CITY OF VIENNA , GEORGIA

FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2016

HERBERT E. ALLEN
CERTIFIED PUBLIC ACCOUNTANT
AMERICUS, GEORGIA 31709

CITY OF VIENNA , GEORGIA

FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2016

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CERTIFIED PUBLIC ACCOUNTANT
AMERICUS, GEORGIA 31709

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CITY OF VIENNA OFFICIALS

FOR THE YEAR ENDING SEPTEMBER 30, 2016

HOBBY STRIPLING SR., MAYOR

BETH ENGLISH, MAYOR PROTEM

WALTER BROWN, COUNCIL MEMBER

RANDALL ALMOND, COUNCIL MEMBER

ALBERT KING, COUNCIL MEMBER

MICHAEL BOWENS, CITY ADMINISTRATOR

DEBRA SPRING, CITY CLERK

HERBERT E. ALLEN

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Member of the American Institute of Certified Public Accountants

Member of the Georgia Society of Certified Public Accountants

January 22, 2017

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Vienna
Vienna, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units and each major fund of The City of Vienna, Georgia, as of and for the year ended September 30, 2016, which collectively comprise the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

Management's Responsibility for the Financial Statements

Management is responsible for preparation and fair presentation of these financial statements in accordance with generally accepted *Governmental Auditing Standards* 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 judgments, 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 opinions, 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 and the aggregate remaining fund information of the City of Vienna, Georgia as of September 30, 2016, and the respective changes in financial position and where applicable cash flows thereof, and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that they identify required supplementary information, analysis and budgetary comparison information on pages 40-76 is 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 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 made for the purpose of forming an opinion on the financial statements that collectively comprise the City of Vienna, Georgia, financial statements. The combining and individual other fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements, and the required supplemental information and the supplemental has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United State of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other reporting required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued a report dated January 22, 2017 on our consideration of the City of Vienna, Georgia internal control over financial reporting and on tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal controls over financial reporting on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards,* and should be read in conjunction with the auditor's report on financial statements.

HERBERT E. ALLEN, CPA

CITY OF VIENNA, GEORGIA
GOVERNMENT-WIDE STATEMENT OF NET POSITION
September 30, 2016

ASSETS	Governmental Activities	Business-Type Activities	Total Reporting Entity
Cash and cash equivalents	$ 21,789	$ 21,177	$ 42,966
Receivables (net of allowance):			-
Taxes	98,180		98,180
Accounts	6,709	208,932	215,641
Solid waste Reserve Account	6,297		6,297
Restricted			-
SPLOST, Capital Proj., Bond Debt	982,170	490,349	1,472,519
Capital assets:			-
Land	279,264		279,264
Fire Station	808,525		808,525
Construction work in progress	-	6,084,671	6,084,671
Infrastructure	6,807,140		6,807,140
Buildings	4,525,997	165,000	4,690,997
Vehicles	1,421,256		1,421,256
Furniture, fixtures & equipment	505,055	1,467,066	1,972,121
Fascade	165,882		165,882
Utility plant in service	-	22,160,048	22,160,048
Other fixed assets	-		-
Accumulated depreciation	(3,754,428)	(9,347,954)	(13,102,382)
Other Assets			-
Revenue Bond Closing Cost	-	170,351	170,351
Accumulated Amortization	-	(80,110)	(80,110)
Total Assets	$ 11,873,836	$ 21,339,530	$ 33,213,366
DEFERRED OUTFLOWS OF RESOURCES			
Pension Cost	$ 236,332	$ -	$ 236,332
LIABILITIES AND NET POSITION			
Accounts and claims payable	$ 66,715	$ 76,650	$ 143,365
Accrued liabilities	4,516	701	5,217
Net Pension Obligation	896,018		896,018
Customer deposits	-	177,607	177,607
Due within one year notes	86,203	105,752	191,955
Solid Waster Management Auth	105,000		105,000
USDA & Others	-		-
Noncurrent Liabilities			-
Due after one year notes	1,528,081	9,476,048	11,004,129
Solid Waster Management Auth	1,475,000		1,475,000
Total Liabilities	$ 4,161,533	$ 9,836,758	$ 13,998,291
DEFERRED OUTFLOWS OF RESOURCES			
Pension Liability	$ 102,904	$ -	$ 102,904
NET POSTION			
Net investments in capital assets	$ 914,441	$ 11,037,273	$ 11,951,714
Restricted			
SPLOST & Other Capital Projects	982,170	335,280	1,317,450
Bond Debt Service			
Unrestricted	5,949,120	130,219	6,079,339
Total Net Position	$ 7,845,731	$ 11,502,772	$ 19,348,503

The accompanying notes to financial statemest are an integral part of this statement.

CITY OF VIENNA, GEORGIA
GOVERNMENT-WIDE STATEMENT OF NET POSITION
September 30, 2016

	Discretely Presented Component Units			
	Downtown Dev. Auth. City of Vienna	Development Auth. Of City of Vienna	City of Vienna Solid Waste Mng.	Total
ASSETS				
Cash and cash equivalents	$ 215	$ 132,665	$ 6,297	$ 139,177
Receivables (net of allowance):			1,580,000	1,580,000
Taxes	-	-	-	-
Accounts	-	-	-	-
Assets held for resale:				
Land	39,000	25,366	-	64,366
Buildings	195,734	-	-	195,734
Other fixed assets	-	-	18,750	18,750
Accumulated amortization	-	-	(295,000)	(295,000)
Other Assets				
Revenue Bond Closing Cost	-	-	96,000	96,000
Accumulated Amortization	-	-	(17,421)	(17,421)
Total Assets	$ 234,949	$ 158,031	$ 1,388,626	$ 1,781,606
LIABILITIES AND NET POSITION				
Accounts and claims payable	$ -	$ -	$ -	$ -
Accrued liabilities	-	-	-	-
Deferred Revenue	-	-	-	-
Customer deposits	-	-	-	-
Noncurrent liabilities:				
Due within one year	70,000	5,500	105,000	180,500
Due in more than one year	-	-	1,475,000	1,475,000
Total Liabilities	$ 70,000	$ 5,500	$ 1,580,000	$ 1,655,500
NET POSITION				
Invested in capital assets, net of related debt	-	-	-	-
Restricted (Cash)	215	132,665	(197,671)	(64,791)
Unrestricted	164,734	19,866	6,297	190,897
Total Net Position	$ 164,949	$ 152,531	$ (191,374)	$ 126,106

The accompanying notes to financial statement are an intergral part of this statement.

CITY OF VIENNA, GEORGIA
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2016

	Downtown Dev. Authority City of Vienna	Development Authority Of City of Vienna	City of Vienna Solid Waste Mng.	Business Type Activities	Total
Expenses:					
General Government	$ -	$ -	$ 100,000	$ -	$ 100,000
Amortization	-	-	-	-	-
Public Safety	-	3,670	-	-	3,670
Health and Welfare	-	-	-	-	-
Interest	-	-	62,154	-	62,154
Cultural and Recreation	-	-		-	-
Total Governmental Activities	$ -	$ 3,670	$ 162,154	$ -	$ 165,824
Revenues:					
Taxes:					
General Government	-	-	98,000	-	98,000
Splost Taxes	-	-	60,000	-	60,000
Local Option Taxes	-	-	-	-	-
Grant	-	-	-	-	-
Miscellaneous and Other	17	121,702	7	-	121,726
Total Revenues	$ 17	$ 121,702	$ 158,007	$ -	$ 279,726
Change in Net Position	17	118,032	(4,147)	-	113,902
Net Position at Beginning of Year as adjusted	164,932	34,499	(187,227)	-	12,204
Net Position at End of Year	$ 164,949	$ 152,531	$ (191,374)	$ -	$ 126,106

The accompanying notes to financial statements are an integral part of this statement.

CITY OF VIENNA, GEORGIA
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2016

	Expenses	Program Revenues, Fees, Fines & Charges for Services	Capital Grants & Contributions	Operating Grants	Governmental Activities	Business-Type Activities	Total
Program Activities:							
Executive and Administrative	$ 639,999	$ 61,800			$ (578,199)	$ -	$ (578,199)
Public Safety - Police	626,994	83,377			(543,617)	-	(543,617)
Public Safety - Fire	138,802				(138,802)	-	(138,802)
Public Works - Water & Sewer			870,070		870,070		870,070
Public Works - Streets, Parks,	485,465				(485,465)	-	(485,465)
Cemetary & Recreation	22,900	12,080			(10,820)	-	(10,820)
Community Development	387,923	7,168	224,705		(156,050)	-	(156,050)
Maintenance and Others	117,823				(117,823)		(117,823)
Pension	127,581				(127,581)		(127,581)
Interest (as adjusted)	97,544				(97,544)		(97,544)
Total Governmental Activities:	2,645,031	164,425	$ 1,094,775	-	(1,385,831)	-	(1,385,831)
Business-type Activities:							
Water and Sewer	2,171,333	1,993,471				(177,862)	(177,862)
Gas	868,766	870,466				1,700	1,700
Total Business-type Activities	3,040,099	2,863,937	-	-	-	(176,162)	(176,162)
Total Primary Government	$ 5,685,130	$ 3,028,362	$ 1,094,775	-	(1,385,831)	(176,162)	(1,561,993)
Componenet Units							
Downtown Dev Auth City of Vienna			$ -				
Dev Auth City of Vienna		$ -					
City of Vienna Solid Waste Manag							
Total Component Units	$ -	$ -	-				
General Revenues:							
Taxes:							
Property					$ 748,524	$ -	$ 748,524
Malt Beverage Tax					58,662		58,662
Premium Tax					231,116	-	231,116
Franchise Tax					264,100	-	264,100
LOST					229,068	-	229,068
SPLOST					140,716		140,716
Transportation Investment Tax					103,001		103,001
Other Taxes					83,204	-	83,204
Miscellaneous and Other					-	-	-
Total General Revenues					1,858,391	-	1,858,391
Transfers					209,271	(209,271)	-
Total General Revenues & Transfers					2,067,662	(209,271)	1,858,391
Change in Net Position					681,831	(385,433)	296,398
Net Position at Beginning of Year					7,341,316	11,888,205	19,229,521
Prior Period Adjustment -Pension Outflow Net					(177,416)	-	(177,416)
Net Position at End of Year					$ 7,845,731	$ 11,502,772	$ 19,348,503

The accompanying notes to financial statements are an integral part of this statement.

