assumption changes	-
Expensed portion of current year period differences between projected and actual investment earnings	13,228
Current year recognition of deferred inflows and outflows established in prior years	1,617
Total expense	$ 105,748

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

$60,452 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
2017	$ 17,944	$ (7,591)
2018	17,944	(7,591)
2019	17,944	(7,591)
2020	17,944	(4,572)
2021	4,718	(4,572)
2022 and Thereafter	-	-
	$ 76,494	$ (31,917)

(See Independent Auditor's Report)

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

Outstanding balances of deferred outflows/inflows of resources related to pensions as of December 31, 2016 are as follow:

	Outflows	Inflows
Contributions subsequent to the measurement date	$ 60,452	$ -
Demographic	23,590	(22,450)
Investment	52,904	(9,057)
Assumption change	-	(410)
Total	$ 136,946	$ (31,917)

Actuarial Assumptions

The total pension liability in the July 1, 2016 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, 2016 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through June 30, 2014.

14. EMPLOYEE BENEFIT PENSION PLANS – (Continued)

Defined Benefit Plan –

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, 2016 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	45.00%	6.75%
International equity	20.00%	7.45%
Real estate	10.00%	4.55%
Global fixed income	5.00%	3.30%
Domestic fixed income	20.00%	1.75%
Cash	0.00%	
Total	100.00%	

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	$ 570,474	$ 367,062	$ 200,610

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.

(See Independent Auditor's 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, 2016 are as follows:

Revenue Bond Restricted Assets -	
Debt service account	$ 91,335
Debt service reserve fund	402,691
Renewal and extension fund	30,491
Capital projects-	
Special purpose local option sales funds	610,939
Development impact fee funds	348,516
Confiscated asset funds	2,508
	$ 1,486,480

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, 2016 $12,350,000 was outstanding under the bond issues.

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, 2016, none of the City's funds had a deficit net fund balance or net position balance.

B) Excess expenditures over budget – None of the City's governmental funds had 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).

19. DOWNTOWN DEVELOPMENT AUTHORITY DISCLOSURES

Capital Assets –

Capital asset activity for the year ended December 31, 2016 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	17,353	4,181	-	21,534
Furniture and fixtures	8,135	842	-	8,977
Machinery and equipment	8,511	1,771	-	10,282
Total capital assets being depreciated	33,999	6,794	-	40,793
Total capital assets being depreciated, net	127,565	(6,794)	-	120,771
Business-Type Activities capital assets, net	$ 128,565	$ (6,794)	$ -	$ 121,771

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, 2016 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Note payable	$ 74,828	$ -	$ (3,177)	$ 71,651	$ 71,651

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

F/Y/E DECEMBER 31,	PRINCIPAL	INTEREST	TOTAL
2017	$ 71,651	$ 1,525	$ 73,176

(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									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service cost	$ 69,310	$ 56,627								
Interest	90,242	79,906								
Differerences between expected and actual experience	(26,937)	33,025		(Historical information prior to implementation of GASB 67/68 is not required)						
Other	-	(571)								
Benefit payments	(35,013)	(36,222)								
Net changes in total pension liability	97,602	132,765								
Total pension liability - beginning	1,181,922	1,049,157								
Total pension liability - ending	$ 1,279,524	$ 1,181,922								
Plan Fiduciary Net Position										
Contributions - employer	$ 75,746	$ 73,462								
Net investment income	2,967	75,669								
Benefit payments	(35,013)	(36,222)		(Historical information prior to implementation of GASB 67/68 is not required)						
Administrative expense	(4,937)	(4,414)								
Other	-	-								
Net cvhange in fiduciary net position	38,763	108,495								
Plan fiduciary net position - beginning	873,699	765,204								
Plan dicuciary net position - ending	$ 912,462	$ 873,699								
Net Pension Liability										
Net pension liability	$ 367,062	$ 308,223								
Plan's fiduciary net position as a percentage of the total pension liability	71.31%	73.92%		(Historical information prior to implementation of GASB 67/68 is not required)						
Covered-employee payroll	$ 1,509,140	$ 1,412,558								
Net pension liability as a percentage of covered payroll	24.32%	21.82%								

