



City of Snellville, Georgia

Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2016



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Prepared by Jan Burke, Controller, CPA

**CITY OF SNELLVILLE, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2016**

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Introductory Section





January 11, 2017

To the Honorable Mayor, Distinguished Members of City Council
and the Citizens of Snellville, GA:

I am honored to hereby present the City of Snellville, GA's fourth Comprehensive Annual Financial Report. The report is as of and for the year ended June 30, 2016. Responsibility for both the accuracy and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City of Snellville. To provide a reasonable basis for making these representations, the City of Snellville has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in accordance with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the objective is to present reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and component units of the City of Snellville. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City of Snellville's financial statements have been audited by James L. Whitaker, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Snellville for the fiscal year ended June 30, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Snellville's financial statements for the fiscal year ended June 30, 2016, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Government Auditing Standards require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements. This report is available under a separate cover.

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

Profile of the Government

Snellville was founded in 1874 and was incorporated in 1923. Snellville is located in the southern portion of Gwinnett County and is eighteen miles east of Atlanta. The City occupies 10.4 square miles and serves a population of 19,733. The City of Snellville is empowered to levy a property tax on both real and personal property located within its boundaries.

The City is a municipal corporation created under the laws of the state of Georgia and has its corporate name as "City of Snellville, Georgia." The affairs of the City are conducted by a mayor and a five-member City Council. The mayor and the City Council members are elected at large. The mayor and council members serve on a part-time basis and are elected to staggered terms of four years. The council is responsible for passing ordinances, adopting the budget, establishing tax rates, appointing committees and hiring the City Manager and City Clerk. The City Manager oversees the day-to-day operations of the City and ensures the smooth and efficient delivery of city services.

The City provides a full range of services including law enforcement; the construction and maintenance of buildings, parks, streets, storm water drainage facilities, and other associated infrastructure; park and recreational activities; elections; court system; building inspections; planning and zoning; recycling; sanitation; and general administrative and support activities.

This report includes all funds of the City, as well as two component units and one blended component unit. The component units, City of Snellville Downtown Development Authority and Snellville Arts Commission, have been determined to meet the criteria for inclusion in the City's reporting entity. These component units are reported in separate columns in the financial statements to emphasize they are legally separate entities and to differentiate their financial position from the City's. The blended component unit, The Urban Redevelopment Agency of Snellville (URA), was created to serve as a financing vehicle for certain community development projects. Although it is legally separate from the City of Snellville, the URA is reported as if it were a part of the primary government because its sole purpose is to oversee and participate in financing community development projects for the benefit of the City of Snellville.

The annual budget serves as the foundation for the City of Snellville's financial planning and control. All departments are required to submit requests for appropriation to the City Manager. The City Manager uses these requests as the starting point for developing a proposed budget. This budget is then presented to the City Council for review. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than June 30, the close of the City of Snellville's fiscal year. The appropriated budget is prepared by fund and department. The City Manager may make transfers of appropriations within a department. Transfers of appropriations between departments and the appropriation of additional funds, however, require the approval of the City Council. Budget-to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For other governmental funds, this comparison is presented in the Individual Fund Statements subsection of this report.

Factors Affecting Financial Condition

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

Local Economy

The city of Snellville, Georgia, was settled and has continued to grow around the confluence of two major federal and state transportation arteries: U.S. Highway 78 and State Highway 124. As a non-interstate transportation hub, the City has attracted a large amount of retail and commercial interest over the years with the 124 Scenic Highway corridor now home to approximately 1.9 million square feet of retail, restaurant and entertainment business.

Thousands of visitors are attracted daily to our shopping area and we have also made great strides in other tourism and visitor related activities. Our June – September Farmers’ Market has been voted the best in the nation and operates every Saturday during the growing season. We also have six major concerts/festivals throughout the year on our Towne Green which brings thousands of visitors to town.

These visiting consumers serve as a great foundation for our local economy by keeping our commercial tax base strong and supporting our City consumption tax line items. Lately we have seen real growth in commercial business licenses (Occupational Tax) and building permits. New restaurant and office/retail space construction, which had been dormant for the past five years, is starting to develop again and we feel that is a true sign of an economy that is beginning to grow locally.

Another positive sign for our local economic health can be seen in our City Tax Digest. We had positive growth for the second year in a row in f/y 2016 after four years of decline. The city’s total real and personal property value is now very close to where we were prior to the Great Recession of 2008-2009.

In addition, a sure sign of a strengthening local economy is job growth and the number of our local jobs grew by 4%, far outstripping both state and national averages. (Source: EMSI Georgia Power Community Development Analytics)

Major Initiatives

Real improvement in the local economy will be a spur to our major initiatives which have been scaled back as has been the case in almost all local governments. We have, however, made great strides in the area of new public infrastructure which we believe will spur private investment in Snellville as financing becomes more readily available.

Towne Center Streetscape - The City continued our investment in building a new mixed use, walkable “downtown” with the long awaited completion of our Livable Center Initiative streetscape project. This project adds over a mile of new sidewalk with underground utilities and pedestrian amenities throughout our Towne Center. This beautifully landscaped area will serve as an attraction to the private sector as they look to invest in dynamic areas of our region.

Property Acquisition - The City also stayed aggressive in adding to the footprint of our Towne Center with another 1.5 acre acquisition of property on Wisteria Drive. Our strategy of purchasing property when it can be negotiated to well below market pricing was fulfilled with this transaction which closed well below appraised value. This brings the City's total ownership to over 12 acres in the future Towne Center which certainly gives us more flexibility and leverage in development negotiations.

Downtown Development Authority – Over the past few years, the City has worked on reorganizing its Downtown Development Authority and f/y 2016 saw those efforts start to pay off as the DDA hosted community planning/vision sessions that were attended by several hundred citizens. These meetings helped form a strong consensus in support of our Towne Center initiative and created a very positive wave of public support for what had been neutral at best public sentiment surrounding the project. This has emboldened our elected officials and moved the Towne Center well forward.

Capital Equipment

The City continued to shore up older capital equipment inventory in f/y 2016 with necessary purchases of police vehicles, public safety operating equipment and public works rolling stock. Our sanitation enterprise fund will benefit greatly from a new large dump vehicle and we continue to support and see savings from our personal vehicle use policy within the Police Department.

We also invested in several pieces of maintenance shop equipment to better maintain all our capital investment and rolling stock. We feel this is a benefit to all departments citywide and a wise investment. In-house repair work is more cost efficient, more accountable and saves much downtime.

Awards and Acknowledgements

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for this certificate.

The active involvement and professional support of James L. Whitaker, P.C. has been instrumental to the prompt completion of the associated audit of this report. The cooperation of various elected officials and appointed management has been invaluable. We express our appreciation to all those who contributed to its preparation. Finally, we would like to thank the City Council for their leadership and support in conducting the financial affairs of the City of Snellville in a responsible and progressive manner.

Respectfully submitted,

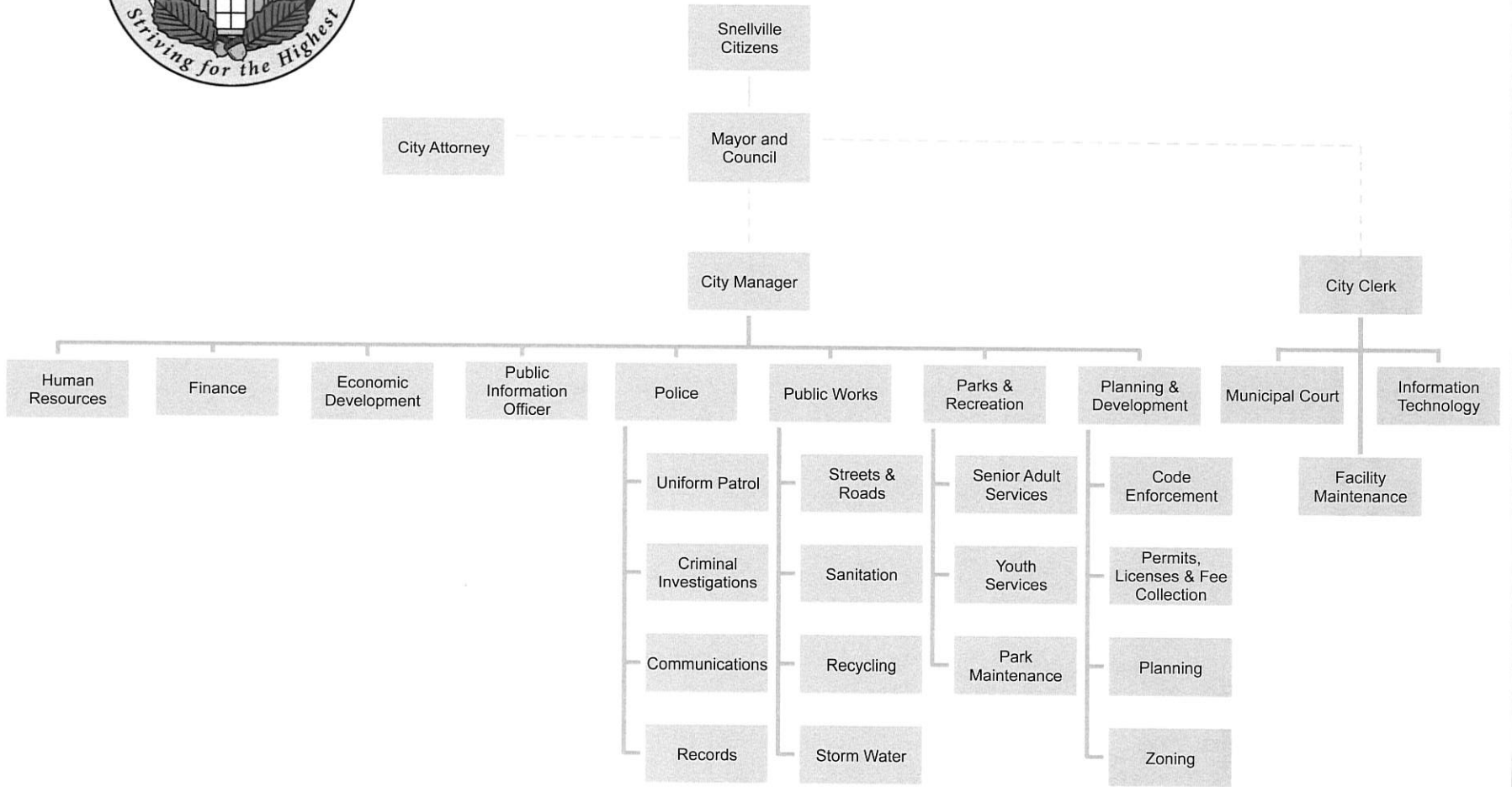
Jan Burke, CPA

Controller



City of Snellville, GA Organizational Chart

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(Dotted Line represents Mayoral Appointments with M&C oversight.)