CITY OF VIENNA, GEORGIA
BALANCE SHEET - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

ASSETS AND OTHER DEBITS	General	Special 1% Sales Tax 2013	One Georgia Authority Edge Grant 16GE-046-2-4799	CDBG #15p-x-046-2-5756	CDBG #13RD-X-046-2-5545	STANLEY GAMBRELL UTILITY ASSISTANCE
ASSETS						
Cash on Hand and in Banks	$ 21,789	$ -	$ -	$ -	$ -	$ -
Restricted						
SPLOST & Other Capital Projects		76,322	606,314	-	7	43,180
Accounts Receivable	6,709					
Accounts Receivable- Water Fund						
Solid Waste Reserve Account	6,297					
Taxes Receivable	78,060					
Local Option Sales Tax	20,120					
TOTAL ASSETS AND OTHER DEBITS	$ 132,975	$ 76,322	$ 606,314	$ -	$ 7	$ 43,180
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	$ 66,715	$ -	$ -	$ -	$ -	
Accrued Liabilities	4,516	-	-	-	-	
TOTAL LIABILITIES	$ 71,231	$ -	$ -	$ -	$ -	$ -
FUND BALANCES						
Restricted						
SPLOST & Other Capital Projects	$ -	$ 76,322	$ 606,314	$ -	$ 7	$ 43,180
Unassigned	61,746	-	-	-	-	
TOTAL FUND BALANCES	$ 61,746	$ 76,322	$ 606,314	$ -	$ 7	$ 43,180

CITY OF VIENNA, GEORGIA
BALANCE SHEET - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

ASSETS AND OTHER DEBITS	Transportation Investment	Hotel Motel	CHIP 2012-870 Community Development Home Investment Program	CHIP 2013-897 Community Development Home Investment Program	Total Governmental Funds
ASSETS					
Cash on Hand and in Banks	$ -	$ -	$ -	$ -	$ 21,789
Restricted					
SPLOST & Other Capital Projects	226,459	6,483	-	23,405	982,170
Accounts Receivable	-	-	-	-	6,709
Accounts Receivable- Water Fund	-	-	-	-	-
Solid Waste Reserve Account	-	-	-	-	6,297
Taxes Receivable	-	-	-	-	78,060
Local Option Sales Tax	-	-	-	-	20,120
TOTAL ASSETS AND OTHER DEBITS	$ 226,459	$ 6,483	$ -	$ 23,405	$ 1,115,145
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ -	$ -	$ -	$ -	$ 66,715
Accrued Liabilities	-	-	-	-	4,516
TOTAL LIABILITIES	$ -	$ -	$ -	$ -	$ 71,231
FUND BALANCES					
Restricted					
SPLOST & Other Capital Projects	$ 226,459	$ 6,483		$ 23,405	$ 982,163
Unassigned	-	-	-	-	61,746
TOTAL FUND BALANCES	$ 226,459	$ 6,483	$ -	$ 23,405	$ 1,043,916

CITY OF VIENNA, GEORGIA
RECONCILIATION OF THE GOVERNMENT FUNDS
BALANCE SHEET TO THE GOVERNMENT-
WIDE STATEMENT OF NET POSITION
For Fiscal Year Ended September 2016

Total Fund Balances - Total Governmental Funds	$ 1,043,916
Amounts reported for Governmental Activities in the Statement of Net Positions are different because:	
Capital assets used in governmental activities are not current in The Governmental Funds Balance Sheet	10,758,691
Deferred revenues for delinquent property taxes deferred in the Governmental funds because they will not be received within Sixty days of the City's year-end	0
Pension and net pension are not current financial resources And are not recognized at the fund financial reporting level But are reported on the government wide statement of- Net position	(896,018)
Long-term liabilities are not due and payable in the current Period and therefore they are not reported in the Govern- Mental Funds Balance Sheet.	(1,528,081)
Solid Waste Management Authority	(1,475,000)
Fire Station - Lease Purchase	(57,777)
Net Position of Governmental Activities	$7,845,731

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Governmental Fund Types					
REVENUES	General	Special 1% Sales Tax 2013	One Georgia Authority Edge Grant 16GE-046-2-4799	CDBG #15p-x-046-2-5756	CDBG #13RD-X-046-2-5545	STANLEY GAMBRELL UTILITY ASSISTANCE
Taxes	$ 1,531,470	$ -	$ -	$ -	$ -	$ -
Licenses and Permits	61,800	-	-	-	-	-
Intergovernmental	749	140,716	750,000	40,921	79,149	-
Fines and Forfeits	83,377	-	-	-	-	-
Miscellaneous and Other	94,535	-	-	-	-	6,369
TOTAL REVENUES	$ 1,771,931	$ 140,716	$ 750,000	$ 40,921	$ 79,149	$ 6,369
EXPENDITURES - CURRENT						
Executive and Administrative	$ 470,792	$ 55			$ 79,149	$ -
Public Safety - Police	606,849					
Public Safety - Fire	113,690					
Public Works - Streets, Parks, Cemetery & Recreation	459,682					
Rehabitation						
Community Development	147,963					950
Solid Waste						
Maintenance	58,903					
Others	81,820					
Homeowners Rehabilitation Assistance						
Sewer Facilities						
CAPITAL OUTLAY						
Water Department						
Loan Proceeds	(937,046)					
Capital Outlay Loan Repayment	858,525					
Façade Improvements						
Streetscape						
Debt Services						
Debt Services	189,308		143,686	40,921		
USDA Payment		51,929				
Police and Public Works	-					
TOTAL EXPENDITURES	2,050,486	51,984	143,686	40,921	79,149	950
EXCESS OF REVENUES OVER EXPENDITURES	(278,555)	88,732	606,314	0	0	5,419
OTHER FINANCING SOURCES						
Transfer in	$ 286,000	$ -				
Transfer out	(16,729)	(60,000)	-	-		-
TOTAL OTHER FINANCING SOURCES	$ 269,271	$ (60,000)	$ -	$ -	$ -	$ -
EXCESS OF EXPENDITURES OVER REVENUES AND OTHER SOURCES	$ (9,284)	$ 28,732	$ 606,314	$ -	$ 7	$ 5,419
FUND BALANCE - BEGINNING	$ 71,030	$ 47,590	$ -	$ -		$ 37,761
PRIOR PERIOD ADJUSTMENT						
FUND BALANCE - ENDING	$ 61,746	$ 76,322	$ 606,314	$ -	$ 7	$ 43,180

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Governmental Fund Types				
REVENUES	Transportation Investment	Hotel Motel	CHIP 2012-870 Community Development Home Investment Program	CHIP 2013-897 Community Development Home Investment Program	Total Reporting Entity
Taxes	$ -	$ 799	$ -	$ -	$ 1,532,269
Licenses and Permits	-	-	-	-	61,800
Intergovernmental	103,001	-	-	224,705	1,339,241
Fines and Forfeits	-	-	-	-	83,377
Miscellaneous and Other	-	-	-	-	100,904
TOTAL REVENUES	$ 103,001	$ 799	$ -	$ 224,705	$ 3,117,591
EXPENDITURES - CURRENT					
Executive and Administrative		$ 453		$ -	550,449
Public Safety - Police					606,849
Public Safety - Fire					113,690
Public Works - Streets,	5,360				5,360
Parks, Cemetery & Recreation					459,682
Rehabitation					-
Community Development				216,920	365,833
Solid Waste					-
Maintenance					58,903
Others					81,820
Homeowners Rehabilitation Assistance					-
Sewer Facilities					-
CAPITAL OUTLAY					-
Water Department					-
Loan Proceeds					(937,046)
Capital Outlay Loan Repayment					858,525
Façade Improvements					-
Streetscape					-
Debt Services					-
Debt Services					373,915
USDA Payment					51,929
Police and Public Works					-
TOTAL EXPENDITURES	5,360	453	-	216,920	2,589,909
EXCESS OF REVENUES OVER EXPENDITURES	97,641	346	-	7,785	527,682
OTHER FINANCING SOURCES					-
Transfer in					286,000
Transfer out	-	-	-	-	(76,729)
TOTAL OTHER FINANCING SOURCES	$ -	$ -	$ -	$ -	$ 209,271
EXCESS OF EXPENDITURES OVER REVENUES AND OTHER SOURCES	$ 97,641	$ 346	$ -	$ 7,785	$ - $ 736,960
FUND BALANCE - BEGINNING	$ 128,818	$ 6,137		$ 15,620	$ 306,956
PRIOR PERIOD ADJUSTMENT					
FUND BALANCE - ENDING	$ 226,459	$ 6,483	$ -	$ 23,405	$ 1,043,916

CITY VIENNA, GEORGIA
Reconciliation of the Government Funds -
Statement of Revenues, Expenditures and Changes in Fund
Balances to the Government-Wide Statement of Activities and
Changes in Net Position
For Fiscal Year Ended September 30, 2016

Net change in fund balances - total government funds	$1,043,916
Amounts reported for governmental activities in the Statements of Activities are different because:	
Governmental Funds report capital outlay as Expenditures. However, in the Government-Wide Statement Of Activities and changes in Net Position, the cost Of those assets is allocated over their estimated useful Lives as depreciation expense. This is the amount of Capital assets recorded in the current period.	887,046
Depreciation expense on capital assets is reported In the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the Use of current financial resources. Therefore, Depreciation expense on capital is not reported as Expenditures in Government Funds.	(177,320)
Principal payments on long-term debt Principal Payments (net)	(175,793)
Net Pension Obligation	(896,018)
Net Position	$ 681,831

GENERAL FUND TYPE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL GENERAL FUND TYPE
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budget 2016			
	Budget	Final	Actual	Variance
REVENUES				
Taxes	$ 1,584,950	$ 1,584,950	$ 1,531,470	$ (53,480)
Licenses and Permits	111,000	111,000	61,800	(49,200)
Intergovernmental			749	749
Fines & Forfeits	100,000	100,000	83,377	(16,623)
Miscellaneous and Other	398,005	398,005	94,535	(303,470)
TOTAL REVENUES	$ 2,193,955	$ 2,193,955	$ 1,771,931	$ (422,024)
EXPENDITURES CURRENT				
Executive and Administrative	$ 519,610	$ 519,610	$ 470,792	$ 48,818
Public Safety-Police	692,522	692,522	606,849	85,673
Public Safety-Fire	53,350	53,350	113,690	(60,340)
Public Works-Streets,	417,500	417,500	459,682	(42,182)
Others	287,400	287,400	81,820	205,580
Maintenace			58,903	(58,903)
Community Development	156,195	156,195	147,963	8,232
CAPITAL OUTLAY			-	-
Loan Proceeds			(937,046)	937,046
Capital Outlay Repayments	-	-	858,525	
DEBT SERVICES	-	-	-	-
Fire Station	47,500	47,500	-	47,500
Police and Public Works	19,878	19,878	-	19,878
TOTAL EXPENDITURES	$ 2,193,955	$ 2,193,955	$ 1,861,178	$ 1,191,302
EXCESS OF EXPENDITURES OVER REVENUES	-	-	(89,247)	
OTHER FINANCING SOURCES				
Transfer in			286,000	
Debt Services			(189,308)	
Transfer out	-	-	(16,729)	-
TOTAL OTHER FINANCING SOUR	-	-	79,963	-
EXCESS OF EXPENDITURES OVER REVENUES AND OTHER SOURCES			$ (9,284)	
FUND BALANCE - BEGINNING			71,030	
PRIOR PERIOD ADJUSTMENTS				
FUND BALANCE - ENDING			$ 61,746	

CITY OF VIENNA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016

	Water & Sewer Revenue Fund	Gas Revenue Fund	Business Type Activities Enterprise Funds
Assets:			
Current Assets			
Cash in Banks - General	$ 16,419	$ 4,758	$ 21,177
Accounts Receivable	136,921	17,839	154,760
Accounts Receivable- Gas	(17,839)	72,011	54,172
Investments	85,382	-	85,382
Cash W/S Revenue Fund	54,796	-	54,796
Series 1997 - Tyson SF	14,891	-	14,891
Total Current Assets	$ 290,570	$ 94,608	$ 385,178
Noncurrent Assets:			
Restricted Assets			
Investments - Sinking Fund	335,280		335,280
Total Restricted Assets	$ 335,280	$ -	$ 335,280
Capital Assets			
Utility Plant in Service	$ 21,216,036	$ 944,012	$ 22,160,048
Machinery & Equipment	606,983	860,082	1,467,066
Building	82,500	82,500	165,000
Construction Work In Process	6,084,671		6,084,671
Accumulated Depreciation	(7,896,408)	(1,451,546)	(9,347,954)
Total Capital Assets Net of Accumulated Depreciation Net	$ 20,093,783	$ 435,049	$ 20,528,831
Other Assets			
Revenue Bond Closing Cost	$ 170,351	$ -	$ 170,351
Less: Accumulated Amortization	(80,110)	-	(80,110)
Total Other Assets - Net	90,241	-	90,241
Total Noncurrent Assets	$ 20,519,304	$ 435,049	$ 20,864,112
Total Assets	$ 20,809,874	$ 529,656	$ 21,339,530
Liabilities:			
Current Liabilities			
Accounts Payable	$ 17,678	$ 58,972	$ 76,650
Sales Tax Payable		701	701
Customer Deposits	122,190	55,417	177,607
GEFA	105,752	-	105,752
Revenue Bonds Payable	200,000	-	200,000
Total Current Liabilities	$ 445,620	$ 115,090	$ 560,710
Long-Term Liabilities			
Revenue Bonds Payable	820,000	-	820,000
Note Payable	41,250	41,250	82,500
GEFA Notes Payable	8,373,548	-	8,373,548
Total Long-Term Liabilities	$ 9,234,798	$ 41,250	9,276,048
Total Liabilities	$ 9,680,418	$ 156,340	$ 9,836,758
Net Posititon			
Net investments in Capital assets	$ 10,643,474	$ 393,799	$ 11,037,273
Restricted			
Investments - Sinking Fund	335,280	-	335,280
Unrestricted	150,702	(20,483)	130,219
Total Net Position	$ 11,129,456	$ 373,316	$ 11,502,772