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

	Fiscal Year End									
	2016	**2015**	**2014**	**2013**	**2012**	**2011**	**2010**	**2009**	**2008**	**2007**
Actuarially determined contributions	80,603	74,127								
Contributions in relation to the actuarially determined contribution	(80,603)	(74,127)								
Contribution deficiency (excess)	-	-								
Covered-employee payroll	1,509,140	1,412,558								
Contributions as a percentage of covered-employee payroll	5.34%	5.25%								

(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, 2016

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, 2016 AND 2015

	2016	2015
ASSETS		
Cash	$ 3,503,465	$ 2,535,618
Receivables:		
Taxes	450,453	510,617
Fines	31,270	35,335
Other	3,450	2,392
Due from other funds	273,555	177,608
Due from component unit	13,321	321
Prepaid expenses	22,103	19,414
Total Assets	$ 4,297,617	$ 3,281,305
LIABILITIES		
Accounts payable	$ 388,909	$ 153,661
Accrued expenses		
Salaries and wages	39,784	32,558
Other	6,519	3,885
Due to other funds	1,303,840	950,852
Deposits	3,266	2,000
Unearned revenues	51,700	39,536
Total Liabilities	1,794,018	1,182,492
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenues	61,734	79,493
FUND BALANCE:		
Nonspendable	22,103	19,414
Restricted - park improvements	171,212	165,000
Unassigned	2,248,550	1,834,906
Total Fund Balance	2,441,865	2,019,320
Total Liabilities, Deferred Inflows of Resources and Fund Balance	$ 4,297,617	$ 3,281,305

CITY OF SENOIA, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
REVENUES		
Taxes	$ 2,368,268	$ 2,260,816
Licenses and permits	266,085	124,741
Intergovernmental grants	6,282	332
Charges for services	47,280	44,301
Fines, fees and forfeitures	429,710	357,896
Investment income	3,260	1,904
Donations	42,532	165,000
Rental income	14,470	13,400
Miscellaneous	27,688	46,492
Total revenues	3,205,575	3,014,882
EXPENDITURES		
Current		
Governing Body	33,809	35,887
Financial Administration	522,113	499,582
Government Buildings	36,129	35,912
Municipal Court	256,199	221,407
Public Safety	1,114,458	1,039,631
Highways and Streets	411,100	334,992
Cemetery	2,200	812
Parks	15,588	36,553
Planning and Zoning	231,430	103,181
Downtown Development	8,874	1,972
Debt Service	-	
Principal	78,288	71,523
Interest	4,847	5,600
Capital Outlay	108,628	168,467
Total expenditures	2,823,663	2,555,519
Excess of revenues over (under) expenditures	381,912	459,363
Other financing sources (uses):		
Proceeds from capital lease	-	15,872
Proceeds from disposal of capital assets	25,814	11,961
Transfers	14,819	(56,630)
Total other financing sources (uses):	40,633	(28,797)
Net change in fund balance	422,545	430,566
Fund balance - beginning	2,019,320	1,588,754
Fund balance - ending	$ 2,441,865	$ 2,019,320

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2016
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015

	2016			
	FINAL BUDGET	ACTUAL	VARIANCE	2015
REVENUES				
Taxes				
Property taxes	$ 790,000	$ 945,346	$ 155,346	$ 837,883
Motor vehicle	130,000	116,570	(13,430)	147,061
Franchise	345,000	342,916	(2,084)	347,752
Local option sales	651,000	654,554	3,554	642,262
Alcohol beverage	92,000	93,204	1,204	91,773
Premium	207,000	207,589	589	191,761
Intangible	2,000	5,448	3,448	1,670
Transfer	2,000	2,641	641	654
Other	-	-	-	-
Total taxes	2,219,000	2,368,268	149,268	2,260,816
Licenses and permits				
Business licenses and permits	246,500	266,085	19,585	124,741
Intergovernmental	40,300	6,282	(34,018)	332
Charges for services				
Planning and Zoning fees	20,500	29,957	9,457	36,711
Convenience fees	2,000	-	(2,000)	-
Police services	3,000	2,963	(37)	3,370
Cemetery fees	3,000	14,360	11,360	4,220
Other	-	-	-	-
Total charges for services	28,500	47,280	18,780	44,301
Fines and forfeitures	403,200	429,710	26,510	357,896
Interest	2,000	3,260	1,260	1,904
Rents	11,500	14,470	2,970	13,400
Miscellaneous				
Contributions	-	42,532	42,532	165,000
Other	3,000	27,688	24,688	46,492
Total miscellaneous	3,000	70,220	67,220	211,492
Total Revenues	$ 2,954,000	$ 3,205,575	$ 251,575	$ 3,014,882