OFFICIALS OF THE CITY OF SNELLVILLE

LEGISLATIVE BRANCH CITY COUNCIL

Tom Witts	Mayor
Barbara Bender	Mayor Pro Tem
Dave Emanuel	Council Member
Bobby Howard	Council Member
Cristy Lenski	Council Member
Roger Marmol	Council Member

OFFICERS OF THE COUNCIL

Melisa Arnold	City Clerk
Tony Powell	City Attorney

JUDICIAL BRANCH

Mark Layng	Municipal Court Judge
Jennifer L. White	City Solicitor
Kim Grimes	Court Clerk

EXECUTIVE BRANCH CITY MANAGER, DIRECTORS AND ADMINISTRATIVE PERSONNEL

Butch Sanders	City Manager
Lisa Platt	Parks and Recreation
Jason Thompson	Planning and Development
Roy Whitehead	Public Safety
Gaye Johnson	Public Works
Jan Burke	Controller
Ariann Stone	Executive Assistant

Financial Section



JAMES L. WHITAKER, P.C.

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Member of
The American Institute of
Certified Public Accountants

Member of
Georgia Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of City Council
City of Snellville, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of City of Snellville, Georgia (the City) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Snellville, Georgia, as of June 30, 2016 and the respective changes in financial position and, where applicable, cash flows, thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 11 and the Schedule of Changes in the Net Pension Liability and Related Ratios on pages 49 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Snellville, Georgia's basic financial statements. The introductory section, combining nonmajor and individual fund financial statements and budget schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and the individual fund financial statements and budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and the individual fund financial statements and budgetary schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued a report dated January 11, 2017 on our consideration of City of Snellville, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering City of Snellville, Georgia's internal control over financial reporting and compliance.

CITY OF SNELLVILLE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For Year Ended June 30, 2016

As management of the City of Snellville, we offer readers of the City of Snellville's financial statements this narrative overview and analysis of the financial activities of the City of Snellville for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented in this analysis with their review of the financial statements.

Financial Highlights

- The assets and deferred outflows of the City of Snellville exceeded its liabilities at the close of the most recent fiscal year by \$51,681,566 (Net position). Of this amount unrestricted net position of \$6,384,411 may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.
- The City's total net position increased by \$2,432,489. This increase is due to an increase in net position of \$2,310,924 in governmental activities and an increase in business-type activities net position of \$121,565.
- As of the close of the current fiscal year, the City of Snellville's governmental funds reported combined ending fund balances of \$10,095,391. Of this amount \$5,484,396 is unassigned and available for spending, \$2,852,303 is restricted for SPLOST Capital Projects, \$1,208,108 is restricted for other Capital Projects, \$64,460 is restricted for Police Activities, \$300,171 is restricted for Tree Bank Projects, \$70,759 is restricted for Economic Development and \$97,784 is a nonspendable for Prepaid Items and \$17,410 has been assigned for redevelopment purposes.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$5,484,396 or 52% of total General Fund revenues.
- The City of Snellville's total debt obligations (including accrued compensated absences) decreased by the net of \$1,030,635. This decrease is due to repayment of \$337,000 in Revenue Bonds, \$153,339 in equipment capital lease obligations, \$544,723 on the DDA Capital Lease, a decrease of \$6,490 in termination benefits due and a net increase of \$10,917 in accrued compensated absences.

Overview of the Financial Statements

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Snellville's finances, in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Snellville include general government, public safety and courts, highways and streets, parks and recreation, economic development, community development, and debt service. The business-type activities of the City are solid waste management and recycling and Stormwater Management.

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

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

The City maintains six major governmental funds. The City's major governmental funds are the General Fund, the Urban Redevelopment Fund, the LCI Capital Project Fund, and the SPLOST I, II and III Capital Projects Funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for all five major funds.

The City of Snellville adopts an annual budget for its General Fund. On page 18 of this report a budgetary comparison statement has been provided for the General Fund to demonstrate compliance with the FY 16 budget. A project length budget is presented for the Capital Projects Funds in the supplementary information following the Basic Financial Statements.

Proprietary funds. The City of Snellville maintains two proprietary funds. Enterprise funds (a component of proprietary funds) are used to report the same functions presented as business-type activities in the government-wide financial statements. Information is presented separately in Statement of Net Position of the Solid Waste Management Enterprise Fund and the Stormwater Management Enterprise Fund as well as the Statement of Revenues, Expenses and Changes in Fund Net Position for each fund.

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

Other information. In addition to the basic financial statement and accompanying notes, this report also presents certain other supplementary information, which consists of budget comparisons for all Governmental Funds' revenues and expenditures.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At June 30, 2016, the City's assets exceeded liabilities by \$51,681,566.

The largest portion of the City's net position (78.9%) reflects its investment in capital assets (e.g., land, buildings, equipment, improvements, construction in progress and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Of the total net position, \$4,495,801 (8.7%) is restricted for Capital Projects, Police Activities, Economic Development and Tree Bank Projects and \$6,384,411 or (12.4%) is unassigned and may be used to meet the government's ongoing obligations to citizens and creditors.

City of Snellville's Net Position

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 12,289,724	\$ 13,193,836	\$ 754,204	\$ 951,385	\$ 13,043,928	\$ 14,145,221
Capital assets	39,925,465	38,837,898	3,541,017	2,961,317	43,466,482	41,799,215
Deferred outflows	<u>136,058</u>	<u>56,645</u>	<u>-</u>	<u>-</u>	<u>136,058</u>	<u>56,645</u>
Total assets and deferred outflows	<u>52,351,247</u>	<u>52,088,379</u>	<u>4,295,221</u>	<u>3,912,702</u>	<u>56,646,468</u>	<u>56,001,081</u>
Current liabilities	1,195,540	2,255,798	523,442	207,033	1,718,982	2,462,831
Long-term liabilities	3,208,066	4,183,246	-	55,455	3,208,066	4,238,701
Deferred inflows	<u>37,854</u>	<u>50,472</u>	<u>-</u>	<u>-</u>	<u>37,854</u>	<u>50,472</u>
Total liabilities and deferred inflows	<u>4,441,460</u>	<u>6,489,516</u>	<u>523,442</u>	<u>262,488</u>	<u>4,964,902</u>	<u>6,752,004</u>
Net position:						
Net invested in capital assets	37,260,337	35,199,150	3,541,017	2,905,862	40,801,354	38,105,012
Restricted	4,495,801	3,680,565	-	-	4,495,801	3,680,565
Unrestricted	<u>6,153,649</u>	<u>6,719,148</u>	<u>230,762</u>	<u>744,352</u>	<u>6,384,411</u>	<u>7,463,500</u>
Total net position	<u>\$ 47,909,787</u>	<u>\$ 45,598,863</u>	<u>\$ 3,771,779</u>	<u>\$ 3,650,214</u>	<u>\$ 51,681,566</u>	<u>\$ 49,249,077</u>

(1) An adjustment was made to the 2015 Governmental Activities current and other assets due to an overstatement of SPLOST receivables of \$236,044.

As of June 30, 2016, the City is able to report positive balances in all three categories of net position, both for the government as a whole and for each individual fund.