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
ALL PROPRIETARY FUND TYPES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Water & Sewer Revenue Fund	Gas Revenue Fund	Business-Type Activities Enterprise Funds
OPERATING REVENUE			
Sales and Charges	$ 792,333	$ 868,175	$ 1,660,508
Operating Income (Tyson Contract)	1,219,566	-	1,219,566
Miscellaneous Operating Revenue	53,896	2,076	55,972
Sale of Land and Equipment, net	-	-	-
Rental Income (Hayfield & Cell Tower)	26,926	-	26,926
TOTAL OPERATING REVENUE	$ 2,092,721	$ 870,251	$ 2,962,972
COST OF GAS SOLD			
Purchases - Gas	$ -	$ 507,370	$ 507,370
NET OPERATING REVENUE	$ 2,092,721	$ 362,881	$ 2,455,602
OPERATING EXPENSES			
Salaries and Benefits	$ 299,397	$ 159,527	$ 458,924
Supplies	56,280	31,314	87,593
Repairs and Maintenance	1,008,073	2,376	1,010,449
OMI	97,574	-	97,574
Insurance Paid	70,180	50,298	120,477
Public Service Utilities	97,569	32,029	129,599
Other Services and Charges	59,718	44,912	104,630
TOTAL OPERATING EXPENSES	$ 1,688,790	$ 320,456	$ 2,009,246
OPERATING INCOME (BEFORE DEPRECIATION)	$ 403,931	$ 42,424	$ 446,355
Depreciation	(465,202)	(40,940)	(506,142)
OPERATING INCOME	$ (61,271)	$ 1,484	$ (59,787)
NON-OPERATING REVENUE(EXPENSES)			
Interest Income	$ 1,234	$ 215	$ 1,449
Interest Expense	(114,915)	-	(114,915)
Grants	(2,910)	-	(2,910)
TOTAL NON-OPERATING REVENUE(EXPENSES)	(116,591)	215	(116,376)
NET INCOME (LOSS) BEFORE TRANSFERS	$ (177,861)	$ 1,699	$ (176,162)
TRANSFERS (Net)	(33,271)	(176,000)	(209,271)
CHANGE IN NET ASSETS	$ (211,132)	$ (174,301)	$ (385,433)
NET POSITION AT BEGINNING OF YEAR	$ 11,340,589	$ 547,617	$ 11,888,206
NET POSITION AT END OF YEAR	$ 11,129,456	$ 373,316	$ 11,502,772

CITY OF VIENNA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
CITY OF VIENNA, GEORGIA
FOR THE YEAR ENDING SEPTEMBER 30, 2016

	Water & Sewer Revenue Fund	Gas Revenue Fund	Business-Type Activities Enterprise Funds
Cash Flows From Operating Activities:			
Cash Received from Customers	$ 1,934,289	$ 872,006	$ 2,806,295
Cash Payment to Suppliers and Services	(1,286,957)	(159,527)	(1,446,484)
Cash Payment to Employees for Services	(299,397)	(661,905)	(961,302)
Net Cash Provided (Used) by Operating Activities	$ 347,935	$ 50,574	$ 398,509
Cash Flows From Non Capital Financing Activities:			
Operating Grants Received	$ (2,910)	$ -	$ (2,910)
Transfers to Other Funds	(33,271)	(39,777)	(73,048)
Net Cash Provided (Used) by Non Capital Financing Activities	$ (36,181)	$ (39,777)	$ (75,958)
Cash Flows from Capital and Related Financing Activities:			
Acquisition & Construction of Capital Assets	$ (2,311,419)	$ (82,500)	$ (2,393,919)
GEFA Funds, net	2,110,019		2,110,019
Other	41,250	41,250	82,500
Interest Paid on Bonds & GEFA	(114,915)		(114,915)
Retirement on Bonds	(200,000)		(200,000)
Net Cash Provided (Used) by Capital & Related Financing Activities	$ (475,065)	$ (41,250)	$ (516,315)
Cash Flow From Investing Activities:			
Interest on Cash and Investments	$ 1,234	$ 215	$ 1,449
Net Cash Flow Provided (Used) by Investing Act.	$ 1,234	$ 215	$ 1,449
Net Increase (Decrease) in Cash & Cash Investments	$ (162,078)	$ (166,463)	$ (328,541)
Cash and Cash Investments, October 1	668,846	171,219	840,065
Cash and Cash Investments, September 30	$ 506,768	$ 4,758	$ 511,526

Disclosure of Accounting Policy:
For purposes of the Statement of Cash Flows, the City considers investment due in less than 90 days to be cash equivalents.

CITY OF VIENNA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
CITY OF VIENNA, GEORGIA
FOR THE YEAR ENDING SEPTEMBER 30, 2016

	Water & Sewer Revenue Fund	Gas Revenue Fund	Business-Type Activities Enterprise Funds
Reconciliation of Income (loss) from Operations Net Cash Provided (used) by Operating Activities:			
Income (Loss) from Operations	(61,271)	1,484	(59,787)
Adjustments to Reconcile Income (Loss) from Operations to Net Cash Provided (Used) by Operating Activities:			
Depreciation and Amortization	465,202	40,940	506,142
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(60,358)	1,757	(58,601)
Increase in other Current Liabilities	(4,840)	4,774	(66)
(Increase) in Customer Deposits	9,202	1,619	10,821
Net Cash Provided (used) by Operating Activities	$ 347,935	$ 50,574	$ 398,509
Current Assets - Cash & Cash Investments	$ 171,488	$ 4,758	$ 176,246
Restricted Assets - Cash & Cash Investments	335,280	-	335,280
Total Cash and Cash Investments	$ 506,768	$ 4,758	$ 511,526

Disclosure of Accounting Policy:
For purposes of the Statement of Cash Flows, the City considers investment due in less than 90 days to be cash equivalents.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Reporting Entity

The City operates a Council -Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), recreation, public improvements, planning and zoning and general administrative services. In addition, the City operates a public utility (water, sewer and gas) for the incorporated area.

The accounting policies and the presentation of the financial report of the City of Vienna have been designed to conform to generally accepted accounting principles as applicable to governmental units, in accordance with the Governmental Accounting Standards Board (GASB). GASB embodies the official pronouncements previously issued by the National Council on Governmental Accounting (NCGA): The City applies all applicable FASB pronouncements issued before November 30, 1989 in accounting and reporting for its proprietary operations. The following is a summary of the significant accounting policies:

The Governmental Accounting Standards Board (GASB) has issued Statement No. 34. This Statement establishes new financial reporting requirements for state and local governments throughout the United States. Its implementation creates new information and restructures much of the information that governments have presented in the past.

The GASB's intent is to make annual reports more comprehensive and easier to understand.

GASB 34 takes effect for entities the size of Vienna, Georgia during the fiscal year ending September 30, 2004. Some of the more significant changes in GASB Statement 34 incurred:

1. The presentation of a government-wide statement of Net Position that includes infrastructure (roads, bridges, etc.) and all debt.
2. The presentation of current and accumulated depreciation by activity.
3. The presentation of a government-wide statement of activities using full accrual accounting.
4. The presentation of the original adopted budget as well as the final amended budget in the budgetary comparison statements.

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards include whether:
(a) the organization is legally separate (can sue and be sued in their own name)
(b)the City holds the corporate powers of the organization
(c)the City appoints a voting majority of the organization's board
(d)the City is able to impose its will on the organization
(e)the organization has the potential to impose financial benefit/burden on the City
(f)there is fiscal dependency by the organization on the City.

Based on the aforementioned criteria, the City of Vienna has three component units.

In accordance with the above criteria the City has determined that the Downtown Development Authority of the City of Vienna, the Development Authority of City of Vienna, and the City of Vienna Solid Waste Management Authority, should be included as discretely presented component units. It is presented in a separate column to emphasize that it is legally separate from the City and has a fiscal year end of September 30, 2016. Separately audited general purpose financial statements may be obtained from the City of Vienna Georgia's office or the Downtown Development Authority of the City of Vienna and the Development Authority of the City of Vienna.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. Reporting Entity: (Continued)

The purpose of the two Development Authorities is to revitalize and redevelop central business districts and to promote the public good and the general welfare of the state. The Waste is to develop an inert land fill.

B. Basis of Presentation

The government-wide financial statements (the statement of net position and the statement of changes in Net Position) report information on all activities of the City. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The government-wide financial statements are accounted for on the accrual basis.

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

Fund Financial Statements:

The city segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and propriety activities. These statements present each major fund as a separate column on the fund financial statements: all non-major funds are aggregated and presented in a single column.

Governmental funds are those through which most governmental funds typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The City has presented the following major governmental funds:

General Fund -

General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

B. Basis of Presentation: (Continued)

Capital Project Funds-

The Capital Project CDBG#15P-X-046-2-5756 and CDBG#13RD-X-046-2-5545 Funds are used to account for financial resources to be used in acquisition of, construction of, or improvement to major capital facilities.

The Transportation Investment Tax Funds are used to account for financial resources to be used in improvements and construction to roads and highways.

The CHIP Funds, CHIP 2012-870, CHIP 2013-897 are used to account for financial resources to be used in improvements to homes for low income families.

The SPLOST Funds 2013, accounts for the receipt and disbursements of special sales tax (SPLOST) funds.

The One Georgia Authority Edge Grant is a grant to assist the city with the Tyson Expansion.

Special Revenue Fund-

The Hotel Motel Fund is a tax that the City of Vienna approved for a percentage of Hotel Motel charges by their customers.

The STANLEY GAMBRELL Utility Assistance Fund was set up to provide citizens in need financial assistance with their utility bills. The Stanley Gambrell fund is Special Revenue.

Water and Sewer Fund -

Water and Sewer Fund is used to account for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and sewer system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Gas Fund -

Gas Fund is used to account for the provision of gas services to the residents of the City. Activities of the fund include administration, operations and maintenance of the gas system and billing and collection activities. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal on-going operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting related to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of Net Position and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due. CDBG Capital Projects Fund - This fund accounts for a CDBG grant used for the expansion of Water Drainage Capital improvement. The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received.

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

D. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements;

The City manager submits an annual budget to the City Council in accordance with the City Charter. In September, the City Council adopts annual fiscal year appropriated budgets for City operating funds. These include General and Proprietary Funds. Once approved, the City Council may amend the legally adopted budget when expected modifications are required in estimated revenues and appropriations.

The City of Vienna is a small city with a population of about 3,000. The City Council allows management no authority to make changes in the budget. The legal level of budgetary control is at the departmental level of the funds shown above.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

D. Budgets and Budgetary Accounting:(Continued)

No budget is required or legally adopted for the Capital Projects Funds, except for a project length budget.

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues and expenditures are budgeted by source. All budget revisions are subject to final review by the City Council.

The budget is not incorporated into the accounting system; however, it is used and compared to actual receipts and disbursements to insure fiscal responsibility.

There were several areas where expenditures were in excess of appropriated budgeted amounts. There are various reasons for this, all of which the City is aware of. The general fund expenditures exceeded budgeted amounts by $161,425. The City does consider this material relative to the budgeted expenditures of $2,193.955. See Financial Statements (page 13).

Council is aware and has approved the variances; however, the budget was not formerly amended.

E. Encumbrances

Encumbrance 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 appropriations, is not employed in the General Fund.