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2016
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015

	2016			
	FINAL BUDGET	ACTUAL	VARIANCE	2015
EXPENDITURES				
Current				
GOVERNING BODY				
Personal services and benefits	$ 26,000	$ 25,836	$ 164	$ 25,882
Purchased/contracted services	10,000	7,973	2,027	10,005
Total Governing Body	36,000	33,809	2,191	35,887
FINANCIAL ADMINISTRATION				
Personal services and benefits	322,700	302,453	20,247	277,182
Purchased/contracted services	210,500	197,897	12,603	204,916
Supplies	23,600	21,763	1,837	17,484
Total Financial Administration	556,800	522,113	34,687	499,582
GOVERNMENT BUILDINGS				
Personal services and benefits	-	-	-	-
Purchased/contracted services	17,300	25,192	(7,892)	26,572
Supplies	25,200	10,937	14,263	9,340
Total Government Buildings	42,500	36,129	6,371	35,912
MUNICIPAL COURT				
Personal services and benefits	91,100	87,445	3,655	82,932
Purchased/contracted services	42,400	39,322	3,078	39,551
Supplies	1,000	964	36	770
Other costs	129,000	128,468	532	98,154
Total Municipal Court	263,500	256,199	7,301	221,407

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2016
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015

	2016			
	FINAL BUDGET	ACTUAL	VARIANCE	2015
PUBLIC SAFETY				
POLICE SERVICES				
Personal services and benefits	$ 827,300	$ 852,760	$ (25,460)	$ 790,370
Purchased/contracted services	185,800	176,043	9,757	156,224
Supplies	88,100	85,655	2,445	93,037
Total Police Services	1,101,200	1,114,458	(13,258)	1,039,631
FIRE SERVICES				
Purchased/contracted services	-	-	-	-
Total Fire Services	-	-	-	-
Total Public Safety	1,101,200	1,114,458	(13,258)	1,039,631
HIGHWAYS AND STREETS				
Personal services and benefits	161,100	161,974	(874)	189,307
Purchased/contracted services	201,300	145,860	55,440	43,909
Supplies	123,000	103,266	19,734	101,776
Total Highways and Streets	485,400	411,100	74,300	334,992
CEMETERY				
Purchased/contracted services	2,600	2,200	400	812
Total Cemetery	2,600	2,200	400	812
LIBRARY				
Purchased/contracted services	-	-	-	-
Total Library	-	-	-	-
PARKS				
Purchased/contracted services	15,700	15,588	112	36,553
Total Parks	15,700	15,588	112	36,553

CITY OF SENOIA, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2016
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015

	2016			
	FINAL BUDGET	ACTUAL	VARIANCE	2015
PLANNING AND ZONING				
Personal services and benefits	$ 62,900	$ 66,280	$ (3,380)	$ 63,137
Purchased/contracted services	163,400	163,042	358	38,099
Supplies	4,200	2,108	2,092	1,945
Total Planning and Zoning	230,500	231,430	(930)	103,181
DOWNTOWN DEVELOPMENT				
Personal services and benefits	10,800	6,220	4,580	-
Purchased/contracted services	2,000	1,677	323	1,972
Supplies	100	977	(877)	-
Total Community Development	12,900	8,874	4,026	1,972
DEBT SERVICE:				
Principal	89,000	78,288	10,712	71,523
Interest	2,300	4,847	(2,547)	5,600
Total Debt Service	91,300	83,135	8,165	77,123
CAPITAL OUTLAY				
Financial Administration	34,000	28,909	5,091	11,369
Court	1,500	1,432	68	-
Police Services	78,200	55,647	22,553	141,880
Highways and Streets	22,800	22,640	160	14,460
Parks	-	-	-	758
Library	-	-	-	-
Planning and Zoning	-	-	-	-
Total Capital Outlay	136,500	108,628	27,872	168,467
Total Expenditures	$ 2,974,900	$ 2,823,663	$ 151,237	$ 2,555,519