**City of Snellville's Change in Net Position
For The Years Ended June 30, 2016 and 2015**

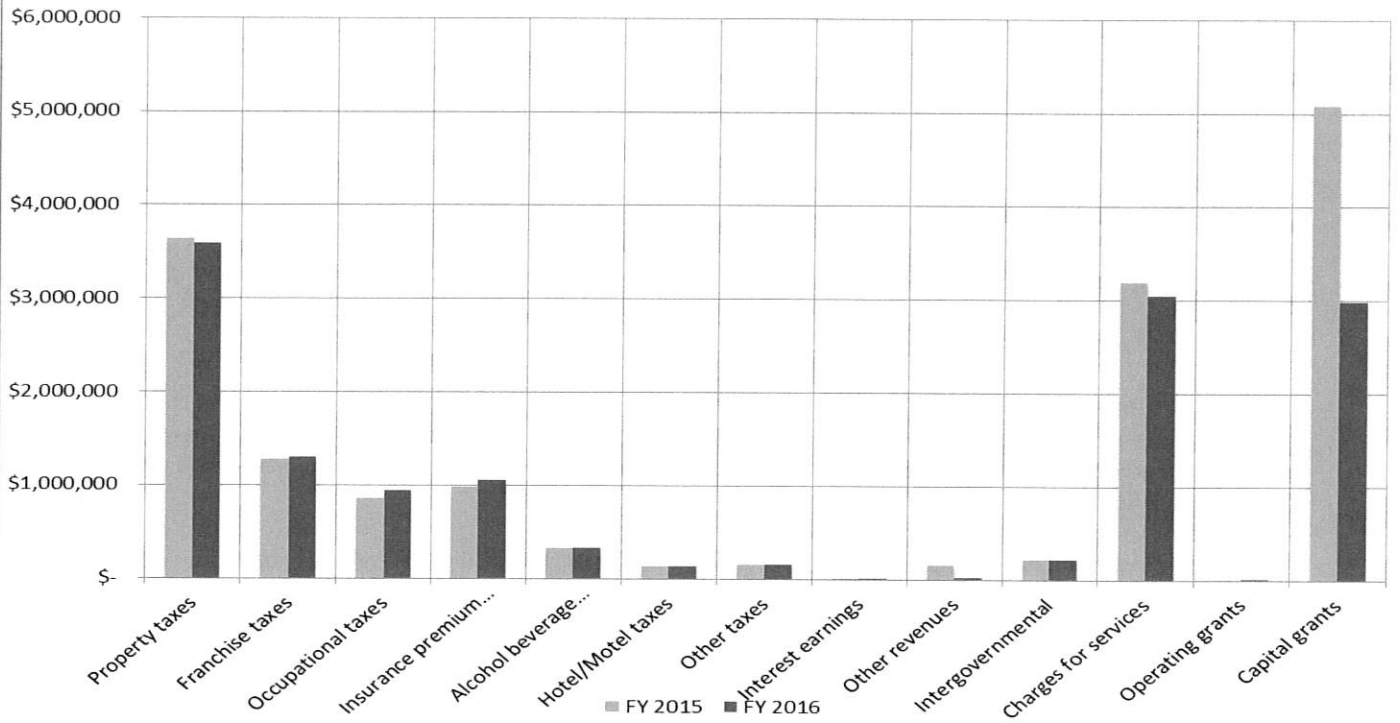
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program Revenues -						
Charges for services	\$ 3,053,123	\$ 3,190,068	\$ 2,227,737	\$ 2,106,187	\$ 5,280,860	\$ 5,296,255
Operating grants and contributions	350	-	-	-	350	-
Capital grants and contributions	2,985,007	4,843,424	-	-	2,985,007	4,843,424
General Revenues-						
Property taxes	3,587,698	3,637,315	-	-	3,587,698	3,637,315
Other taxes	3,914,745	3,749,665	-	-	3,914,745	3,749,665
Intergovernmental	220,229	220,229	-	-	220,229	220,229
Interest	12,316	3,920	999	475	13,315	4,395
Other	21,813	152,725	-	-	21,813	152,725
	<u>13,795,281</u>	<u>15,797,346</u>	<u>2,228,736</u>	<u>2,106,662</u>	<u>16,024,017</u>	<u>17,904,008</u>
Expenses:						
General government	1,916,417	1,725,247	-	-	1,916,417	1,725,247
Public safety and courts	5,384,629	5,382,514	-	-	5,384,629	5,382,514
Parks and recreation	896,394	1,030,465	-	-	896,394	1,030,465
Highways and streets	2,173,881	1,742,659	-	-	2,173,881	1,742,659
Economic development	184,168	189,169	-	-	184,168	189,169
Community development	543,268	496,765	-	-	543,268	496,765
Interest on long-term debt	72,098	83,282	-	-	72,098	83,282
Solid waste	-	-	2,164,895	2,086,308	2,164,895	2,086,308
Stormwater	-	-	255,778	251,052	255,778	251,052
	<u>11,170,855</u>	<u>10,650,101</u>	<u>2,420,673</u>	<u>2,337,360</u>	<u>13,591,528</u>	<u>12,987,461</u>
Increase (decrease) in net position before transfers	2,624,426	5,147,245	(191,937)	(230,698)	2,432,489	4,916,547
Transfers	<u>(313,502)</u>	<u>(625,444)</u>	<u>313,502</u>	<u>625,444</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	2,310,924	4,521,801	121,565	394,746	2,432,489	4,916,547
Net position - beginning, adjusted	<u>45,598,863</u>	<u>41,077,062</u>	<u>3,650,214</u>	<u>3,255,468</u>	<u>49,249,077</u>	<u>44,332,530</u>
Net position - end of year	<u>\$ 47,909,787</u>	<u>\$ 45,598,863</u>	<u>\$ 3,771,779</u>	<u>\$ 3,650,214</u>	<u>\$ 51,681,566</u>	<u>\$ 49,249,077</u>

- (1) Governmental activities net position as of 7-1-14 was adjusted by a positive \$813,597 to implement GASB 68: Accounting and Financial Reporting for Pensions.
- (2) An adjustment was made to the 2015 Governmental Activities capital grants and contributions due to an overstatement of SPLOST receivables of \$236,044.

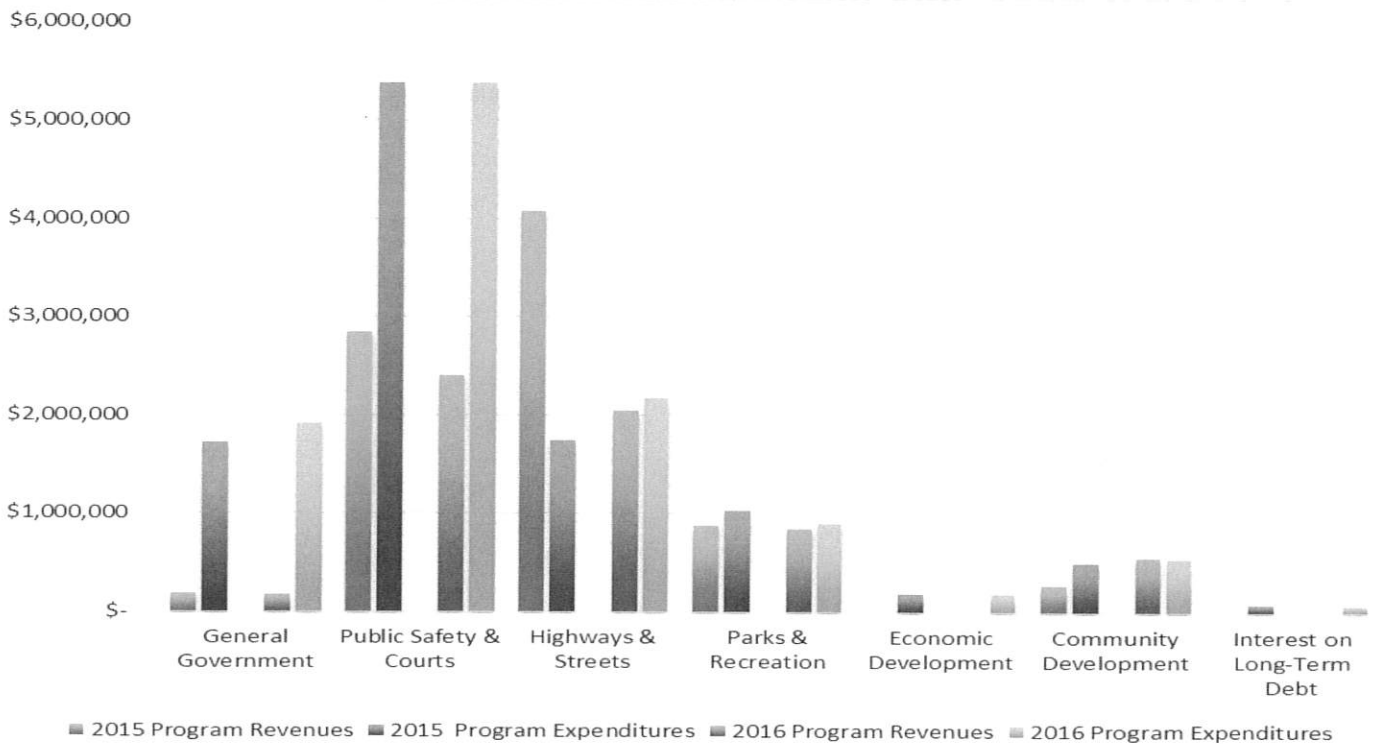
Governmental activities. Governmental activities increased the City's net position by \$2,310,924 accounting for over 94% of the total growth in the NET POSITION. Key elements of this increase are as follows:

- Occupational taxes continue to increase which we believe is a positive sign of entrepreneurial growth in our community.
- Property tax revenue grew slightly even though the Mayor and Council reduced our millage rate once again to 4.588 mills. Tax millage has now been reduced by 25% over the last 5 years without cuts in service delivery.
- Proceeds from a county Special Purpose Local Option Sales Tax totaled \$2,845,394 in FY16. These funds are restricted to Capital Projects.
- The City's LCI streetscape improvement project in the Towne Center was completed in FY 16. Construction was funded 80% by GDOT with 20% budgeted by the City, A final GDOT reimbursement of \$1,012,356 is recorded in the LCI Grant Fund.
- Our Court fines and forfeitures were 20% lower in FY16 from the previous year. This was due in large part to a less than fully staffed Police Patrol Division throughout the year as we lost personnel for various reasons. Our police personnel were also hit hard by medical and injury (Worker's Comp) lost time. This number should recover to 100% of the \$1,800,000 budgeted revenue in FY17.
- Our Solid Waste Fund continues to survive on General Fund transfers as the City subsidizes the full cost of household recycling and solid waste pick-up. This cost will rise considerably in FY17 as the service was bid in May, 2016 (this is done on a five-year cycle so rates had not increased since 2011) with the expected large increase resulting. The increased number was accounted for in our FY17 City Budget, but calls for observation in future audit reports.
- The cash in our Storm Water Fund was reduced by \$93,924 as our capital project needs continue to grow. A rate study conducted in June, 2016 to evaluate the adequacy of our fee schedule, yielded results showing our rates were 50% lower, on average, than other nearby systems. The Mayor and Council took action to raise our fee and such new revenue will positively impact future cash flow.
- One final note should be made regarding our Tree Bank Fund. New revenue jumped to \$215,000 due to the removal of trees from a site planned for new commercial development. The discussion surrounding this development led the Mayor and Council to amend our Landscape Ordinance, bringing it in line with others in the metro area and the developers Tree Bank payment was calculated based on the new formula.