F. Cash and Investments

For purposes of the Statement of Cash Flows, the City considers investments due in less than 90 days to be cash equivalents.

At September 30, 2016, the bank account balance totaled $1,521,782. Cash and time deposits include amounts in demand deposits, passbook savings as well as certificates of deposits. All cash is separately held and reflected in its respective fund. Cash equivalents are short term, highly liquid investments with a maturity date of three months or less that can be converted to known amounts of cash.

The City's deposit policy limits deposits choices to checking accounts, money market accounts and certificates of deposits with local banks. All deposits are to be secured as required by state statute. The statute requires the deposits to be multiplied by 110 percent.

The City's investment policy limits choices to investments complying with state statutes. These investments are limited to obligations of states, obligations issued by the U.S. government, obligations fully insured or guaranteed by the U.S. government, or by a government agency of the United States, obligations of any corporation of the U.S. government, the local government investment pool established by state law and obligations of other political subdivisions of the State of Georgia.

Custodial Risk- Custodial credit risk that in the event of a bank failure, the City's deposits may not be returned to it. The City has a deposit policy for custodial credit risk.

G. Inventory

Expendable supplies are recorded as expenditures at the time items are purchased. The City does not record inventories of supplies on the books.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

H. Receivables Due From Other Governments

There were no receivables due from other governments as of September 30, 2016, except for the September 2016 payment of local option sales tax.

I. Accumulated Unpaid Vacation, Sick Pay, and Other Employee Benefit Amounts.

Accumulated unpaid sick pay and other employee benefit amounts are not accrued in governmental funds (using the modified accrual basis of accounting). At September 30, 2016, unrecorded liabilities included approximately $34,202 in vacation pay.

J. Comparative Data

Comparative total data for the prior years have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e. presentations of prior year totals by fund type) data has not been presented in each of the statements since the inclusion would make the statements unduly complex and difficult to read.

K. Total Columns on Combined Statements - Overview

Total columns on the Combined Statements - Interfund eliminations have not been made in the aggregation of this data.

L. Property tax

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and payable on or before December 30. The City bills and collects its own property taxes. City property tax revenues are recognized when levied to the extend they result in current receivables.

M. Restricted Assets and Reserve for Bond Debt Service

Restricted Assets consist of cash and short term investments that are restricted for Water and Sewer Bond debt service.
Components of Restricted Assets are as follows:

	Revenue Sinking and Reserve Funds	Total
Sinking Funds	$ 215,476	$ 215,476

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

M. Restricted Assets and Reserve for Bond Debt Service: (Continued)

Reserve for bond debt service is the excess of restricted assets over the current portions of the debt service. There is a positive variance of $15,476at September 30, 2016.

Restricted Assets in Reserve and Sinking Funds	$	215,476
Less: Current Maturity of Revenue Bonds		(200,000)
Series 2013 and 1997 Tyson		-
Retained Earnings Reserved	$	15,476

On February 20, 2013, at the Dooly County Courthouse in the City of Vienna, Georgia, the Superior Court of Dooly County began a proceeding to confirm and validate an issue of the $965,000 in principal amount of the City of Vienna Combined Public Utility Revenue Bond, Series 2013 (the "Series 2013 Bond"), to be dated as of its date of delivery, and to be issued by the City of Vienna, Georgia (the "City") for the purpose of providing the funds to (i) refund City's Revenue Bonds, Series 1982, Series 1984 and Series 1985, (ii) prepay and refund the outstanding principal amount of a loan from the Georgia Environmental Finance Authority ("GEFA") to the City, as evidenced by Promissory Note, dated, January 18, 2006, and (iii) pay the costs of issuing the Series 2013 Bond, so as to effect a savings on the debt service requirements of the City's now outstanding indebtedness.

A listing of Revenue Bonds Payable is as follows: Water & Sewer Fund.

Series Bond 2013

Principal payments beginning February 1, 2014 - Semi -annual payments of principal and interest 3.660% through the year ending February 1, 2032, for the purpose of the following:
Paying off the following Bond Series & GEFA:

Revenue Bond Series 1982	$	175,000
Revenue Bond Series 1984		350,000
Revenue Bond Series 1985		162,000
Interest		4,800
TOTAL	$	691,800
GEFA Loan 2006		165,249
Cost of Issuance		107,951
TOTAL	$	965,000

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

M. Restricted Assets and Reserve for Bond Debt Service: (Continued)

Schedule of interest and principal due:

1. Changes in revenue bond series 2013: Water & Sewer Fund

Balance 10-01-14	$	900,000
Payment		(40,000)
Balance 9-30-15	$	860,000

Annual debt service requirements to this note payable as of September 30, 2016 follow:

	Principal	Interest	Total
2017	40,000	30,561	70,561
2018	40,000	29,097	69,097
2019	45,000	27,542	72,542
2020	45,000	25,987	70,987
2021	45,000	24,432	69,432
2022-2032	645,000	136,607	781,607
	$ 860,000	$ 274,226	$ 1,134,226

2. Proceeds from all Bond Issues were to construct and/or improve water and sewer systems. The proceeds of the Series 2013 and 1997 Revenue Bond Issues, along with other funds, were used to acquire, equip and construct a new water and sewerage facility primarily to service Tyson Industries, an industry located in Vienna.

The Bond Ordinances relative to the Series 2013 and 1997 Revenue Bond Issues and an agreement with Tyson Industries among other items state the following:

A) Tyson Industries agrees to pay Fixed Operating Cost sufficient to pay the principal and interest on the Series 2013 and 1997 Revenue Bonds.
(B) Tyson Industries agrees to pay Variable Operating Cost sufficient to pay the operating, maintenance and repair expenses of the facility.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

M.Restricted Assets and Reserve for Bond Debt Service: (Continued)

2. Changes in revenue bond series 1997: Water & Sewer Fund

Balance 10-01-15	$	320,000
Payment		(160,000)
Balance 9-30-16	$	160,000

Schedule of interest and principal due.

Year	Principal	Interest	Total
2017	160,000	9,488	169,488
	160,000	9,488	169,488

M1. Georgia Environmental Facilities Authority (GEFA): Water & Sewer Fund

On April 1, 2014, GEFA Loan 2011L02WS will convert from construction status to a fixed amortization loan. The principal amount of the loan is $1,529,030.62 with an annual interest rate of 3.81 percent. Monthly payments of $9,113.26 will be due on the first of the month, beginning May 1, 2014. Please find enclosed the construction disbursement log and payment schedule for this loan through maturity. The balance of $446,666.38 in undisbursed construction funds has been returned to GEFA.

Balance 10-01-15	$	1,454,766
Payment		(54,884)
Balance 9-30-16	$	1,399,882

Annual debt service requirements to this note payable as of September 30, 2016.

Schedule of interest and principal due	Principal	Interest	Total
2017	57,012	52,347	109,359
2018	59,223	50,136	109,359
2019	61,519	47,840	109,359
2020	63,908	45,451	109,359
2021	66,382	42,977	109,359
2022-2026	372,569	174,226	546,795
2027-2031	450,621	96,174	546,795
2032-2034	268,648	10,240	278,888
	$ 1,399,882	$ 519,391	$ 1,919,273

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

M2. United States Department of Agriculture- New City Hall: General Fund

On November 28, 2008, the City of Vienna executed a note in the amount of $762,200 from the USDA for the purpose of financing a City Hall. The yearly payments are $51,929 including principal and interest. The rate of interest is 4.375% per annum. The first payment of interest only was due November 28, 2009. The balance as of September 30, 2016is $637,774.

Annual debt service requirements to this note payable as of September 30, 2016 follow:

Balance 10-01-15	$ 660,793
Payment	(23,019)
Balance 9-30-16	$ 637,774

	Principal	Interest	Total
2017	24,026	27,903	51,929
2018	25,078	26,851	51,929
2019	26,175	25,754	51,929
2020	27,320	24,609	51,929
2021	28,465	23,464	51,929
2022-2026	164,295	96,848	261,143
2027-2031	198,714	58,187	256,901
2032-2034	143,701	15,506	159,207
	$ 637,774	$ 299,122	$ 936,896

M3. Georgia Environmental Facilities Authority (GEFA): Water & Sewer Fund

On April 22, 2014, the modified Loan #WS12L16WS by the City of Vienna and the Georgia Environmental Finance Authority. The original agreement was dated February 25, 2013.
"The Lender agrees to advance to the Borrower, on or prior to the earlier of (1) the Completion Date (as hereinafter defined), (2) July 1, 2015, or (3) the date that the loan evidenced by this Note is fully disbursed, the Loan in a principal amount of up to $1,110,000 which Loan may be disbursed in one or more advances but each such disbursement shall reduce the Lender's loan commitment hereunder and any sums advanced hereunder may not be repaid and the re-borrowed."
The balance as of September 30, 2016, is $994,747, Tyson. The purpose of this loan is Water and Sewer Improvements.

The unpaid principal balance of this Note shall not bear any interest until the first day of the calendar month following the earlier of (1) the Completion Date (as defined in the hereinafter defined Loan Agreement), (2) July 1, 2015, of (3) the date that the loan evidenced by this Note is fully disbursed (the" Amortization Commencement Date").

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Payment are $4,872 per month beginning June 1, 2015, principal and interest for a period beginning June 1, 2015 for 240 months ending May 1, 2035.

Balance 10-01-15	$ 1,043,487
Payment	(48,740)
Balance 9-30-16	$ 994,747

	Principal	Interest	Total
2017	48,740	9,729	58,469
2018	49,229	9,240	58,469
2019	49,718	8,751	58,469
2020	50,223	8,246	58,469
2021	50,707	7,762	58,469
2022-2026	261,402	30,943	292,345
2027-2031	277,783	14,562	292,345
2032-2035	206,945	2,851	209,796
	$ 994,747	$ 92,084	$ 1,086,831

On June 26, 2015, the City of Vienna executed a note in the amount of $5,893,156 from Georgia Environmental Finance Authority (GEFA) for the purpose of to rehabilitate three pump stations, construct a pre-equalization basin, construct an influent pump station, replace equipment and piping in two treatment basins and a sludge digester, construct and equip a third treatment basin, construct a new land application system site with force main, holding pond, and pump station and all related appurtenances.

The unpaid balance shall bear interest at a rate of 1.77% per annum.

Accrued interest on this Note shall be payable monthly on the first day of each calendar month until the first day of the calendar month following the earlier of (1) the Completion Date (2) May 1, 2017 (the "Amortization Commencement Date"). Principal of and interest on this Note shall be payable in One Hundred Seventy Nine (179) consecutive monthly installments equal to the Installment Amount commencing on the first day of the calendar month following the Amortization Commencement Date, and continuing to be due on the first day of each succeeding calendar month thereafter, together with a final installment equal to the entire remaining unpaid principal balance of and all accrued interest on this Note, which shall be due and payable on the date that is 15 years from the Amortization Date (the Maturity Date).

The construction period is approximately two years ended May 1, 2017. As of September 30, 2016, the City had drawn down $6,084,671 and had paid interest in the amount of $88,888.As of September 30, 2016, the City has undistributed loan funds in the amount of $627,329.

Tyson agreement with the City of Vienna.

Tyson hereby commits to the City of Vienna (the "City") to (i) enter into an amended wastewater treatment service contract to treat Tyson's wastewater from its Vienna, Georgia processing facility (the "Facility") consistent with past practices and (ii) pursuant to the Amended Contract, make payments that permits the City to service and repay indebtedness associated with the upgrading of the wastewater treatment facility consistent with the City's undertakings in an amount not to exceed $7 million; provided that Tyson's obligation made to the City hereunder shall (x) be

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

decreased by any and all grants awarded to the City for the renovation, expansion, or upgrade to the City's wastewater treatment facility currently located on Plant Street off Industrial Drive in Vienna, Georgia, and (y) be collectible from no source other than the Amended Contract to be entered into between the City and Tyson for the City's treatment of wastewater from the Facility.

All proprietary fund debts are expected to be paid by resources of the proprietary fund and reported within these funds.