CITY OF SENOIA, GEORGIA
CONFISCATED ASSETS SPECIAL REVENUE FUND
BALANCE SHEET
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Cash	$ 2,508	$ 6,637
Total Assets	$ 2,508	$ 6,637
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ -	$ -
Unearned revenues	-	-
Total Liabilities	-	-
Fund Equity:		
Restricted for police activities	2,508	6,637
Total Fund Equity	2,508	6,637
Total Liabilities and Fund Equity	$ 2,508	$ 6,637

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, 2016

	Budget Amounts			
Revenues:	Original Budget	Final Budget	Actual	Variance
Forfeitures	$ 2,400	$ 2,400	$ -	$ (2,400)
Interest	100	100	1	(99)
Total Revenue	2,500	2,500	1	(2,499)
Expenditures:				
Current				
Police activity	2,500	6,300	4,130	2,170
Capital Outlay	-	-	-	-
Total Expenditures	2,500	6,300	4,130	2,170
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	-	(3,800)	(4,129)	(329)
Other Sources and (Uses)				
Transfers	-	-	-	-
Total Other Sources and (Uses)	-	-	-	-
Net change in fund balance	-	(3,800)	(4,129)	(329)
Fund Balance - Beginning of Year	6,637	6,637	6,637	-
Fund Balance - End of Year	$ 6,637	$ 2,837	$ 2,508	$ (329)

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
BALANCE SHEET
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Cash	$ 610,939	$ 954,655
Due from other governments	172,071	120,867
Due from other funds	-	13,319
Total assets	$ 783,010	$ 1,088,841
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 30,774	$ -
Due to other funds	186,675	-
	217,449	-
Deferred inflows of resources		
Unavailable revenues	47,131	-
Fund balance		
Reserved for specified purposes	518,430	1,088,841
Total fund balance	518,430	1,088,841
Total liabilities and fund balance	$ 783,010	$ 1,088,841

CITY OF SENOIA, GEORGIA
SPLOST 5 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
REVENUES		
Intergovernmental - Coweta County	$ 543,983	$ 534,011
Intergovernmental - DOT	41,744	113,196
Interest	709	1,182
Total revenues	586,436	648,389
EXPENDITURES		
Administrative	19	-
Capital Outlay -		
Public Safety	-	-
Road and street projects	530,690	288,542
Park and recreation projects	626,138	-
Total expenditures	1,156,847	288,542
Excess of revenues over (under) expenditures	(570,411)	359,847
Other financing sources (uses)		
Transfers	-	-
Net change in fund balance	(570,411)	359,847
Fund Balance -		
Beginning	1,088,841	728,994
Ending	$ 518,430	$ 1,088,841

CITY OF SENOIA, GEORGIA
SCHEDULE OF PROJECTS FINANCED
WITH SPECIAL SALES TAX #5 PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2016

PROJECTS	ORIGINAL ESTIMATED COST	EXPENDITURES BEGINNING OF YEAR	EXPENDITURES CURRENT YEAR	EXPENDITURES TO DATE	ESTIMATED PERCENT COMPLETE
City Hall	$ 120,000	$ 400	$ 19	$ 419	0.3%
Public Safety	200,000	63,344	-	63,344	31.7%
Road, streets, bridges and sidewalks	1,250,000	574,363	530,690	1,105,053	88.4%
Parks and Recreationsl	1,250,000	55,622	626,138	681,760	54.5%
Public Works	300,000	-	-	-	0.0%
	$ 3,120,000	$ 693,729	$ 1,156,847	$ 1,850,576	

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CITY OF SENOIA, GEORGIA
DEVELOPMENT IMPACT FEE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2016 AND 2015