Program Revenues by Source Governmental Activities

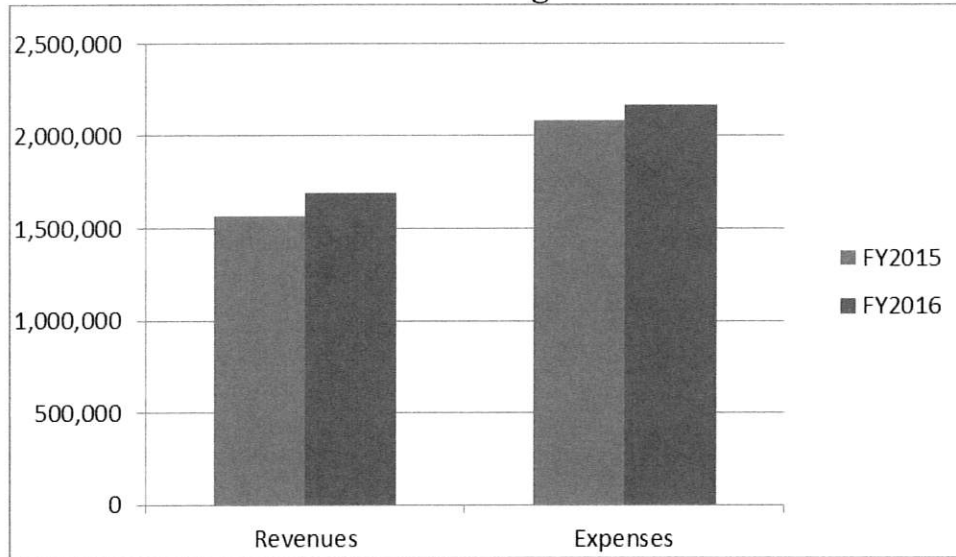


Program Revenue and Expenditures Governmental Activities



Business-type Activities: As noted above, the Solid Waste Management Fund sustained an operating loss for the year of \$475,697 and our Storm Water Fund balances continue to move lower but the new rate structure should greatly help that negative trend

Revenues & Expenses Solid Waste Management Fund



Financial Analysis of the Government's Funds

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

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

At the end of the current fiscal year, the City of Snellville's governmental funds reported combined ending fund balances of \$10,095,391. Of this amount, \$5,484,396 (54%) is unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to pay for police activities (\$64,460), 2) Tree Bank (\$300,171), 3) Economic Development (\$70,759), 4) Prepaid Items (\$97,784) and 5) Capital projects (4,060,411) through the LCI and SPLOST funds. The city also has assigned fund balance for redevelopment purposes of \$17,410.

The general fund is the City's chief operating fund. At the end of the current fiscal year, unrestricted fund balance of the general fund was \$5,484,396 while the total fund balance totaled \$5,635,467. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund revenues. Unassigned fund balance represents 51 % of the total general fund revenues, while total fund balance represents 53% of that same amount.

During the current fiscal year, the fund balance of the City's general fund decreased by \$69,489. Revenues decreased by 2.4%, expenditures increased by 3.2% resulting in an overall excess of revenue of \$892,591. The General Fund transferred \$381,097 to the Urban Redevelopment Authority for debt service requirements. The General Fund also transferred \$313,502 to the Solid Waste Management Fund to finance the City's recycling facilities and residential garbage service and \$285,923 to the LCI Fund to help finance street improvements. A debt service balloon payment of \$544,722 on a five-year note for Wisteria property acquisition totally accounts for the increase of City expenditures.

The LCI Grant Capital Project Fund received a reimbursement from the State of Georgia DOT of \$1,012,356 offsetting last years' negative fund balance in the LCI Fund.

Since being passed by referendum in November 2004, the proceeds from the 2005 SPLOST have generated \$11,688,581 for the City of Snellville's share. The proceeds are to be used exclusively for the following purposes: 1) roads, including stormwater, 2) cultural/historic/recreation purposes and 3) public safety needs. The 2009 SPLOST has recognized \$13,708,477 in revenues since collection began in April 2009. These proceeds have been used for public safety improvements and improvement to roads, streets, bridges and our public works facility. The 2014 SPLOST has generated \$6,307,741 in revenue and will be used mainly for transportation purposes.

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

Net position of the Solid Waste fund at the end of the year was \$1,250,850. The net position decreased \$161,895 during FY2016.

Net position of the Stormwater Management Fund at the end of the year was \$2,520,929 of which \$2,385,388 was invested in capital assets. The fund has unrestricted net positions of \$135,541, which is expected to be used for stormwater management capital expenditures and supplemented with a rate hike going into effect for FY17.

General Fund Budgetary Highlights

The only significant variance between the final budget and the actual was a \$136,847 variance in Public Works for resurfacing expenditures which were taken from SPLOST funds incorrectly. The resulting amendment caused the budget variance.

Capital Asset and Debt Administration

Capital assets. The City of Snellville's investment in capital assets for its governmental and business-type activities as of June 30, 2016 amounts to \$43,466,480 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, automobiles/equipment, sidewalks, bridges and roads.

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

- \$901,300 on transportation paving and maintenance projects
- \$620,000 of improvements to the Town Green
- \$696,812 in Stormwater Infrastructure
- \$145,092 on police vehicles and development

Additional information on the city's capital assets can be found in Note 8.

Long-term debt. At the end of the current fiscal year, the City had \$3,208,066 in outstanding debt consisting of Revenue Bonds, capital lease obligations, accrued compensated absences and termination benefits. Land and buildings secured the Revenue Bonds.

The City's total debt has decreased by \$1,030,635. This is attributed to a payment of \$544,723 on the DDA capital lease, closing it out and the impact of a \$6490 decrease in termination benefits and a \$10,917 increase in Accrued Compensated Absences. The city made principal payments on a Jet Vac truck lease of \$55,455 for Stormwater use and \$97,884 on a police equipment capital lease. Additional information on the City's long-term debt can be found in Note 9.

Status of the City of Snellville Economy

Economic activity in Snellville during the FY16 year gained great momentum. The City now has well over 3.0 million square feet of business retail with commercial growth, trending upward. Business licensing and permitting increased a full 25% in the year.

The City's medical sector, with HCA Eastside Medical Center still being our largest overall employer by far, also continues to progress. HCA Eastside employs over 1,300 total employees with a medical staff of over 500 physicians. They serve 15,000 annual inpatients, tally 68,000 annual E.D. visits, have over 85,000 annual outpatient visits and perform more than 6,500 surgeries annually.

Eastside also has a South Campus in Snellville and they have plans to expand emergency and mental health services there in the near future,

A total of approximately 1,800 businesses contribute to the economic stability of the City. This core tax base helped sustain the city finances through the recession which began in earnest in 2008. The value of our total taxable property increased in FY 2016 and that means for the first time since 2005/2007 we enjoyed three consecutive years of digest growth. Even with the Mayor and Council rolling back the millage rate once again, this growth trend still provides optimism and some budgetary options. All figures are compiled by Gwinnett County's Appraisal Office.

The Evermore Community Improvement District, an association of property owners along U.S. Highway 78 that voluntarily taxes itself for corridor improvements, stretches from Snellville to Stone Mountain. About 16% of the CID is within Snellville. The CID continues significant transportation improvements along the Highway 78 corridor, much of it in Snellville, that will help to revitalize the west end of the community and provide transportation alternatives to the congested Highway 78. The much needed and newly termed Displaced Left Turn improvements at the intersection of US 78/GA 124 is now in the serious ROW acquisition phase. Construction is still programmed and budgeted for in the state's FY-17 budget year.

The residential construction portion of our local economy also showed its first signs of progress this year. A new high-end (\$300-\$400,000 homes) subdivision began in FY-16 and the developer has sold all available homes with demand continuing. Several new in-fill homes have also been permitted. We also have an exclusive Senior Living development in the pipeline with over 200 units planned

FY-2016 was a positive year for all of our development related revenue items that we are grateful for, but we maintain a conservative stance toward expenditures and expansion of programs in order to both continue the strengthening of our financial status and to confirm indicators which guarantee such growth will be sustained.

We have been very fortunate to have had our commercial tax base which helped sustain much of our economy throughout the Great Recession and our future looks even brighter if residential growth can be added. I believe our progress and results have proven our optimism about the local economy, as expressed in the past several years of annual financial reports, correct on all counts.

Requests for Information

This financial report is designed to provide a general overview of the City of Snellville's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning this report or requests for additional information can be obtained by contacting the City at (770) 985-3500 or at the following address:

City of Snellville
Finance Department
2342 Oak Road
Snellville, GA 30078

BASIC FINANCIAL STATEMENTS

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CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority	Snellville Art Commission
Assets					
Cash and Cash Equivalents	\$ 5,511,055	\$ 565,621	\$ 6,076,676	\$ 41,819	\$ 11,250
Investments	216,271	-	216,271	-	-
Receivables (net of allowance for uncollectibles)					
Taxes	207,482	-	207,482	-	-
Fines	81,225	-	81,225	-	-
Intergovernmental	484,224	-	484,224	-	-
Accounts	14,332	188,583	202,915	-	-
Prepaid Items	97,784	-	97,784	-	-
Due from other funds	-	-	-	-	-
Restricted Assets -					
Cash	4,741,925	-	4,741,925	-	-
Non-Depreciable Capital Assets	9,519,744	-	9,519,744	127,539	-
Depreciable Capital Assets, Net	30,405,721	3,541,017	33,946,738	-	-
Net pension asset	935,426	-	935,426	-	-
Due from primary government	-	-	-	-	-
Total Assets	52,215,189	4,295,221	56,510,410	169,358	11,250
Deferred Outflows					
Deferred Pension Outflows	93,672	-	93,672	-	-
Deferred Charge From Refunding	42,386	-	42,386	-	-
Total Deferred Outflows	136,058	-	136,058	-	-
Total Assets and Deferred Outflows	52,351,247	4,295,221	56,646,468	169,358	11,250
Liabilities					
Accounts Payable	937,519	171,780	1,109,299	-	225
Accrued Liabilities -					
Wages	196,759	11,664	208,423	-	-
Customers and Developers Deposits	42,206	7,214	49,420	-	-
Police bonds and court fees	113,275	-	113,275	-	-
Other	4,845	-	4,845	-	-
Interest	1,632	-	1,632	-	-
Due to other Governments	216,434	-	216,434	-	-
Due to other funds	(332,784)	332,784	-	-	-
Unearned Revenues	15,654	-	15,654	-	-
Long-Term Liabilities -					
Due Within One Year	165,147	-	165,147	-	-
Due In More Than One Year	3,042,919	-	3,042,919	-	-
Total Liabilities	4,403,606	523,442	4,927,048	-	225
Deferred Inflows					
Deferred Pension Inflows	37,854	-	37,854	-	-
Total Deferred Inflows	37,854	-	37,854	-	-
Total Liabilities and Deferred Inflows	4,441,460	523,442	4,964,902	-	225
Net Position					
Net Investment in Capital Assets	37,260,337	3,541,017	40,801,354	127,539	-
Restricted for -					
Capital Projects	4,060,411	-	4,060,411	-	-
Police Activities	64,460	-	64,460	-	-
Tree Bank	300,171	-	300,171	-	-
Economic Development	70,759	-	70,759	-	-
Unrestricted	6,153,649	230,762	6,384,411	41,819	11,025
Total Net Position	\$ 47,909,787	\$ 3,771,779	\$ 51,681,566	\$ 169,358	\$ 11,025

See accompanying notes to the basic financial statements.