N.USDA Lease Purchase Agreements

On July 31, 2014, the City of Vienna executed a note in the amount of $73,000 from USDA for the purpose of buying three Ford Explorers for the Police Department. The yearly payments are $16,398, including principal and interest. The rate of interest is 4% per annum for five yearly payments beginning July 28, 2015.

The City also received a grant from USDA in the amount of $25,000 as payment of this loan.

Total cost of vehicles is $98,000.

Balance 10-1-15	$	59,522
Payments		(14,017)
Balance 9-30-16	$	45,505

Schedule of interest and principal due:

	Principal	Interest	Total
7/29/2017	14,578	1,820	16,398
7/30/2018	15,161	1,237	16,398
7/31/2019	15,766	632	16,398
	$ 45,505	$ 3,689	$ 49,194

N2.Fire Station Lease Agreement

On August 22, 2014, the City of Vienna entered into a Lease-Purchase Agreement with the Vienna Fire Co. Inc. for improved property. The terms of this lease purchase is for a period of twenty years beginning March 1, 2015 and ending February 28, 2035.

On September 1, 2016, this lease purchase was paid in full by a USDA Loan. On September 1, 2016, the City of Vienna executed a note in the amount of $858,525 with the United States Department of Agriculture (USDA). For the purpose of purchasing a fire station (130 N. Third Street) (See Note N-2) from the Vienna Fire Co. Inc. The monthly payments are $4,662 for a period of 240 months beginning October 1, 2016. The annual interest rate is 2.75%

Balance 10-01-15	$	-
New Loan		858,525
Balance 9-30-16	$	858,525

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Annual debt service requirements to this note payable as of September 30, 2016 follow:

	Principal	Interest	Total
2017	32,744	23,200	55,944
2018	33,656	22,288	55,944
2019	34,593	21,351	55,944
2020	35,556	20,388	55,944
2021	36,546	19,398	55,944
2022-2026	198,578	81,142	279,720
2027-2031	227,813	51,907	279,720
2032-2036	259,039	18,368	277,407
Total	858,525	258,042	1,116,567

N3. BB&T Lease Payment Agreement

On March 29, 2016, the City of Vienna executed a note in the amount of $78,521.10 from BB&T for the purpose of buying a new Holland tractor and mower for the Street Department. The monthly payments are $1,426.33 including principal and interest. The rate of interest is 3.44% per annum for 60 monthly payments beginning May 1, 2016.

Balance 3-29-16	$	78,521
Payments		(6,041)
Balance 9-30-16	$	72,480

Schedule of Principal and Interest Due:

	Principal	Interest	Total
9/30/2017	14,855	2,261	17,116
9/30/2018	15,375	1,741	17,116
9/30/2019	15,912	1,204	17,116
9/30/2020	16,468	648	17,116
9/30/2021	9870	114	9,984
Total	72,480	5,968	78,448

Debt Service on the City's Debt:

	Principal	Interest	Total
9/30/2017	344,356	131,848	476,204
9/30/2018	188,691	116,561	305,252
9/30/2019	198,178	110,519	308,697
9/30/2020	186,451	104,293	290,744
9/30/2021	190,554	98,635	289,189
Total	1,108,230	561,856	1,670,086

* See page 38-39 for bond issue City of Vienna Solid Waste Management Authority

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

O. Receivable and Payables within the Reporting Entity

There were no receivables and payables within the reporting entity at September 30, 2016.

P. Net Position

Net Position represent the difference between assets and liabilities. Net invested in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or improvements of those assets, and adding back unspent proceeds. Net Position are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other Net Position are reported as unrestricted.

Q. Capital Assets

Capital assets which include property, plant, equipment, and infrastructure assets are reported in the applicable government or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or established historical cost if actual historical is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

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

Government Activities:	Balance October 1	Additions Completions	Retirements Adjustments	Balance Sept 30
Capital Assets not being depreciated				
Land	$ 197,264	$ 50,000	$ 32,000	$ 279,264
Total Capital Assets not being depreciated	197,264	50,000	32,000	279,264
Capital Assets being depreciated				
Infrastructure	6,807,140	-	-	6,807,140
Buildings	4,525,997	808,525	-	5,334,522
Façade	165,882	-		165,882
Vehicles	1,421,256	-	-	1,421,256
Furniture and Equipment	426,534	78,521	-	505,055
Fire Station Lease Purchase	858,525	-	(858,525)	-
Total Capital Assets being depreciated	14,205,334	887,046	(858,525)	14,233,855

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

P. Capital Assets: (continued)

Less: Accumulated depreciation for:				
Infrastructure	137,578	60,980	-	198,558
Buildings	1,622,485	40,931	-	1,663,416
Façade	-		-	-
Vehicles	1,544,488	41,084	-	1,585,572
Furniture and Equipment	272,557	34,325	-	306,882
Total Accumulated Depreciation	3,577,108	177,320	-	3,754,428
Total Capital Assets, being depreciated	10,628,226	709,726	(858,525)	10,479,427
Governmental Activities, Capital Assets, Net	$ 10,825,490	$ 759,726	$ (826,525)	$ 10,758,691
Business Type Activities:				
Construction Work in Process	3,871,028	2,213,643	-	6,084,671
Capital Assets being depreciated:				
Building	-	165,000	-	165,000
Utility Plant	22,160,048	-	-	22,160,048
Equipment	1,451,792	15,274	-	1,467,066
Total Capital Assets being depreciated	27,482,868	2,393,917	-	29,876,785
Less: Accumulated Depreciation for:				
Utility Plant	7,435,955	465,202	4,749	7,905,906
Equipment	1,410,606	40,940	-	1,451,546
Total Accumulated Depreciation	8,846,561	506,142	4,749	9,357,452
Total Capital Assets being depreciated, net	$ 18,636,307	$ 1,887,775	$ 4,749	$ 20,528,832

Assets capitalized, not including infrastructure assets, have an original cost of $5,000 or more and over three years of useful life. Infrastructure assets capitalized have an original cost of $5,000 or more. Depreciation has been calculated on each class of depreciable property using the straight-line method.

Estimated useful lives are as follows.

Buildings	20-50 Years
Utility System	30-50 Years
Infrastructure	20-50 Years
Machine and Equipment	3-15 Years

Depreciation expense was charged to Program/Functions of the Primary Government as follows:

Program Activities:	
Executive and Administrative	89,550
Public Safety - Police	20,145
Public Safety - Fire	25,112
Cultural	22,090
Public Works - Streets, Parks & Cemetery	19,774
Recreation	649
	$ 177,320

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Q. Capital Assets: (continued)

Business-Type Activities:

	Water and Sewer	Gas
Utility Plant	392,925	17,223
Equipment	11,006	25,201
	403,931	42,424

The City made an inventory of its governmental activities capital assets at September 30,2004. Capital assets were adjusted for this inventory and for a change in its capital asset policy. Because of the above, governmental activities capital assets at September 30, 2003will not agree with the previously released financial statements for September 30, 2003.

R. Defined Benefit Pension Plan

Plan Description and Benefits Provided

The city contributes as a participant to the Georgia Municipal Employees Benefit System (the system), an agent multiple-employer public employee retirement system administered by the Georgia Municipal Association, The System's Retirement Plan is a defined benefit plan that provides retirement, disability benefits and death benefits to plan members and beneficiaries. GMEBS handles all administration and investment functions related to the plan. All full-time city employees are eligible to participate in the plan. Benefits vest after ten years of service. Members may retire upon reaching the age of 65, with five years of service. Early retirement is possible upon reaching the age of 55, with 25 years of service, or 10 years on a reduced basis. Benefits are calculated at 1.0% to 1.75% of the average monthly earnings for the period of the five highest years prior to retirement.

The Public Retirement Systems Standard Law (Georgia Code Section 47-20-10) assigned the authority to establish and amend the plan to the City of Vienna. The Georgia Municipal Employees Benefit System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to the Georgia Municipal Employees Benefit System, 201 Pryor Street, S.W., Atlanta, Georgia 30303.

Contributions

The plan is subject to minimum funding standards of the Public Retirement Systems Standards Law (Georgia Code Section 47-20-10). The GMEBS Board of Trustees has adopted an actuarial funding policy that requires a different funding level than the estimated minimum annual contribution to minimize fluctuations in annual contribution amounts and to accumulate sufficient funds to secure benefits under the Plan. If the employer contributes the recommended contribution developed under the actuarial funding policy each year, the Plan will meet the applicable state funding standards. Under the City's pension plan, the City makes 100% of the contributions to the plan. The contractually required contributions, which are actuarially determined as an amount that is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

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

The amount recognized by the City of Vienna, Georgia as the net pension liability is as follows:

Governmental Activities	$ 896,018
Total New Pension Liability	$ 896,018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

R. Defined Benefit Pension Plan: (Continued)

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

The net pension liability was measured as of September 30, 2015 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The city's net pension liability was based on the projection of the City's long-term contributions to the pension plan.

The numbers shown in Exhibit 1 are based on a September 30, 2015 measurement date which would make them applicable to the fiscal year beginning October 1, 2015 and ending September 30, 2016.

Exhibit 1- Net Pension Liability

A. Changes in the Net Pension Liability

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at September 30, 2014*	$ 4,025,531	$ 3,446,953	$ 578,578
Changes for the year:			
Service cost	65,253	-	65,253
Interest	302,267	-	302,267
Differences between expected and actual experience	169,484	-	169,484
Contributions-employer	-	188,929	(188,929)
Contributions-employee	-	-	-
Net investment income	-	42,449	(42,449)
Benefit payments, including refunds of employee contributions	(250,624)	(250,624)	-
Administrative expense	-	(11,814)	11,814
Other	-	-	-
Net changes	$ 286,380	$ (31,060)	$ 317,440
Balances at September 30, 2015**	$ 4,311,911	$ 3,415,893	$ 896,018

B. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
$ 1,326,077	$ 896,018	$ 529,160

* Entry Age Normal liabilities calculated using ages and service amount as of January 1, 2015 are used to measure TPL as of September 30, 2014 constitute measurements of the NPL for the fiscal year ending September 30, 2015.

**Entry Age Normal liabilities calculated using ages and service amounts as of January 2016 are used to measure TPL as of September 30, 2015. The balances as of September 30, 2015 constitute measurements of the NPL for the fiscal year ending September 30, 2016.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

R.Defined Benefit Pension Plan: (Continued)

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

The numbers shown in Exhibit 2 are based on a September 30, 2015 measurement date which would make them applicable to the fiscal year beginning October 1, 2015 and ending September 30, 2016.