	2016	2015
Assets		
Cash	$ 348,516	$ 276,588
Due from other governments	32,228	660
Due from other funds	-	-
Total Assets	$ 380,744	$ 277,248
Liabilities Deferred Inflows of Resources and Fund Equity		
Liabilities:		
Accounts payable	$ -	$ -
Unearned revenues	-	-
Due to other funds	21,002	2,541
	21,002	2,541
Deferred inflows of resources		
Unavailable revenues	32,228	660
Fund equity:		
Restricted for capital outlay	327,514	274,047
Total Fund Equity	327,514	274,047
Total Liabilities and Fund Equity	$ 380,744	$ 277,248

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, 2016
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2015

	2016			
	FINAL BUDGET	ACTUAL	VARIANCE	2015
Revenues				
Impact fees	$ 79,200	$ 154,739	$ 75,539	$ 18,330
Intergovernmental	-	36,308	36,308	10,736
Interest	-	57	57	78
Total Revenues	79,200	191,104	111,904	29,144
Expenditures				
Current				
Bank charges	-	-	-	-
Capital outlay				
Administration	-	-	-	-
Police	-	-	-	39,950
Library	-	-	-	-
Parks	138,000	137,637	363	13,582
Total Expenditures	138,000	137,637	363	53,532
Excess of Revenues Over (Under) Expenditures Before Other Sources and (Uses)	(58,800)	53,467	112,267	(24,388)
Other Sources and (Uses)				
Transfers	-	-	-	-
Net change in fund balance	(58,800)	53,467	112,267	(24,388)
Fund Balance - Beginning	274,047	274,047	274,047	298,435
Fund Balance - End of Year	$ 215,247	$ 327,514	$ 386,314	$ 274,047

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current assets		
Cash	$ 269,390	$ 268,825
Receivables-		
Accounts (net)	114,218	102,535
Inventory	4,729	4,729
Due to other funds	76,352	-
Restricted assets		
Cash	90,735	90,507
Investments	106,718	106,318
Total current assets	662,142	572,914
Noncurrent assets		
Capital assets		
Land	105,647	105,647
Improvements other than buildings	5,444,657	5,432,379
Buildings	241,597	241,597
Machinery and equipment	418,372	399,623
Vehicles	35,150	35,150
Accumulated depreciation	(2,367,570)	(2,231,116)
Capital assets (net of depreciation)	3,877,853	3,983,280
Total noncurrent assets	3,877,853	3,983,280
Total assets	4,539,995	4,556,194

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
LIABILITIES		
Current liabilities		
Accounts payable	$ -	$ -
Accrued expenses		
Customer deposits	99,663	96,149
Salaries	14,428	14,327
Compensated absences	19,981	17,629
Due to other funds	-	175,067
Current liabilities payable from restricted assets		
Revenue bonds	40,000	35,000
Notes	65,185	62,566
Accrued interest	3,980	4,415
Total current liabilities	243,237	405,153
Long-term liabilities		
Revenue bonds	175,000	215,000
Notes payable	784,307	849,492
Total long-term liabilities	959,307	1,064,492
Total liabilities	1,202,544	1,469,645
Net Position		
Net investment in capital assets	2,813,361	2,821,222
Restricted under debt ordinance	197,453	196,825
Unrestricted	326,637	68,502
Total Net Position	$ 3,337,451	$ 3,086,549

CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
OPERATING REVENUES		
Sales and service	$ 1,042,375	$ 841,673
Penalties	34,930	34,225
Miscellaneous	14,742	13,122
Total operating revenues	1,092,047	889,020
OPERATING EXPENSES		
Purchase of product	9,383	26,928
Salaries and related cost	490,292	506,940
Supplies and materials	116,584	105,422
Repairs and maintenance	57,041	78,059
Utilities	37,676	43,268
Depreciation and amortization	136,454	135,154
Other	82,752	87,091
Total operating expenses	930,182	982,862
Operating income (loss)	161,865	(93,842)
Non-operating revenues and (expenses)		
Interest earned	1,191	904
Gain (Loss) on sale of capital asset	-	-
Interest expense	(49,135)	(53,411)
Total non-operating revenues (expenses)	(47,944)	(52,507)
Income before transfers and capital contributions	113,921	(146,349)
Capital contributions -		
Developers	136,981	22,965
Intergovernmental	-	-
Transfers	-	-
Change in net position	250,902	(123,384)
NET POSITION - BEGINNING	3,086,549	3,209,933
NET POSITION - ENDING	$ 3,337,451	$ 3,086,549