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental Activities:				
General Government	\$ 1,916,417	\$ 39,594	\$ -	\$ 139,485
Public Safety and Courts	5,384,629	2,242,618	350	159,490
Public Works	2,173,881	-	-	2,045,510
Parks and Recreation	896,394	209,988	-	640,522
Economic Development	184,168	-	-	-
Community Development	543,268	560,923	-	-
Interest on Long-Term Debt	72,098	-	-	-
Total Governmental Activities	<u>11,170,855</u>	<u>3,053,123</u>	<u>350</u>	<u>2,985,007</u>
Business-Type Activities				
Solid Waste Management	1,935,067	1,556,943	-	-
Recycling	229,828	132,255	-	-
Stormwater	255,778	538,539	-	-
Total Business-Type Activities	<u>2,420,673</u>	<u>2,227,737</u>	# <u>-</u>	# <u>-</u>
Total	<u>13,591,528</u>	<u>5,280,860</u>	<u>350</u>	<u>2,985,007</u>
Component Units:				
Downtown Development Authority	19,437	750	50,090	-
Art Commission	7,136	3,526	8,103	-
Total Component Units	<u>\$ 26,573</u>	<u>\$ 4,276</u>	<u>\$ 58,193</u>	<u>\$ -</u>

General Revenues:

Taxes:
Property
Franchise
Occupational
Insurance premium
Alcohol beverage
Hotel / Motel
Other
Intergovernmental
Interest Earnings
Other
Total General Revenues
Transfers
Total General Revenues and Transfers
Change in Net Position
Net Position - Beginning of Year, Restated
Net Position - End of Year

See accompanying notes to the basic financial statements.

Changes in Net Position				
Governmental Activities	Business- Type Activities	Total	Downtown Development Authority	Snellville Art Commission
\$ (1,737,338)	\$ -	\$ (1,737,338)	\$ -	\$ -
(2,982,171)	-	(2,982,171)	-	-
(128,371)	-	(128,371)	-	-
(45,884)	-	(45,884)	-	-
(184,168)	-	(184,168)	-	-
17,655	-	17,655	-	-
(72,098)	-	(72,098)	-	-
<u>(5,132,375)</u>	<u>-</u>	<u>(5,132,375)</u>	<u>-</u>	<u>-</u>
-	(378,124)	(378,124)	-	-
-	(97,573)	(97,573)	-	-
<u>-</u>	<u>282,761</u>	<u>282,761</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>(192,936)</u>	<u>(192,936)</u>	<u>-</u>	<u>-</u>
<u>(5,132,375)</u>	<u>(192,936)</u>	<u>(5,325,311)</u>	<u>-</u>	<u>-</u>
-	-	-	31,403	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,493</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>31,403</u>	<u>4,493</u>
3,587,698	-	3,587,698	-	-
1,295,210	-	1,295,210	-	-
945,134	-	945,134	-	-
1,052,437	-	1,052,437	-	-
330,376	-	330,376	-	-
134,322	-	134,322	-	-
157,266	-	157,266	-	-
220,229	-	220,229	-	-
12,316	999	13,315	18,687	-
21,813	-	21,813	-	-
7,756,801	999	7,757,800	18,687	-
<u>(313,502)</u>	<u>313,502</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7,443,299</u>	<u>314,501</u>	<u>7,757,800</u>	<u>18,687</u>	<u>-</u>
2,310,924	121,565	2,432,489	50,090	4,493
45,598,863	3,650,214	49,249,077	119,268	6,532
<u>\$ 47,909,787</u>	<u>\$ 3,771,779</u>	<u>\$ 51,681,566</u>	<u>\$ 169,358</u>	<u>\$ 11,025</u>

**CITY OF SNELLVILLE, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

	<u>GENERAL</u>	<u>LCI GRANT CAPITAL PROJECTS</u>	<u>SPLOST I CAPITAL PROJECTS</u>	<u>SPLOST II CAPITAL PROJECTS</u>
ASSETS				
Cash and Cash Equivalents	\$ 5,493,645	\$ 980,419	\$ 88,128	\$ -
Investments	216,271	-	-	-
Receivables (net of allowance for uncollectibles)				
Taxes	194,602	-	-	-
Fines	81,225	-	-	-
Intergovernmental	-	-	-	-
Accounts	4,612	-	-	-
Due from other funds	332,784	-	-	-
Prepaid Items	97,784	-	-	-
Total Assets	<u>\$ 6,420,923</u>	<u>\$ 980,419</u>	<u>\$ 88,128</u>	<u>\$ -</u>
LIABILITIES				
Accounts Payable	\$ 230,265	\$ -	\$ -	\$ -
Accrued Liabilities:				
Salaries and wages	196,759	-	-	-
Deposits	42,206	-	-	-
Police bonds and court fees	113,275	-	-	-
Other	4,845	-	-	-
Due to other governments	-	216,434	-	-
Due to other funds	133,107	-	-	-
Unearned Revenues	-	-	-	-
Total Liabilities	<u>720,457</u>	<u>216,434</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS				
Unavailable revenues	<u>64,999</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable -				
Prepaid items	97,784	-	-	-
Restricted -				
Capital Projects	-	763,985	88,128	-
Police Services	-	-	-	-
Tree Bank	-	-	-	-
Economic Development	53,287	-	-	-
Assigned -				
Redevelopment	-	-	-	-
Unassigned	<u>5,484,396</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>5,635,467</u>	<u>763,985</u>	<u>88,128</u>	<u>-</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 6,420,923</u>	<u>\$ 980,419</u>	<u>\$ 88,128</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

<u>SPLOST III CAPITAL PROJECTS</u>	<u>URBAN REDEVELOP- MENT</u>	<u>NON-MAJOR GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 2,822,714	\$ 17,410	\$ 850,664	\$ 10,252,980
-	-	-	216,271
-	-	12,880	207,482
-	-	-	81,225
484,224	-	-	484,224
9,720	-	-	14,332
133,107	-	-	465,891
-	-	-	97,784
<u>\$ 3,449,765</u>	<u>\$ 17,410</u>	<u>\$ 863,544</u>	<u>\$ 11,820,189</u>
\$ 685,590	\$ -	\$ 21,664	\$ 937,519
-	-	-	196,759
-	-	-	42,206
-	-	-	113,275
-	-	-	4,845
-	-	-	216,434
-	-	-	133,107
-	-	15,654	15,654
<u>685,590</u>	<u>-</u>	<u>37,318</u>	<u>1,659,799</u>
-	-	-	64,999
-	-	-	97,784
2,764,175	-	444,123	4,060,411
-	-	64,460	64,460
-	-	300,171	300,171
-	-	17,472	70,759
-	17,410	-	17,410
-	-	-	5,484,396
<u>2,764,175</u>	<u>17,410</u>	<u>826,226</u>	<u>10,095,391</u>
<u>\$ 3,449,765</u>	<u>\$ 17,410</u>	<u>\$ 863,544</u>	<u>\$ 11,820,189</u>

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CITY OF SNELLVILLE, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances -- total governmental funds	\$ 10,095,391
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	39,925,465
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Unavailable revenues	64,999
Debt discounts, premiums and related deferred items are considered other financing uses in governmental funds in the year incurred but are deferred items and are amortized over the life of the related debt in the statement of net position:	
Deferred charge from refunding	42,386
Net pension liabilities, assets and related deferred items are not considered current assets or liabilities and are therefore not reported in the funds:	
Net pension asset	935,426
Deferred pension outflows	93,672
Deferred pension inflows	(37,854)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Accrued interest	(1,630)
Revenue bonds	(2,508,000)
Capital lease obligation	(199,514)
Capital lease obligation - DDA	-
Long-term portion of termination benefits	(128,160)
Long-term portion of compensated absences	<u>(372,394)</u>
Net position of governmental activities.	<u>\$ 47,909,787</u>

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

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	GENERAL	LCI GRANT CAPITAL PROJECTS	SPLOST I CAPITAL PROJECTS	SPLOST II CAPITAL PROJECTS
REVENUES				
Taxes	\$ 7,363,766	\$ -	\$ -	\$ -
Licenses and permits	293,892	-	-	-
Intergovernmental	358,806	1,012,356	-	-
Charges for services	892,941	-	-	-
Fines and forfeitures	1,502,872	-	-	-
Tree Bank Bonds	-	-	-	-
Investment income	11,049	685	159	22
Rental income	97,774	-	-	-
Miscellaneous	30,151	-	-	-
Total Revenues	<u>10,551,251</u>	<u>1,013,041</u>	<u>159</u>	<u>22</u>
EXPENDITURES				
Current:				
General Government	1,553,273	-	-	-
Municipal Court	617,097	-	-	-
Public Safety	4,195,777	-	-	-
Public Works	982,066	-	-	-
Parks and Recreation	724,154	-	-	-
Tree Bank	-	-	-	-
Economic Development	-	-	-	-
Community Development	592,727	-	-	-
Capital:				
General Government	47,867	-	-	1,805
Public Safety	145,092	-	-	-
Public Works	236,847	33,908	136,803	16,631
Parks and Recreation	-	-	-	6,157
Community Development	-	-	-	-
Debt Service:				
Principal	544,722	-	-	-
Interest	19,038	-	-	-
Issue costs on debt	-	-	-	-
Total Expenditures	<u>9,658,660</u>	<u>33,908</u>	<u>136,803</u>	<u>24,593</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>892,591</u>	<u>979,133</u>	<u>(136,644)</u>	<u>(24,571)</u>
Other Financing Sources (Uses):				
Debt issue	-	-	-	-
Transfers	(980,522)	285,923	-	-
Sale of capital assets	18,442	-	-	-
Total	<u>(962,080)</u>	<u>285,923</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(69,489)	1,265,056	(136,644)	(24,571)
Fund Balance - Beginning, adjusted	5,704,956	(501,071)	224,772	24,571
Fund Balance - End of year	<u>\$ 5,635,467</u>	<u>\$ 763,985</u>	<u>\$ 88,128</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