Exhibit 2 - Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

A. Pension expense for the year ended September 30, 2015		
Service Cost	$ 65,253	
Interest on TPL	302,267	
Employee contributions	-	
Administrative expenses	11,814	
Expected return on assets	(264,290)	
Expensed portion of current year period differences between expected and actual experience in TPL	42,371	
Expensed portion of current year period assumption changes	-	
Current year plan changes	-	
Expenses portion of current year period differences between projected and actual investment earnings	44,369	
Current year recognition of deferred inflows and outflows established in prior years	(74,203)	
Total expense		$ 127,581

B. Deferred outflows/inflows of resources related to pensions	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 127,113	$ (17,580)
Changes in assumptions	-	(85,324)
Net difference between projected and actual earnings on pension plan investments	109,219	-
Employer contributions October 1, 2015 thru September 30, 2016	-	-
Total	$ 236,332	$ 102,904

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

R.Defined Benefit Pension Plan: (Continued)

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

Exhibit 2 – Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

C. Projected recognition of Deferred Outflows, Inflows of Resources Related to Pensions

	Year Established	Outstanding Balance at October 1, 2015	Amount Recognized During FYE September	Outstanding Balance September 30, 2016
Fiscal Year Outflows:		-	-	-
Demographic	2016	$ 169,484	$ 42,371	$ 127,113
Investment	2016	221,841	44,369	177,472
Total Outflows		$ 391,325	$ 86,740	$ 304,585
Fiscal Year Inflows:				
Demographic	2015	(26,370)	(8,790)	(17,580)
Investment	2015	(91,004)	(22,751)	(68,253)
Assumption Change	2015	(127,986)	(42,662)	(85,324)
Total Inflows		(245,360)	(74,203)	(171,157)
Total		$ 145,965	$ 12,537	$ 133,428

Deferred Outflows/(Inflows) recognized in Future Years

	2017	2018	2019	2020	2021	2022 and Thereafter
Demographic	$ 42,371	$ 42,371	$ 42,371	$ -		
Investment	44,368	44,368	44,368	44,368		
Total Outflows	86,739	86,739	86,739	44,368	-	-
Fiscal Year Inflows:						
Demographic	(8,790)	(8,790)	-	-	-	-
Investment	(22,751)	(22,751)	(22,751)	-	-	-
Assumption Change	(42,662)	(42,662)	-	-	-	-
Total Inflows	(74,203)	(74,203)	(22,751)	-	-	-
Total	$ 12,536	$ 12,536	$ 63,988	$ 44,368	$ -	$ -

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)
R. Defined Benefit Pension Plan (Continued)

Participant Data
As of January 1, 2015, the date of the latest actuarial valuation study, employee membership data related to the current plan membership was as follows:

Retirees and beneficiaries currently receiving benefits	21
Terminated employees entitled to benefits but not yet receiving them	7
Current active employees	32
Total membership in the plan	60

Funding Policy
The city's policy is to contribute the actuarially determined amount as recommended by GMEBS. The city makes all contributions to the Plan. The city is required to contribute at an actuarially determined rate; the current rate is 16.56% of annual covered payroll. The contribution requirements of plan members and the city are established and may be amended by the GMEBS Board of Trustees. Plan participants do not contribute to the plan.

Annual Pension Cost
For the year ended September 30, 2016, the city's annual pension cost was $ 127,581 for the plan. Recommended contributions of $ 158,221 and $ 152,249 were determined as part of the January 1, 2016 and January 1, 2015 actuarial valuations, respectively, using the projected unit credit actuarial cost method.

The city did not receive pension cost information for the year September 30, 2015 and made proper adjustments in the Government-Wide Statement of Activities for the year September 30, 2016.

S. Risk Management:

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

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, and in accordance with any coverage descriptions issued, all incidents which could result 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.

Settled claims in the past three years have not exceeded the coverage.

The City of Vienna also provides health insurance coverage for its employees through the Georgia Municipal Employees Benefit System (GMEBS).

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

T. Joint Venture:

Under Georgia law, the County, in conjunction with other city and counties in the eight county west central Georgia area, is a member of the River Valley Regional Development Center (RDC) and is required to pay annual dues thereto. During its year ended September 30, 2016, the city paid approximately $4,500 in such dues. Membership in RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from:

River Valley Regional Development Center
228 West Lamar Street
Americus, Georgia 31709

U. Transfer between Funds

General Fund (Net)	$269,271
Water & Sewer Fund	(33,271)
Gas Fund	(176,000)
SPLOST	(60,000)

Funds were transferred to meet cash flow.

V. Related Organizations

The following is a list of related organizations for which the City of Vienna appoints one or more of the Board of Directors:

- The Housing Authority of the City of Vienna

W. Environmental

Subsequent to July 18, 2011, the City of Vienna received notification from the Georgia Environmental Protection Division that it was charged with openly dumping construction and demolition waste upon City of Vienna property. The City of Vienna at no time granted permission to third parties to dump construction and demolition waste upon its property. However, subsequent to September 30, 2011, the City of Vienna contracted with an independent third party to remediate the subject site at a cost of $1,800,000.00. The remediation was completed prior to April 26, 2012 and the Georgia Environmental Protection Division gave verbal approval to the Mayor and the independent contractor that the complaint was remediated. The City of Vienna is undertaking to satisfy its indebtedness to the third party contractor through the issuance of bonds of the type permitted by the laws of the State of Georgia in the amount of $1,800,000.00. The City of Vienna is also pursuing through legal means the third parties at fault with respect to the Environmental Protection Division complaint and recovery of monies expended by the City of Vienna for the remediation.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

The City is amortizing the amount of cost over a period of twenty years. On December 20, 2012, the City signed documentation for Bond Closing - Bond issued with a total of $1,875,000 with fifteen annual payments with a rate of 3.750% due February 1, every year, beginning January 22, 2016.

Balance 10-01-15	$ 1,680,000
Payment	(100,000)
Balance 9-30-16	$ 1,580,000

This bond issue is allotted for in the City of Vienna Solid Waste Management Authority.

Annual debt service requirements to this note payable as of September 30, 2016 follow:

Schedule of interest and principal due

	Interest	Principal	Total
2017	57,281	105,000	162,281
2018	53,250	110,000	163,250
2019	49,031	115,000	164,031
2020	44,812	120,000	164,812
2021	40,031	125,000	165,031
2021-2025	125,438	690,000	815,438
2026-2028	8,906	315,000	323,906
	378,750	1,580,000	1,958,750

X. Subsequent Events

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through January 22, 2017, which is the date the financial statements were available to be issued.

Y. Fund Equity

Fund Equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "Net Position."

Fund Balance- Generally, fund balance represents the difference between the current assets and the current liabilities. In the fund financial statements, general governmental funds report fund classifications that comprise a hierarchy based on the primarily on the on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent. Fund balances are classified as follows:

Five categories of fund balance for governmental type funds. The five classes of fund balance are Non-spendable, Restricted, Committed, Assigned, and Unassigned.
Non-spendable- include prepaid items, inventory, long-term notes receivable and permanent funds
Restricted- constrained by external parties or enabling legislation
Committed- contained for a specific purpose by the government, highest level of decision making authority
Assigned- constrained for a specific purpose, but is limited by the amount of unassigned
Unassigned- no classified as one of the above

	9/30/2015	Change	9/30/2016
Fund Balances:			
Restricted:	198,172	783,991	982,163
Unassigned:	108,784	(47,031)	61,753
Total	$306,956	736,960	1,043,916

SUPPLEMENTAL INFORMATION

CITY OF VIENNA, GEORGIA
COMPARATIVE BALANCE SHEET
GENERAL FUND
September 30, 2016

	2016	2015
ASSETS		
Current Assets		
Cash on Hand and in Banks	$ 21,789	$ 11,090
Accounts Receivable	6,709	3,302
Investments		-
Solid Waste Reserve Account	6,297	10,445
Property Taxes Receivable	78,060	55,839
Local Option Sales Tax Receivable	20,120	19,068
TOTAL CURRENT ASSETS	$ 132,975	$ 99,744
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	$ 66,715	$ 24,551
Accrued and Withheld Payroll Taxes	4,516	3,713
Other Accrued Liabilities		450
Note Payable BB&T	-	-
TOTAL LIABILITIES	$ 71,231	$ 28,714
FUND BALANCE		
Fund Balance	71,030	$ 71,030
Adjustment	(9,286)	-
TOTAL LIABILITIES AND FUND BALANCE	$ 132,975	$ 99,744

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES -EXPENDITURES AND
CHANGES IN FUND BALANCE (DETAIL)
BUDGET AND ACTUAL
GENERAL FUND
FOR YEAR ENDED SEPTEMBER 30, 2016

	Budget	Actual	Variance
Taxes			
General Property	$ 676,639	$ 673,256	$ (3,383)
Delinquent Property	55,555		(55,555)
Malt Beverage		58,662	58,662
Insurance Premium Tax	231,120	231,116	(4)
Franchise	310,000	264,100	(45,900)
Local Option Sales	261,361	229,068	(32,293)
Ad Valorem, Intangible, and Miscellaneous		75,268	75,268
	$ 1,534,675	$ 1,531,470	$ (3,205)
LICENSES AND PERMITS			
Business, Professional and Occupation Licenses	$ 48,000	$ 61,800	$ 13,800
Alcoholic Beverage Licenses	62,000		(62,000)
	$ 110,000	$ 61,800	$ (48,200)
INTERGOVERNMENTAL REVENUES			
State	$ -	$ 749	$ 749
Federal Grant	-	-	-
	$ -	$ 749	$ 749
CHARGE FOR SERVICE			
Garbage B & C Service	$ -	$ -	$ -
FINES AND FORFEITS			
Fines	$ 125,000	$ 83,377	$ (41,623)
MISCELLANEOUS REVENUES			
Penalties and Interest, Taxes and Licenses	$ 23,500	$ -	$ (23,500)
Sale of Cemetery Lots	11,000	12,080	1,080
Closing Fee	-	20,000	20,000
Interest	583		(583)
Rent	13,000	20,000	7,000
Garbage Revenue	9,000		(9,000)
Big PIG JIG & 175th Anniversary	7,200	6,200	(1,000)
Election Fees	-		-
Anniversary	-	1,539	1,539
Animal Control	1,500	1,364	(136)
Transfer In	268,744		(268,744)
Miscellaneous and Other	42,300	33,352	(8,948)
Loan Proceeds	-		-
Mobile Home Tax	74,000		(74,000)
DOT	35,814		
	$ 486,641	$ 94,535	$ (356,292)
TOTAL REVENUES	$ 2,256,316	$ 1,771,931	$ (448,571)

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES -EXPENDITURES AND
CHANGES IN FUND BALANCE (DETAIL)
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

EXECUTIVE, LEGISLATIVE AND JUDICIAL	Budget	Actual	Variance
Mayor and Council	$ 41,400	$ 41,400	$ -
Judges Salaries	4,200	4,200	-
Training	7,000	7,000	-
Professional Fees	46,985	52,753	(5,768)
Advertising	3,930	3,923	7
Travel/ Conference	9,900	10,114	(214)
Dues & Subscription	1,500	1,500	-
Auto Expense	700	686	14
Pension Cost	3,600	3,600	-
FICA/ Medicare Expense	3,171	3,167	4
GIRMA	4,500	4,500	-
Worker's Compensation	80	80	-
Repair & Maintenance	1,800	1,747	53
Public Service Utilities	5,875	6,350	(475)
Operating Expenses	3,400	3,504	(104)
Miscellaneous Expense	100	(7,056)	7,156
TOTAL EXECUTIVE,LEGISLATIVE AND JUDICIAL	$ 138,141	$ 137,468	$ 673
ADMINISTRATIVE			
Salaries-Regular	$ 188,180	$ 188,118	$ 62
FICA/ Medicare Expense	17,275	14,391	2,884
Employee Insurance	47,600	47,521	79
Retirement/Pension Cost	26,000	25,941	59
Training	5,000	3,375	1,625
Professional Fees	15,100	13,363	1,737
Repairs & Maintenance	6,200	4,215	1,985
Travel/ Conference	7,700	5,333	2,367
Dues & Subscription	300	255	45
Auto Expense	1,000	832	168
Public Service Utilities	8,000	6,726	1,274
Operating Expenses	11,800	10,689	1,111
Advertising	-		-
Grant Matching	-	-	-
Machinery & Equipment	6,345	4,115	2,230
Office Supplies	3,900	2,670	1,230
GIRMA	2,900	2,900	-
Worker's Compensation	380	380	-
Miscellaneous Expense	2,500	2,500	-
TOTAL ADMINISTRATIVE	$ 350,180	$ 333,324	$ 16,856

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES -EXPENDITURES AND
CHANGES IN FUND BALANCE (DETAIL)
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