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CITY OF SENOIA, GEORGIA
WATER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
Cash flows from operating activities:		
Cash received from customers and users	$ 1,083,878	$ 870,618
Cash paid to suppliers for goods and services	(424,085)	(470,050)
Cash paid to employees	(367,190)	(385,101)
Net cash provided from operating activities	292,603	15,467
Cash flows from investing activities:		
Interest received	1,191	904
(Purchase) / redemption of investments	(400)	(160)
Net cash from investing activities	791	744
Cash flows from non-capital financing activities:		
Transfers	-	-
Change in due to/from other funds	(251,419)	139,331
Net cash flows from non-capital financing activities	(251,419)	139,331
Cash flows from capital financing activities:		
Proceeds from long-term debt	-	-
Principal payments on long-term debt	(97,566)	(95,051)
Interest paid	(49,570)	(53,835)
Capital contributions	136,981	22,965
Procees from sale of capital assets	-	-
Purchase / construction of capital assets	(31,027)	(28,830)
Net cash flows from capital financing activities	(41,182)	(154,751)
Net cash flows	793	791
Cash and cash equivalents - beginning	359,332	358,541
Cash and cash equivalents - ending	$ 360,125	$ 359,332

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

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2016	2015
Operating income (loss)	$ 161,865	$ (93,842)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	136,454	135,154
(Increase) decrease in receivables	(11,683)	(22,477)
(Increase) decrease in inventory	-	-
Increase (decrease) in accounts payable	-	(9,505)
Increase (decrease) in customer deposits	3,514	4,075
Increase (decrease) in accrued liabilities	2,453	2,062
Total adjustments	130,738	109,309
Net cash from operating activities	$ 292,603	$ 15,467

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current assets		
Cash	$ 333,324	$ 333,264
Receivables-		
Accounts (net)	87,246	85,105
Due from other funds	1,227,488	937,533
Restricted assets		
Cash	327,064	326,249
Total current assets	1,975,122	1,682,151
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	278,554	265,887
Accumulated depreciation	(2,795,038)	(2,559,703)
Capital assets (net of depreciation)	8,649,762	8,872,430
Total assets	10,624,884	10,554,581

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
LIABILITIES		
Current liabilities		
Accounts payable		
Trade	$ -	$ -
Accrued compensated absences	9,749	10,296
Accrued salaries	5,697	5,027
Current liabilities payable from restricted assets		
Revenue bonds	89,462	85,639
Accrued interest	3,337	3,398
Total current liabilities	108,245	104,360
Long-term liabilities		
Revenue bonds	4,549,992	4,639,444
Total long-term liabilities	4,549,992	4,639,444
Total liabilities	4,658,237	4,743,804
Net Position		
Net investments in capital assets	4,010,308	4,147,347
Restricted as to debt covenants	327,064	326,249
Unrestricted	1,629,275	1,337,181
Total Net Position	$ 5,966,647	$ 5,810,777

CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
OPERATING REVENUES		
Sales and service	$ 733,290	$ 689,004
Miscellaneous	16,540	18,100
Total operating revenues	749,830	707,104
OPERATING EXPENSES		
Salaries and related cost	191,399	140,206
Supplies and materials	23,110	21,429
Repairs and maintenance	29,967	27,879
Utilities	124,531	126,573
Depreciation and amortization	235,335	238,371
Other	31,773	40,462
Total operating expenses	636,115	594,920
Operating income (loss)	113,715	112,184
Non-operating revenues and (expenses)		
Interest earned	876	947
Interest expense	(204,950)	(209,188)
Total non-operating revenues (expenses)	(204,074)	(208,241)
Income before transfers and capital contributions	(90,359)	(96,057)
Capital contributions -		
Community Development Block Grant	-	-
Developers	246,229	45,457
Change in net position	155,870	(50,600)
NET POSITION - BEGINNING	5,810,777	5,861,377
NET POSITION - ENDING	$ 5,966,647	$ 5,810,777