SPLOST III CAPITAL PROJECTS	URBAN REDEVELOP- MENT	NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ -	\$ 134,322	\$ 7,498,088
-	-	-	293,892
2,845,394	-	-	4,216,556
-	-	-	892,941
-	-	32,436	1,535,308
-	-	215,500	215,500
1,205	7	574	13,701
-	-	-	97,774
-	-	-	30,151
<u>2,846,599</u>	<u>7</u>	<u>382,832</u>	<u>14,793,911</u>
70	-	-	1,553,343
-	-	-	617,097
-	-	25,415	4,221,192
-	-	-	982,066
-	-	-	724,154
-	-	-	-
-	-	134,322	134,322
-	-	-	592,727
99,546	-	-	149,218
88,920	-	40,808	274,820
1,681,188	-	26,435	2,131,812
843,458	-	-	849,615
-	-	-	-
97,884	337,000	-	979,606
3,777	44,097	-	66,912
-	-	-	-
<u>2,814,843</u>	<u>381,097</u>	<u>226,980</u>	<u>13,276,884</u>
<u>31,756</u>	<u>(381,090)</u>	<u>155,852</u>	<u>1,517,027</u>
-	-	-	-
-	381,097	-	(313,502)
-	-	-	18,442
-	381,097	-	(295,060)
31,756	7	155,852	1,221,967
<u>2,732,419</u>	<u>17,403</u>	<u>670,374</u>	<u>8,873,424</u>
<u>\$ 2,764,175</u>	<u>\$ 17,410</u>	<u>\$ 826,226</u>	<u>\$ 10,095,391</u>

CITY OF SNELLVILLE, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL ACTIVITIES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Net change in fund balances -- total governmental funds	\$ 1,221,967
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:</p>	
Capital outlay	2,321,668
Depreciation	(1,217,204)
<p>The net effect of other miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position. This is the amount of net book value of assets disposed of during the current period.</p>	
	(16,897)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between the beginning and ending deferred revenue balances in the current period.</p>	
	(1,011,364)
<p>Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:</p>	
Repayments	979,607
Proceeds	-
<p>Bond premiums, discounts and related deferred items are considered deferred costs in the statement of net position and are amortized over the life of the related debt while they are considered other financing uses in governmental funds in the year they are incurred:</p>	
Amortization	(5,987)
Change in net pension asset and related deferred items	42,761
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:</p>	
Change in the long term portion of accrued compensated absences	(10,917)
Change in the long term portion of termination benefits	6,488
Change in accrued interest	802
Change in net position of governmental activities.	<u>\$ 2,310,924</u>

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

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
Taxes	\$ 7,016,500	\$ 7,406,999	\$ 7,363,766	\$ (43,233)
Licenses and permits	192,600	267,600	293,892	26,292
Intergovernmental	360,000	360,000	358,806	(1,194)
Charges for services	852,567	894,567	892,941	(1,626)
Fines and forfeitures	1,800,000	1,800,000	1,502,872	(297,128)
Investment income	3,000	3,000	11,049	8,049
Rental income	87,000	87,000	97,774	10,774
Miscellaneous	10,600	15,100	30,151	15,051
Total Revenues	<u>10,322,267</u>	<u>10,834,266</u>	<u>10,551,251</u>	<u>(283,015)</u>
EXPENDITURES				
Current:				
General Government	1,593,958	1,564,635	1,553,273	11,362
Municipal Court	711,979	646,979	617,097	29,882
Public Safety	4,267,344	4,280,700	4,195,777	84,923
Public Works	999,469	1,000,434	982,066	18,368
Parks and Recreation	757,068	751,493	724,154	27,339
Community Development	679,275	592,887	592,727	160
Capital:				
General Government	20,000	47,867	47,867	-
Public Safety	156,655	143,755	145,092	(1,337)
Public Works	248,000	100,000	236,847	(136,847)
Parks and Recreation	-	-	-	-
Community Development	-	-	-	-
Debt Service:				
Principal	19,804	545,123	544,722	401
Interest	10,216	18,639	19,038	(399)
Total Expenditures	<u>9,463,768</u>	<u>9,692,512</u>	<u>9,658,660</u>	<u>33,852</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>858,499</u>	<u>1,141,754</u>	<u>892,591</u>	<u>(249,163)</u>
Other Financing Sources (Uses):				
Transfers	(861,499)	(1,147,422)	(980,522)	166,900
Proceeds from sale of capital assets	3,000	3,000	18,442	15,442
Debt issue	-	-	-	-
Total Other Financing Sources (Uses)	<u>(858,499)</u>	<u>(1,144,422)</u>	<u>(962,080)</u>	<u>182,342</u>
Net Change in Fund Balances	-	(2,668)	(69,489)	(66,821)
Fund Balance -				
Beginning of year	<u>5,704,956</u>	<u>5,704,956</u>	<u>5,704,956</u>	<u>-</u>
End of year	<u>\$ 5,704,956</u>	<u>\$ 5,702,288</u>	<u>\$ 5,635,467</u>	<u>\$ (66,821)</u>

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016

	<u>SOLID WASTE</u>	<u>STORMWATER</u>	<u>TOTAL</u>
ASSETS			
Current assets:			
Cash	\$ 92,150	\$ 473,471	\$ 565,621
Receivables			
Trade accounts	45,612	16,266	61,878
Unbilled sales	126,705	-	126,705
Due from other funds	-	-	-
Prepaid items	-	-	-
Total Current Assets	<u>264,467</u>	<u>489,737</u>	<u>754,204</u>
Property, plant and equipment:			
Buildings	577,673	-	577,673
Machinery and equipment	227,846	252,189	480,035
Vehicles	21,118	-	21,118
Infrastructure	-	2,330,866	2,330,866
Land improvements	1,188,251	-	1,188,251
	2,014,888	2,583,055	4,597,943
Less accumulated depreciation	<u>(859,259)</u>	<u>(197,667)</u>	<u>(1,056,926)</u>
	<u>1,155,629</u>	<u>2,385,388</u>	<u>3,541,017</u>
Total Assets	<u>1,420,096</u>	<u>2,875,125</u>	<u>4,295,221</u>
LIABILITIES			
Current liabilities:			
Accounts payable	154,555	17,225	171,780
Customer deposits	7,214	-	7,214
Accrued liabilities -			
Interest	-	-	-
Payroll	6,859	4,805	11,664
Due to other funds	618	332,166	332,784
Capital lease payable	-	-	-
Total current liabilities (payable from current assets)	<u>169,246</u>	<u>354,196</u>	<u>523,442</u>
Long-term obligations	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>169,246</u>	<u>354,196</u>	<u>523,442</u>
NET POSITION			
Net investment in capital assets	1,155,629	2,385,388	3,541,017
Unrestricted	<u>95,221</u>	<u>135,541</u>	<u>230,762</u>
Total Net Position	<u>\$ 1,250,850</u>	<u>\$ 2,520,929</u>	<u>\$ 3,771,779</u>

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	<u>SOLID WASTE</u>	<u>STORMWATER</u>	<u>TOTAL</u>
OPERATING REVENUES			
Charges for services:			
Solid waste	\$ 1,539,993	\$ -	\$ 1,539,993
Recycling	98,120	-	98,120
Stormwater utility	-	534,114	534,114
Penalties	16,950	4,425	21,375
Miscellaneous	34,135	-	34,135
Total Operating Revenues	<u>1,689,198</u>	<u>538,539</u>	<u>2,227,737</u>
OPERATING EXPENSES:			
Purchases of product/service	1,871,481	-	1,871,481
Salaries and benefits	144,972	102,019	246,991
Contracted / purchased services	81,873	87,684	169,557
Supplies	8,815	2,010	10,825
Bad debt expense	3,700	-	3,700
Depreciation	54,054	63,058	117,112
Total Operating Expenses	<u>2,164,895</u>	<u>254,771</u>	<u>2,419,666</u>
Operating Income (Loss)	(475,697)	283,768	(191,929)
NON-OPERATING INCOME (EXPENSES):			
Interest expense	-	(1,007)	(1,007)
Interest revenue	300	699	999
Net income (loss) before transfers and capital contributions	(475,397)	283,460	(191,937)
Transfers in	313,502	-	313,502
Capital contributions	-	-	-
NET INCOME	(161,895)	283,460	121,565
NET POSITION - BEGINNING	<u>1,412,745</u>	<u>2,237,469</u>	<u>3,650,214</u>
NET POSITION - ENDING	<u>\$ 1,250,850</u>	<u>\$ 2,520,929</u>	<u>\$ 3,771,779</u>

See accompanying notes to the basic financial statements.