POLICE DEPARTMENT	Budget	Actual	Variance
Salaries-Regular	$ 322,000	$ 310,722	$ 11,278
FICA/ Medicare Expense	25,290	22,342	2,948
Employee Insurance	77,300	74,045	3,255
Pension/Retirement Cost	57,000	51,902	5,098
Uniforms	3,500	1,524	1,976
Training	3,000	2,895	105
Professional Fees	23,000	23,524	(524)
Repairs & Maintenance	9,000	8,431	569
Advertising	600	550	50
Travel/ Conference	4,500	4,465	35
Dues & Subscription	300	75	225
Auto Expense	18,000	14,755	3,245
Public Service Utilities	14,300	15,089	(789)
Operating Supplies	8,600	7,058	1,542
Office Supplies	1,000	770	230
Vehicles	16,400		16,400
Machinery & Equipment	3,000	1,377	1,623
Animal Control	39,150	38,901	249
Worker's Compensation	16,000	11,974	4,026
GIRMA	10,000	10,000	-
Fines & Forfeitures	49,000		49,000
Police Dept. Int.			-
Casual Labor	3,700	3,400	300
Miscellaneous Expense	3,050	3,050	-
TOTAL POLICE DEPARTMENT	$ 707,690	$ 606,849	$ 100,841
PUBLIC SAFETY -FIRE DEPARTMENT			
Fireman Fees	$ 21,145	$ 21,145	$ -
Fireman's Pension Fund and Insurance	4,700	4,700	-
Pension Cost			-
Uniforms	1,000	286	714
Repair & Maintenance	3,000	2,829	171
GIRMA	6,200	6,200	-
Dues & Subscription	200	125	75
Public Service Utilities	2,200	2,713	(513)
Operating Expenses	11,405	9,760	1,645
Vehicle Expense			-
Worker's Compensation	500	500	-
Professional Fees	6,100	7,581	(1,481)
Building Payment	69,432	57,851	11,581
Miscellaneous Expense		-	-
TOTAL FIRE DEPARTMENT	$ 125,882	$ 113,690	$ 12,192

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES - EXPENDITURES AND CHANGES IN FUND BALANCE (DETAIL)
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

COMMUNITY DEVELOPMENT	Budget	Actual	Variance
Salaries- Regular	$ 80,700	$ 80,696	$ 4
FICA/ Medicare Expense	5,885	6,173	(288)
Employee Insurance	19,100	19,072	28
Repair & Maintenance	1,000	616	384
Dues & Subscription	680	680	-
Travel/ Conference	2,500	2,241	259
Public Service Utilities	6,480	6,995	(515)
Operating Expenses	2,000	1,471	529
Office Supplies	1,500	1,308	192
Pension/Retirement Cost	6,500	5,440	1,060
Professional Fees	6,940	4,565	2,375
Conference/Training	1,500	1,285	215
Vienna Better Hometown	500	235	265
Vienna DDA	4,000	1,996	2,004
GIRMA	800	800	-
Grant Match	15,000	10,083	4,917
Cotton Museum	5,000	2,907	2,093
Miscellaneous Expense	1,000	1,000	-
Worker's Compensation	400	400	-
TOTAL COMMUNITY DEVELOPMENT	$ 161,485	$ 147,963	$ 13,522
STREET, PARKS AND RECREATION			
Salaries- Regular	$ 135,600	$ 132,481	$ 3,119
FICA/ Medicare Expense	8,620	10,135	(1,515)
Employee Insurance	39,000	38,168	832
Pension/Retirement Cost	15,000	14,562	438
Uniforms	4,800	4,448	352
Professional Fees	6,000	5,972	28
Repairs & Maintenance	25,000	24,011	989
Building	40,000		40,000
Vehicle Expense	10,000	3,975	6,025
Public Service Utilities	64,200	69,714	(5,514)
Operating Expenses	37,440	36,004	1,436
Office Supplies	200	184	16
Machinery and Equipment	27,000	95,764	(68,764)
Debt Service			-
Worker's Compensation	7,728	7,647	81
GIRMA	9,500	9,500	-
Dosquicentennial Expenses	5,500	5,413	
Miscellaneous Expense	2,000	1,705	295
TOTAL STREET, PARKS AND RECREATION	$ 437,588	$ 459,683	$ (22,182)

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES -EXPENDITURES AND
CHANGES IN FUND BALANCE (DETAIL)
BUDGET AND ACTUAL -GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budget	Actual	Variance
MAINTENANCE			
Salaries	$ 44,000	$ 44,001	$ (1)
FICA/Medicare Expenses	2,750	3,366	(616)
Employee Insurance	9,550	9,536	14
Workman's Compensation	1,500	1,500	-
Miscellaneous	1,150	500	650
TOTAL OTHER	$ 58,950	$ 58,903	$ 47
OTHER EXPENSES			
Mosquito Control	15,500	11,100	4,400
Transportation	30,000	409	29,591
Vienna Development Authority/ City Hall Note			-
Library	2,400	2,400	-
Chamber of Commerce	16,000	15,884	116
GIRMA			-
PIG JIG	3,200	2,478	722
Cotton Museum			-
Workman's Compensation			-
Interest on SW Bonds	63,000		63,000
Elections	15,300	15,300	-
Senior Citizen	9,000	11,349	(2,349)
Cemetery	22,000	22,900	(900)
Bond Repayment	100,000		100,000
Miscellaneous			-
Vienna Better Hometown			-
Capital Outlay:			-
SPLOST Project	-	-	-
Senior Citizens	-	-	-
TOTAL OTHER	$ 276,400	$ 81,820	$ 194,580
TOTAL EXPENDITURES	$ 2,256,316	$ 1,939,699	$ 316,617
EXCESS OF REVENUES OVER EXPENDITURES		$ (167,768)	$ -
OTHER FINANCING SOURCES			
Transfer in		286,000	
Debt Services		(189,308)	
Transfer out		(16,729)	
Adjustments			
Capital Outlay (937046-858525)	-	78,521	
TOTAL OTHER FINANCIAL SOURCES	$ -	$ 158,484	$ -
EXCESS OF EXPENDITURES OVER REVENUES AND OTHER FINANCING SOURCES		(9,284)	
FUND BALANCE -BEGINNING		71,030	
FUND BALANCE -ENDING		$ 61,746	

CITY OF VIENNA, GEORGIA
SEWER IMPROVEMENTS BALANCE SHEET
CDBG #13rd-x-046-2-5545
CAPITAL PROJECTS FUND
September 30, 2016

ASSETS	9/30/2016	9/30/2015
Cash in Bank	$ 7	$ 7
TOTAL ASSETS	$ 7	$ 7
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Liabilities	$ -	$ -
TOTAL LIABILITIES	$ -	$ -
FUND BALANCE		
Fund Balance	$ 7	$ 7
TOTAL LIABILITIES AND FUND BALANCE	$ 7	$ 7

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CDBG #13rd-x-046-2-5545
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Project Length Budget	Actual	Variances Favorable Unfavorable
REVENUES			
Intergovernmental Revenue	$ 323,804	$ 79,149	$ 244,655
TOTAL REVENUES	$ 323,804	$ 79,149	$ 244,655
EXPENDITURES			
Façade Improvements	191,450	25,568	165,882
Building Improvement	96,080	0	96,080
Architectural Fees	17,945	49,992	(32,047)
Administration	18,329	3,589	14,740
TOTAL EXPENDITURES	$ 323,804	$ 79,149	$ 244,655
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ -	$ -
FUND BALANCE - BEGINNING		7	
FUND BALANCE - ENDING		$ 7	

CITY OF VIENNA, GEORGIA
SOURCE AND APPLICATION OF FUNDS SCHEDULE
CDBG #13rd-x-046-2-5545
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Total Program Year 2013 Funds Allocated to Recipient	$	323,804
Funds Drawm by Recipient - FYE 9-30-16		196,734
		79,149
		275,883
Funds Still Available from Program Year 2013 Resources	$	47,921
Total Program Year 2013 Funds Drawn and Received by Recipient	$	275,883
Less: Funds Applied and Expended to Program Year 2013 Costs - FYE 9-30-16		196,727
		79,149
		275,876
Total Program Year 2013 Funds Held by Recipient	$	7

CITY OF VIENNA, GEORGIA
Schedule of Projects Constructed
CDBG #13rd-x-046-2-5545
FOR YEAR ENDED SEPTEMBER 30, 2016

Program	Latest Approved Budget CDBG Funds	Cummulative Expenditures to Date CDBG Funds	Cummulative Expenditures to Date Other Funds	Grant Total Expenditures To date	Questioned Cost
Façade Improvemne	191,450	191,450	-	191,450	-
lding Improvements	96,080	-	-	-	-
Architectural Fees	17,945	17,937	-	17,937	-
Administration	18,329	16,496	-	16,496	-
Totals	$ 323,804	$ 225,883	$ -	$ 225,883	$ -

CITY OF VIENNA, GEORGIA
BALANCE SHEET
TRANSPORTATION AND INVESTMENT TAX
SEPTEMBER 30, 2016

	9/30/2016
ASSETS	
Cash in Bank	$ 226,459
TOTAL ASSETS	$ 226,459
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Liabilities	$ -
TOTAL LIABILITIES	$ -
FUNS BALANCE	
Fund Balance	$ 226,459
TOTAL FUND BALANCE	$ 226,459
TOTAL LIABILITIES AND FUND BALANCE	$ 226,459

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES AND EXPENDITURES
TRANSPORTATION AND INVESTMENT TAX
FOR THE YEAR ENDING SEPTEMBER 30, 2016

REVENUES		2016
Intergovernmental Revenue		
TSPLOST Funds	$	67,188
LIMG Funds		35,813
TOTAL REVENUES	$	103,001
EXPENDITURES		
Construction	$	-
Engineering		5,360
City of Vienna		-
Admin/Miscellaneous		-
TOTAL EXPENDITURES		5,360
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$	97,641
FUND BALANCE at October 1, 2014		128,818
FUND BALANCE at September 30, 2015	$	226,459

CITY OF VIENNA, GEORGIA
BALANCE SHEET
HOTEL - MOTEL TAX
September 30, 2016

	9/30/2016
ASSETS	
Cash in Bank	$ 6,483
TOTAL ASSETS	$ 6,483
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Liabilities	$ -
TOTAL LIABILITIES	$ -
FUND BALANCE	
Fund Balance	$ 6,483
TOTAL LIABILITIES AND FUND BALANCE	$ 6,483

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES AND EXPENDITURES
HOTEL - MOTEL TAX
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	2016
REVENUES	
Intergovernmental Revenue	$ 799
TOTAL REVENUES	$ 799
EXPENDITURES	
VIENNA GENERAL FUND	$ 453
MISCELLANEOUS	-
TOTAL EXPENDITURES	$ 453
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 346
FUND BALANCE AT October 1, 2015	$ 6,137
FUND BALANCE AT September 30, 2016	$ 6,483

CITY OF VIENNA, GEORGIA
SPECIAL USE LOCAL OPTION SALES TAX 2013
BALANCE SHEET
September 30, 2016

	2016
ASSETS	
Cash in Bank	$ 76,322
TOTAL ASSETS	$ 76,322
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	$ -
TOTAL LIABILITIES	$ -
FUND BALANCE	
Fund Balance	$ 76,322
TOTAL LIABILITIES AND FUND BALANCE	$ 76,322

CITY OF VIENNA, GEORGIA
SPECIAL USE LOCAL OPTION SALES TAX FUNDS 2013
CHANGES IN FUND BALANCE (GAAP BASIS)
FOR THE YEAR ENDING SEPTEMBER 30, 2016

	2016
REVENUES	
Intergovernmental	$ 140,716
Miscellaneous and Other	-
TOTAL REVENUES	$ 140,716
EXPENDITURES	
Solid Waste	$ 60,000
Executive and Administrative	55
City Halls USDA	51,929
TOTAL EXPENDITURES	$ 111,984
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 28,732
FUND BALANCE AT October 1, 2015	$ 47,590
FUND BALANCE AT September 30, 2016	$ 76,322

CITY OF VIENNA, GEORGIA
ONE GEORGIA AUTHORITY EDGE GRANT
16GE-046-2-4799
BALANCE SHEET
SEPTEMBER 30, 2016

ASSETS	9/30/2016
Cash in Bank	$ 606,314
TOTAL ASSETS	$ 606,314
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Liabilities	$ -
TOTAL LIABILITIES	$ -
FUND BALANCE	
Fund Balance	$ 606,314
TOTAL LIABILITIES AND FUND BALANCE	$ 606,314