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CITY OF SENOIA, GEORGIA
SEWER ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
Cash flows from operating activities:		
Cash received from customers and users	$ 747,689	$ 700,680
Cash paid to suppliers for goods	(251,328)	(261,262)
Cash paid to employees	(149,329)	(101,814)
Net cash provided from operating activities	347,032	337,604
Cash flows from investing activities:		
Interest received	876	947
Net cash from investing activities	876	947
Cash flows from non-capital financing activities:		
Change in due to/from other funds	(289,955)	(92,468)
Net cash flows from non-capital financing activities	(289,955)	(92,468)
Cash flows from capital financing activities:		
Proceeds from long-term debt	-	-
Payments on long-term debt	(85,629)	(81,970)
Interest paid	(205,011)	(208,671)
Purchase / construction of capital assets	(12,667)	-
Capital contributions from Community Development Block Grant	-	-
Capital contributions from developers	246,229	45,457
Net cash flows from capital financing activities	(57,078)	(245,184)
Net cash flows	875	899
Cash and cash equivalents - beginning	659,513	658,614
Cash and cash equivalents - ending	$ 660,388	$ 659,513

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

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2016	2015
Operating income (loss)	$ 113,715	$ 112,184
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	235,335	238,371
(Increase) decrease in receivables	(2,141)	(6,424)
Increase (decrease) in accounts payable	-	(9,596)
Increase (decrease) in accrued liabilities	123	3,069
Total adjustments	233,317	225,420
Net cash from operating activities	$ 347,032	$ 337,604

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ 20,505	$ 19,378
Total current assets	20,505	19,378
Total assets	20,505	19,378
LIABILITIES		
Current liabilities		
Accounts payable	-	-
Total current liabilities	-	-
Long-term liabilities	-	-
Total liabilities	-	-
NET POSITION		
Investment in capital assets	-	-
Unrestricted	20,505	19,378
Total Net Position	$ 20,505	$ 19,378

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2016 AND 2015

	2016	2015
OPERATING REVENUES		
Charges for services	$ 246,364	$ 241,423
Total operating revenues	246,364	241,423
OPERATING EXPENSES		
Purchase of product	227,918	224,464
Other	2,500	1,500
Total operating expenses	230,418	225,964
Operating income (loss)	15,946	15,459
Transfers	(14,819)	(17,360)
Change in net position	1,127	(1,901)
NET POSITION - BEGINNING	19,378	21,279
NET POSITION - ENDING	$ 20,505	$ 19,378

CITY OF SENOIA, GEORGIA
SOLID WASTE MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2016 AND 2015

	2016	2015
Cash flows from operating activities:		
Cash received from customers and users	$ 245,237	$ 243,324
Cash paid to suppliers for goods	(230,418)	(225,964)
Cash paid to employees	-	-
Net cash provided from operating activities	14,819	17,360
Cash flows from investing activities:		
Other	-	-
Net cash from investing activities	-	-
Cash flows from non-capital financing activities:		
Transfers	(14,819)	(17,360)
Net cash flows from non-capital financing activities	(14,819)	(17,360)
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

	2016	2015
Operating income (loss)	$ 15,946	$ 15,459
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	-	-
(Increase) decrease in receivables	(1,127)	1,901
Increase (decrease) in accounts payable	-	-
Total adjustments	(1,127)	1,901
Net cash from operating activities	$ 14,819	$ 17,360

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current assets		
Receivables, net -		
Accounts	$ 10,493	$ -
Total current assets	10,493	-
Noncurrent assets		
Capital assets -		
Improvements other than buildings	182,574	-
Accumulated depreciation	-	-
Capital assets (net of depreciation)	182,574	-
Total assets	193,067	-
LIABILITIES		
Current liabilities		
Due to other funds	65,878	-
Total current liabilities	65,878	-
Long-term liabilities	-	-
Total liabilities	65,878	-
NET POSITION		
Investment in capital assets	182,574	-
Unrestricted	(55,385)	-
Total Net Position	$ 127,189	$ -

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEARS DECEMBER 31, 2016 AND 2015