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>SOLID WASTE</u>	<u>STORMWATER</u>	<u>TOTAL</u>
Cash flows from operating activities:			
Cash received from customers and users	\$ 1,688,109	\$ 541,725	\$ 2,229,834
Cash paid to suppliers	(2,008,639)	(121,405)	(2,130,044)
Cash paid to employees	(95,573)	(74,117)	(169,690)
Net Cash Provided by Operating Activities	<u>(416,103)</u>	<u>346,203</u>	<u>(69,900)</u>
Cash flows from investing activities:			
Interest received	<u>300</u>	<u>699</u>	<u>999</u>
Net Cash Used in Investing Activities	<u>300</u>	<u>699</u>	<u>999</u>
Cash flows from non-capital financing activities:			
Increase (decrease) in due to other funds	144	638,981	639,125
Transfers	<u>313,502</u>	<u>-</u>	<u>313,502</u>
Net Cash Provided by Non-capital Financing Activities	<u>313,646</u>	<u>638,981</u>	<u>952,627</u>
Cash flows from capital financing activities:			
Proceeds from debt issue	-	-	-
Principal payments	-	(55,455)	(55,455)
Interest payments	-	(1,208)	(1,208)
Purchase and construction of capital assets	<u>-</u>	<u>(1,023,144)</u>	<u>(1,023,144)</u>
Net Cash Provided by (Used in) Capital Financing Activities	<u>-</u>	<u>(1,079,807)</u>	<u>(1,079,807)</u>
Net increase in cash and cash equivalents	(102,157)	(93,924)	(196,081)
Cash and cash equivalents - Beginning of Year	<u>194,307</u>	<u>567,395</u>	<u>761,702</u>
Cash and cash equivalents - End of Year	<u>\$ 92,150</u>	<u>\$ 473,471</u>	<u>\$ 565,621</u>

See accompanying notes to the basic financial statements.

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

**Reconciliation of Net Income to Net Cash Provided
By Operating Activities**

	<u>SOLID WASTE</u>	<u>STORMWATER</u>	<u>TOTAL</u>
Operating income (loss)	\$ (475,697)	\$ 283,768	\$ (191,929)
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	54,054	63,058	117,112
(Increase) decrease in receivables	(2,086)	3,186	1,100
(Increase) decrease in prepaid items	-	-	-
Increase (decrease) in accounts payable	3,400	885	4,285
Increase (decrease) in customer deposits	997	-	997
Increase (decrease) in accrued liabilities	3,229	(4,694)	(1,465)
Total Adjustments	<u>59,594</u>	<u>62,435</u>	<u>122,029</u>
Net Cash Provided by Operating Activities	<u>\$ (416,103)</u>	<u>\$ 346,203</u>	<u>\$ (69,900)</u>

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation

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

B. The Reporting Entity

The City of Snellville, Georgia (the "City") was incorporated in 1923 under the provisions of the State of Georgia. A Mayor and City Council, composed of five members, govern and direct the legislative affairs of the City. In a manner consistent with the principles and practices of a Council-Manager form of government, the legislative policies and daily operations of the City are executed and/or administered by an appointed City Manager. The City Manager is vested with the authority and responsibility to provide for effective and efficient delivery of municipal services and to attend to the management of municipal affairs within legislative and legal parameters established by federal, state and local laws and regulations. The City provides the following services: police, highways and streets, sanitation, recycling, stormwater, parks and recreation, planning and zoning, and general and administrative services. The City's annual financial report includes the accounts of all City operations and its component unit. Water, sewer, and fire protection services are provided by Gwinnett County.

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

Discretely Presented Component Units –

The component unit column in the Government – Wide Financial Statements includes the financial data of City of Snellville, Georgia Downtown Development Authority. This component unit is reported in a separate column to emphasize that it is legally separate from the City. The City of Snellville, Georgia Downtown Development Authority was organized to develop and promote commerce, industry, and general welfare within the City. The City appoints the Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and contributions from individuals and private companies. Separate financial statements for the Authority are not issued. The Authority has changed its fiscal year to correspond with the City's fiscal year. Beginning July 1, 2015, the Authority began using a fiscal year beginning July 1 and ending June 30.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

B. The Reporting Entity – (Continued)

Discretely Presented Component Units, continued -

The City of Snellville Art Commission is also a legal separate entity and was created during fiscal year ended June 30, 2014 to promote art throughout the City of Snellville. The City appoints the Commission's board members and reviews its annual budget. Funding of the Commission is provided through fundraisers and contributions from the City, individuals and private companies. The Commission does not issue separate financial reports.

Blended Component Unit –

The Urban Redevelopment Agency of Snellville (URA) was created in 2010 by the City to serve as a financing vehicle for certain community development projects. The URA is a legally separate organization governed by a board that is appointed by the mayor and city council of the City of Snellville. Although it is legally separate from the City, the URA is reported as if it were a part of the primary government because its sole purpose is to oversee and participate, if necessary, in financing community development projects for the benefit of the City and its citizens. Furthermore, the URA is included as a component unit as the URA has no ability to issue debt or otherwise carry out its activities without the participation and agreement of the City or appropriation of funds by the city council. The operations of the URA are included in the governmental activities of the government-wide financial statements as a separate debt service fund. Separate financial statements are not published for the URA which follows the same accounting policies as the City of Snellville.

C. Basic Financial Statements—Government-Wide Statements

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

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

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

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

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

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Basic Financial Statements-Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The City considers the General Fund, the LCI Grant Fund, all SPLOST Capital Projects Funds and the Urban Redevelopment Agency Fund to be major funds. The Hotel/Motel Fund, Confiscated Assets Fund, Tree Bank Fund, and the Police Facilities Fund are considered non-major funds. The various funds are grouped, in the financial statements in this report, into the following fund types:

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

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

LCI Grant Capital Projects Fund – The LCI Grant Capital Projects Fund accounts for the proceeds from a grant from the U. S. Department of Transportation. The proceeds from the grant are to be used to finance improvements to the City's Town Center streetscapes.

The SPLOST Capital Projects Funds – The SPLOST Capital Projects Funds are used by the City to account for acquisition and construction of major capital facilities that were approved by the voters of Gwinnett County, Georgia through the special purpose local option sales tax referendums.

Urban Redevelopment Agency Fund – This fund was originally used as a special revenue fund to account for the proceeds for the issuance of bonds to finance or refinance urban improvement projects. It is currently being used to account for the accumulation of resources that are restricted, committed, or assigned for the payment of principal and interest on the City's Refunding Revenue Bond Obligation.

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

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

Stormwater Management Enterprise Fund - The Stormwater Management Enterprise Fund is used to account for the charges generated from stormwater services provided to citizens of the City of Snellville, Georgia.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Measurement Focus

Government-wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Position.

Fund Financial Statements – All governmental funds, the Snellville Downtown Development Authority and the City of Snellville Arts Commission are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of government-wide financial statements are prepared. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide and the statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the Statement of Fund Net Position. The Statement of Changes in Revenues, Expenses, and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

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

F. Basis of Accounting

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

1. Accrual

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

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

F. Basis of Accounting – (Continued)

2. Modified Accrual

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

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

G. Cash and Cash Equivalents

The City has defined cash and cash equivalents to include cash on hand, demand deposits, and cash with fiscal agents. Investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents.

H. Investments

Investments are stated at cost or amortized cost with accrued interest shown under a separate caption on the balance sheet. All investments of the City as of June 30, 2016 consisted of non-participating interest-earning investment contracts, certificates of deposit, and money market mutual funds.

I. Inventory

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

J. Prepaid Expenses

Payments made to vendors for service that will benefit periods beyond June 30, 2016 are recorded as prepaid items and are expensed during the period benefited.

K. Capital Assets

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

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

K. Capital Assets – (Continued)

Capital assets purchased or acquired with an original cost of \$3,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during fiscal year ended June 30, 2016. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30-40 years
Land improvements	30-40 years
Furniture and equipment	7-10 years
Vehicles	5-10 years
Infrastructure	40-50 years
Improvements other than buildings	40-50 years

The City only reports infrastructure assets purchased subsequent to June 30, 2003.

L. Accrued Liabilities and Long-Term Obligations

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

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

M. Revenues

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

N. Expenditures

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

O. Compensated Absences

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

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

P. Interfund Activity

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

Q. 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 appropriation, is employed by the City. At June 30, 2016, there were no encumbrances outstanding.

R. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditures) until then. The City has two items that qualify for reporting in this category as of June 30, 2016. The items, deferred charge from refunding and deferred pension outflows, are reported in the government-wide statement of net position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, probation fines, and intergovernmental revenues. In addition, the City has one item that qualifies for reporting in this category in the government-wide statement of net position. The item, deferred pension inflows, is reported only in the government-wide statement of net position.

S. Net Position

Net Position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net position invested in capital asset consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

The City's government-wide statement of net position reports \$4,495,801 of restricted net position, of which \$3,287,693 is restricted by enabling legislation.

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

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

T. Fund Equity – Governmental Funds

As of June 30, 2016, fund balances of the governmental funds are classified as follows:

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

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

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

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

Unassigned – all other spendable amounts.

As of June 30, 2016, fund balances are composed of the following:

	General	LCI Grant	SPLOST Funds	URA	Nonmajor Funds	Total
Nonspendable:						
Prepays	\$ 97,784	\$ -	\$ -	\$ -	\$ -	\$ 97,784
Restricted:						
Capital Projects	-	763,985	2,852,303	-	444,123	4,060,411
Police Services	-	-	-	-	64,460	64,460
Tree Bank	-	-	-	-	300,171	300,171
Economic Development	53,287	-	-	-	17,472	70,759
Committed	-	-	-	-	-	-
Assigned	-	-	-	17,410	-	17,410
Unassigned	5,484,396	-	-	-	-	5,484,396
Total Fund Balances	\$ 5,635,467	\$ 763,985	\$ 2,852,303	\$ 17,410	\$ 826,226	\$ 10,095,391

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

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

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

U. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

V. Estimates

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

W. Budgets and Budgetary Accounting

Prior to May 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. During June, the mayor and council legally enact the budget through passage of an ordinance. Budgets for all funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) except that proprietary funds expense capital outlay instead of depreciation. The legal level of control (the level at which the City Council must approve expenditures in excess of appropriations) for each legally adopted annual operating budget is at the department level. Budget amounts are as originally adopted or as last amended. Unexpended budget appropriations lapse at year-end.