CITY OF VIENNA, GEORGIA
ONE GEORGIA AUTHORITY EDGE GRANT
16GE-046-2-4799
CHANGES IN FUND BALANCE (GAAP BASIS)
SEPTEMBER 30, 2016

	2016
REVENUES	
Intergovernmental	$ 140,716
Miscellaneous and Other	-
TOTAL REVENUES	$ 140,716
EXPENDITURES	
Solid Waste	$ 60,000
Executive and Administrative	55
City Halls USDA	51,929
TOTAL EXPENDITURES	$ 111,984
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 28,732
FUND BALANCE AT October 1, 2015	$ 47,590
FUND BALANCE AT September 30, 2016	$ 76,322

CITY OF VIENNA, GEORGIA
SEWER IMPROVEMENTS BALANCE SHEET
CDBG GRANT #15p-x-046-2-5756
CAPITAL PROJECTS FUND
September 30, 2016

ASSETS	9/30/2016
Cash in Bank	$ -
TOTAL ASSETS	$ -
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Liabilities	$ -
TOTAL LIABILITIES	$ -
FUND BALANCE	
Fund Balance	$ -
TOTAL LIABILITIES AND FUND BALANCE	$ -

CITY OF VIENNA, GEORGIA
SOURCE AND APPLICATION OF FUNDS SCHEDULE
CDBG GRANT #15p-x-046-2-5756
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Total Program Year 2015 Funds Allocated to Recipient	$	500,000
Funds Drawn by Recipient - FYE 9-30-16		40,921
	$	40,921
Funds Still Available from Program Year 2015 Resources	$	459,079
Total Program Year 2015 Funds Drawn and Received by Recipient	$	1,640,921
Less: Funds Applied and Expended to Program Year 2013 Costs - FYE 9-30-16		40,921
	$	40,921
Total Program Year 2015 Funds Held by Recipient	$	-

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CDBG GRANT #15p-x-046-2-5756
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Project Length Budget	Actual	Variances Favorable Unfavorable
REVENUES			
Intergovernmental Revenue	$ 500,000	$ 40,921	$ 459,079
TOTAL REVENUES	$ 500,000	$ 40,921	$ 459,079
EXPENDITURES			
Contingencies			
C-022-00	38,311	-	38,311
Engineering- Water/Sewer Improvements			
T-03J-02	37,323	33,521	3,802
Sewer Facilities			
P-03J=02	394,366	0	394,366
Administration			
A-21A-00	30,000	7,400	22,600
TOTAL EXPENDITURES	$ 500,000	$ 40,921	$ 459,079
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ -	$ -
FUND BALANCE - BEGINNING		-	
FUND BALANCE - ENDING		$ -	

CITY OF VIENNA, GEORGIA
Schedule of Projects Constructed
CDBG GRANT #15p-x-046-2-5756
FOR YEAR ENDED SEPTEMBER 30, 2016

Program	Latest Approved Budget CDBG Funds	Cummulative Expenditures to Date CDBG Funds	Cummulative Expenditures to Date Other Funds	Grant Total Expenditures To date	Questioned Cost
Contingencies C-022-00	38,311	-	-	-	-
Engineering-Water/Sewer Improvements T-03J-02	37,323	33,521	-	33,521	-
Sewer Facilities P-03j-02	394,366	-	-	-	-
Administration A-21A-00	30,000	7,400	-	7,400	-
Totals	$ 500,000	$ 40,921	$ -	$ 40,921	$ -

CITY OF VIENNA, GEORGIA
BALANCE SHEET
STANLEY GAMBRELL UTILITY ASSISTANCE FUND
FOR THE YEAR ENDING SEPTEMBER 30, 2016

	9/30/2016	9/30/2015
ASSETS		
Cash in Bank	$ 43,180	$ 37,761
TOTAL ASSETS	$ 43,180	$ 37,761
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Liabilities	$ -	$ -
TOTAL LIABILITIES	$ -	$ -
FUND BALANCE		
Fund Balance	$ 43,180	$ 37,761
TOTAL FUND BALANCE	$ 43,180	$ 37,761
TOTAL LIABILITIES AND FUND BALANCE	$ 43,180	$ 37,761

CITY OF VIENNA, GEORGIA
STATEMENT OF REVENUES AND EXPENDITURES
STANLEY GAMBRELL UTILITY ASSISTANCE FUND
September 30, 2016

	9/30/2016	9/30/2015
REVENUES		
Donations (Interest)	$ 6,369	$ -
TOTAL REVENUES	$ 6,369	$ -
EXPENDITURES		
Gas Assistance	$ 950	$ 300
TOTAL EXPENDITURES	$ 950	$ 300
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 5,419	$ (300)
FUND BALANCE AT October 1, 2015	$ 37,761	$ 38,061
FUND BALANCE AT September 30, 2015	$ 43,180	$ 37,761

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Member of the Georgia Society of Certified Public Accountants

January 22, 2017

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for the City of Vienna, Georgia for the year ended September 30, 2016. This schedule is the responsibility of the City of Vienna, Georgia's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Option Local Sales Tax 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 Schedule of Special Purpose Local Option Sales Tax is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedule of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedule of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule of Special Purpose Local Option Sales Tax was prepared for the purpose of complying with the Official Code of Georgia Annotated 48-8-121 on the modified accrual basis of accounting and is not intended to be a complete presentation of the City of Vienna, Georgia's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the project in the City of Vienna, Georgia's resolution or ordinance calling for the tax for the year ended September 30, 2016, in conformity with accounting principles generally accepted in the United States of America.

HERBERT E. ALLEN, CPA

CITY OF VIENNA, GEORGIA
SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION
SALES TAX PROCEEDS
FOR THE YEAR ENDING SEPTEMBER 30, 2016

	ESTIMATED COST		EXPENDITURES			Estimated %
	Original	Current	Prior Year	Current Year	Total	of Completion
Capital Outlay Projects 2013-2018						
Debt Service Payments						
Reserves	$ 311,574	$ 311,754	$ 165,262	$ 111,984	277,246	88.93%
Wate & Wastewater Imp	100,000	100,000	-	-	-	0.00%
Solid Waste & Site Remediation	200,000	200,000	-	-	-	0.00%
Vienna Community/ Recreation Civic Ctr	300,000	300,000	132,878	-	132,878	44.29%
Machinery/Equipment						
Public Works	50,000	50,000	-	-	-	0.00%
Public Safety Facility	200,000	200,000	-	-	-	0.00%
City Buildings, Parks & Recreation Improvement	22,145	22,145	-	-	-	0.00%
Total	$ 1,183,719	$ 1,183,899	$ 298,140	$ 111,984	410,124	34.64%

HERBERT E. ALLEN

CERTIFIED PUBLIC ACCOUNTANT

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Member of the American Institute of Certified Public Accountants

Member of the Georgia Society of Certified Public Accountants

January 22, 2017

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

Honorable Mayor and City Council
City of Vienna
Vienna, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, and each major fund of The City of Vienna, Georgia, as of and for the year ended September 30, 2016, which collectively comprise the City of Vienna, Georgia's basic financial statements and have issued our report thereon dated January 22, 2017. 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.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

HERBERT E. ALLEN, CPA

CITY OF VIENNA
SCHEDULE OF FINDINGS AND RESPONSES
SEPTEMBER 30, 2016

The City of Vienna has no findings as of September 30, 2016.

CITY OF VIENNA, GEORGIA
BALANCE SHEET
CHIP 2013-897
Community HOME Investment Program
September 30, 2016

	9/30/2016	9/30/2015
ASSETS		
Cash in Bank	$ 23,405	$ 15,620
TOTAL ASSETS	$ 23,405	$ 15,620
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Liabilities	$ -	$ -
TOTAL LIABILITIES	$ -	$ -
FUND BALANCE		
Fund Balance	$ 23,405	$ 15,620
TOTAL FUND BALANCE	$ 23,405	$ 15,620
TOTAL LIABILITIES AND FUND BALANCE	$ 23,405	$ 15,620

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CHIP 2013-897
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Project Length Budget	Actual	Variances Favorable Unfavorable
REVENUES			
Intergovernmental Revenue	$ 306,000	$ 224,705	$ 81,295
TOTAL REVENUES	$ 306,000	$ 224,705	$ 81,295
EXPENDITURES			
REHABITATION	$ 300,000	$ 213,920	$ 86,080
Administration	6,000	3,000	3,000
TOTAL EXPENDITURES	$ 306,000	$ 216,920	$ 89,080
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ 7,785	$ -
FUND BALANCE - BEGINNING*		15,620	
FUND BALANCE - ENDING		$ 23,405	

CITY OF VIENNA, GEORGIA
SOURCE AND APPLICATION OF FUNDS SCHEDULE
CHIP 2013-897
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Total Program Year 2013 Funds Allocated to Recipient	$	306,000
Funds Drawn by Recipient FYE 9-30-15		38,620
FYE 9-30-16		224,705
Funds Still Available from Program Year 2013 Resources	$	42,675
Total Program Year 2013 Funds Drawn and Received by Recipient	$	263,325
Less: Funds Applied and Expended to Program Year 2013 Costs - FYE 9-30-15		23,000
FYE 9-30-16		216,920
Total Program Year 2013 Funds Held by Recipient	$	23,405

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CHIP 2013-897
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

PROGRAM	Latest Approved Budget CDBG Funds	Accumulative Expenditures To Date CDBG Funds	Accumulative Expenditures To Date Other Funds	Grand Total Expenditures To Date	Questioned Costs
REHABITATION	$ 300,000	$ 239,920	$ -	$ 239,920	$ -
Administration A-21A-00	6,000	-	-	-	-
Totals	$ 306,000	$ 239,920	$ -	$ 239,920	$ -

CITY OF VIENNA, GEORGIA
BALANCE SHEET
CHIP 2014-930
Community HOME Investment Program
September 30, 2016

	9/30/2016
ASSETS	
Cash in Bank	$ 21,140
TOTAL ASSETS	$ 21,140
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Liabilities	$ -
TOTAL LIABILITIES	$ -
FUND BALANCE	
Fund Balance	$ 21,140
TOTAL FUND BALANCE	$ 21,140
TOTAL LIABILITIES AND FUND BALANCE	$ 21,140

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CHIP 2014-930
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Project Length Budget	Actual	Variances Favorable Unfavorable
REVENUES			
Intergovernmental Revenue	$ 306,000	$ 21,140	$ 284,860
TOTAL REVENUES	$ 306,000	$ 21,140	$ 284,860
EXPENDITURES			
Homeowner Rehabilitation Assist.	$ 300,000	$ -	$ 300,000
General Administration	6,000	-	6,000
TOTAL EXPENDITURES	$ 306,000	$ -	$ 306,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ 21,140	$ -
FUND BALANCE - BEGINNING*		-	
FUND BALANCE - ENDING		$ 21,140	

CITY OF VIENNA, GEORGIA
SOURCE AND APPLICATION OF FUNDS SCHEDULE
CHIP 2014-930
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Total Program Year 2014 Funds Allocated to Recipient	$	306,000
Funds Drawn by Recipient FYE 9-30-16		21,140
Funds Still Available from Program Year 2014 Resources	$	284,860
Total Program Year 2014 Funds Drawn and Received by Recipient	$	21,140
Less: Funds Applied and Expended to Program Year 2011 Costs - FYE 9-30-16		-
Total Program Year 2012 Funds Held by Recipient	$	21,140

CITY OF VIENNA GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CHIP 2014-930
Community HOME Investment Program
FOR THE YEAR ENDED SEPTEMBER 30, 2016

PROGRAM	Latest Approved Budget CDBG Funds	Accumulative Expenditures To Date CDBG Funds	Accumulative Expenditures To Date Other Funds	Grand Total Expenditures To Date	Questioned Costs
Homeowner Rehabilitation Assist.	$ 300,000	$ -	$ -	$ -	$ -
General Admin.	6,000	-	-	-	
Totals	$ 306,000	$ -	$ -	$ -	$ -