	2016	2015
OPERATING REVENUES		
Charges for services	$ 69,651	$ -
Total operating revenues	69,651	-
OPERATING EXPENSES		
Professional fees	125,036	62,500
Other	-	-
Total operating expenses	125,036	62,500
Operating income (loss)	(55,385)	(62,500)
Capital contributions -		
General and SPLOST Funds	182,574	-
Transfers	-	73,990
Change in net position	127,189	11,490
NET POSITION - BEGINNING	-	(11,490)
NET POSITION - ENDING	$ 127,189	$ -

CITY OF SENOIA, GEORGIA
STORMWATER MANAGEMENT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2016 AND 2015

	2016	2015
Cash flows from operating activities:		
Cash received from customers and users	$ 59,158	$ -
Cash paid to suppliers for goods	(125,036)	(62,500)
Cash paid to employees	-	-
Net cash provided from operating activities	(65,878)	(62,500)
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	65,878	(11,490)
Net cash flows from non-capital financing activities	65,878	62,500
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

	2016	2015
Operating income (loss)	$ (55,385)	$ (62,500)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	-	-
(Increase) decrease in receivables	(10,493)	-
Increase (decrease) in accounts payable	-	-
Total adjustments	(10,493)	-
Net cash from operating activities	$ (65,878)	$ (62,500)
Non-cash transactions -		
Transfers of a completed capital project from Governmental-Type Funds to the Stormwater Fund.	$ 182,574	$ -

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2016 AND 2015

	2016	2015
Assets		
Assets:		
Cash	$ 115,817	$ 106,608
Accounts receivable	11,100	3,700
Note receivable	-	-
Total Assets	$ 126,917	$ 110,308
Liabilities and Fund Equity		
Liabilities:		
Customer deposits	$ 1,850	$ 1,850
Total Liabilities	1,850	1,850
Fund equity:		
Fund Balance - Unassigned	125,067	108,458
Total Fund Equity	125,067	108,458
Total Liabilities and Fund Equity	$ 126,917	$ 110,308

CITY OF SENOIA, GEORGIA
DOWNTOWN DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
Revenues:		
Intergovernmental	$ -	$ -
Events and promotions	45,334	34,113
Rents	22,200	28,200
Miscellaneous	1,457	750
Total Revenues	68,991	63,063
Expenditures:		
Purchased / contracted services	34,479	43,106
Supplies	8,611	8,063
Payments to others - Façade Grants	2,946	3,685
Capital outlay	-	-
Other	-	-
Debt service -		
Principal	3,176	3,046
Interest	3,170	3,300
Total Expenditures	52,382	61,200
Excess of revenues over (under) expenditures	16,609	1,863
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	16,609	1,863
Fund Balance - Beginning of year	108,458	106,595
Fund Balance - End of year	$ 125,067	$ 108,458

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2016 AND 2015

	2016	2015
Assets		
Assets:		
Cash	$ 15,608	$ 15,601
Accounts receivable	-	-
Note receivable	-	-
Total Assets	$ 15,608	$ 15,601
Liabilities and Fund Equity		
Liabilities:		
Due to primary government	$ 13,321	$ 321
Total Liabilities	13,321	321
Fund equity:		
Fund Balance - Unassigned	2,287	15,280
Total Fund Equity	2,287	15,280
Total Liabilities and Fund Equity	$ 15,608	$ 15,601

CITY OF SENOIA, GEORGIA
DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
Revenues:		
Commissions	$ -	$ -
Interest	7	20
Total Revenues	7	20
Expenditures:		
Purchased / contracted services	13,000	245
Supplies	-	76
Payments to others - Façade Grants	-	-
Capital outlay	-	-
Debt service -		
Principal	-	-
Interest	-	-
Total Expenditures	13,000	321
Excess of revenues over (under) expenditures	(12,993)	(301)
Other financing sources (uses):		
Proceeds from note issue	-	-
Proceeds from sale of asset	-	-
Total Other Financing Sources (Uses)	-	-
Net change in fund balance	(12,993)	(301)
Fund Balance - Beginning of year	15,280	15,581
Fund Balance - End of year	$ 2,287	$ 15,280

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