X. Pensions

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

2. CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to the City. The City follows the State investment policies which require all deposits in excess of Federal Deposit Insurance be collateralized by securities equal to at least 110% of the excess deposits. As of June 30, 2016, \$10,946,231 of the City's bank balances of \$11,427,533 were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ -
Uninsured and collateral held by pledging bank's agent	<u>10,946,231</u>
Total	<u>\$ 10,946,231</u>

In accordance with state law, the City of Snellville can invest in: 1) Obligations issued by the U.S. Government, any state, any political subdivision of the State of Georgia, or Local Government Investment Pool established by state law; 2) Prime bankers' acceptances; and 3) Repurchase agreements.

The City's investment as of June 30, 2016 consisted of a certificate of deposit in the amount of \$216,271.

Interest Rate Risk. In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 1 year.

Credit Risk. State law limits investments in debt issues to the top two ratings issued by nationally recognized statistical ratings organizations.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

3. PROPERTY TAX

The City’s property taxes are billed and collected by Gwinnett County through an intergovernmental agreement. The taxes were levied July 6, 2015 and are due and payable October 15th and November 15th. All taxes unpaid after the October 15th and November 15th due dates are considered delinquent. Property taxes attach as an enforceable lien on the property the following January 1st. Delinquent taxes are considered fully collectable.

4. RECEIVABLES

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

	<u>Gross</u>	Allowance for <u>Bad Debts</u>	<u>Net</u>
Governmental Funds			
Taxes	\$ 207,482	\$ -	\$ 207,482
Fines	262,017	180,792	81,225
Intergovernmental	484,224	-	484,224
Accounts	14,332	-	14,332
Solid Waste Management Fund			
Accounts	289,317	117,000	172,317
Stormwater Management Fund			
Accounts	16,266	-	16,266
Total	<u>\$ 1,273,638</u>	<u>\$ 297,792</u>	<u>\$ 975,846</u>

5. INTERGOVERNMENTAL REVENUES AND RECEIVABLES

Intergovernmental revenues for the year ended June 30, 2016 consist of the following:

Governmental Funds -	
Gwinnett County - SPLOST Projects, See Note 9	\$ 2,845,394
U. S. Dept. of Justice	350
Gwinnett County - Annual Appropriation	220,229
State of Georgia - DOT, LMIG Program	138,227
State of Georgia - Department of Transportation LCI Grant	<u>1,012,356</u>
Total Intergovernmental Revenues	<u>\$ 4,216,556</u>

Intergovernmental receivables as of June 30, 2016 consist of the following:

Gwinnett County - SPLOST	\$ 484,224
State of Georgia - Department of Transportation LCI Grant	<u>-</u>
Total Intergovernmental Receivables	<u>\$ 484,224</u>

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

6. INTER-FUND TRANSACTIONS

Inter-fund payables and receivables as of June 30, 2016 were as follows.

Due From	Due To			
	General	SPLOST III	Stormwater	Total
General fund	\$ -	\$ 133,107	\$ -	\$ 133,107
Sanitation	618	-	-	618
Stormwater	332,166	-	-	332,166
Total	\$ 332,784	\$ 133,107	\$ -	\$ 465,891

The Sanitation Fund and the Stormwater Fund owed the General Fund \$618 and \$332,166, respectively, for items expended from the General Fund's operating bank account that were related to Sanitation and Stormwater activities and had not been reimbursed as of June 30, 2016. The General Fund owed the SPLOST III Fund \$133,107 for a grant's portion of a SPLOST related project.

Individual inter-fund transfers for the year ended June 30, 2016 were as follows:

Transfer From	Transfer to				
	General	URA	LCI	Sanitation	Total
General	\$ -	\$ 381,097	\$ 285,923	\$ 313,502	\$ 980,522
Nonmajor	-	-	-	-	-
	\$ -	\$ 381,097	\$ 285,923	\$ 313,502	\$ 980,522

During the fiscal year ended June 30, 2016 the General Fund transferred \$980,522 to various governmental and proprietary funds, including \$313,502 to the Solid Waste Management Fund to help fund utility operations, \$381,097 to the Urban Redevelopment Agency Fund to help finance debt service requirements of the refunding revenue bonds payable and \$285,923 to the LCI Grant Fund to help finance the streetscapes and sidewalk project in the town center area.

7. LITIGATION AND CONTINGENCIES:

The City is a defendant in several lawsuits as of June 30, 2016 including a lawsuit brought by the former Mayor of Snellville against the City Council, City Manager and City Clerk. This lawsuit pertains to the issue of the authority to appoint a city manager and a city clerk. The City has incurred approximately \$160,000 in legal fees for the representation of the City Council and the City's manager and clerk. The former Mayor is seeking restitution for her legal fees of approximately \$91,000. Although a settlement was reached regarding the authority issue as of June 30, 2016, the former Mayor's legal fees issue has yet to be resolved. The outcome of other lawsuits and other possible claims are not yet determinable but are not expected to materially affect the financial situation of the City.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

8. PROPERTY, PLANT AND EQUIPMENT – (Continued)

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 9,188,246	\$ 231,419	\$ -	\$ 9,419,665
Construction in progress	5,932,928	1,580,909	(7,413,758)	100,079
Total	<u>15,121,174</u>	<u>1,812,328</u>	<u>(7,413,758)</u>	<u>9,519,744</u>
Capital assets being depreciated:				
Buildings	19,040,400	3,963	-	19,044,363
Improvements other than buildings	2,734,177	3,679,895	-	6,414,072
Infrastructure	4,792,934	3,768,151	-	8,561,085
Vehicles, including related equipment	2,595,212	154,240	(79,466)	2,669,986
Furniture and other equipment	2,897,477	300,828	(5,000)	3,193,305
Total capital assets being depreciated	<u>32,060,200</u>	<u>7,907,077</u>	<u>(84,466)</u>	<u>39,882,811</u>
Less accumulated depreciation for:				
Buildings	3,907,767	476,806	-	4,384,573
Improvements other than buildings	530,920	68,794	-	599,714
Infrastructure	763,219	183,533	-	946,752
Vehicles, including related equipment	1,388,316	248,692	(78,588)	1,558,420
Furniture and other equipment	1,753,254	239,379	(5,000)	1,987,633
Total accumulated depreciation	<u>8,343,476</u>	<u>1,217,204</u>	<u>(83,588)</u>	<u>9,477,092</u>
Total capital assets being depreciated, net	<u>23,716,724</u>	<u>6,689,873</u>	<u>(878)</u>	<u>30,405,719</u>
Governmental capital assets, net	<u>\$ 38,837,898</u>	<u>\$ 8,502,201</u>	<u>\$ (7,414,636)</u>	<u>\$ 39,925,463</u>

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

Administrative	\$ 313,627
Police and Court	521,170
Public Works	232,669
Parks	148,904
Community Development	<u>834</u>
Total depreciation expense	<u>\$ 1,217,204</u>

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

8. PROPERTY, PLANT AND EQUIPMENT, (Continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-Type Activities				
Capital assets, not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in progress	-	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital assets being depreciated:				
Buildings	577,673	-	-	577,673
Improvements other than buildings	1,188,251	-	-	1,188,251
Infrastructure	1,634,054	696,812	-	2,330,866
Vehicles, including related equipment	21,118	-	-	21,118
Furniture and other equipment	480,035	-	-	480,035
Total capital assets being depreciated	<u>3,901,131</u>	<u>696,812</u>	<u>-</u>	<u>4,597,943</u>
Less accumulated depreciation for:				
Buildings	150,255	14,446	-	164,701
Improvements other than buildings	405,985	39,608	-	445,593
Infrastructure	71,761	36,980	-	108,741
Vehicles, including related equipment	21,118	-	-	21,118
Furniture and other equipment	290,695	26,078	-	316,773
Total accumulated depreciation	<u>939,814</u>	<u>117,112</u>	<u>-</u>	<u>1,056,926</u>
Total capital assets being depreciated, net	<u>2,961,317</u>	<u>579,700</u>	<u>-</u>	<u>3,541,017</u>
Business-Type Activities capital assets, net	<u>\$ 2,961,317</u>	<u>\$ 579,700</u>	<u>\$ -</u>	<u>\$ 3,541,017</u>

Depreciation expense of \$54,054 was recorded in the Solid Waste Management Fund and \$63,058 was recorded in the Stormwater Management Fund.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. LONG-TERM DEBT

Changes in General Long-Term Debt

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended June 30, 2016:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Current Portion</u>
Governmental Activities					
Revenue Bonds	\$ 2,845,000	\$ -	\$ (337,000)	\$ 2,508,000	\$ -
Police Equipment Capital Lease	297,398	-	(97,884)	199,514	99,127
Intergovernmental Agreement - DDA Capital Lease	544,723	-	(544,723)	-	-
Termination Benefits	134,648	-	(6,490)	128,158	16,020
Accrued Compensated Absences	<u>361,477</u>	<u>354,449</u>	<u>(343,532)</u>	<u>372,394</u>	<u>50,000</u>
Total	<u>\$ 4,183,246</u>	<u>\$ 354,449</u>	<u>\$ (1,329,629)</u>	<u>\$ 3,208,066</u>	<u>\$ 165,147</u>
Business-Type Activities					
Capital Lease Obligation	<u>\$ 55,455</u>	<u>\$ -</u>	<u>\$ (55,455)</u>	<u>\$ -</u>	<u>\$ -</u>

The General Fund typically has been used to liquidate long-term liabilities. However, SPLOST III will be used to liquidate the police equipment capital lease. The Stormwater Management Fund was used to liquidate the business-type activity long-term liabilities.

GOVERNMENTAL ACTIVITIES DEBT ISSUES -

CAPITAL LEASE OBLIGATION

Police Equipment –

In November 2014, the City entered into a lease purchase and security agreement with a financial institution for the purchase of mobile radios in the amount of \$399,059. Depreciation on the mobile radios for fiscal year ended June 30, 2016 amounted to \$39,904 and accumulated depreciation at June 30, 2016 amounted to \$49,880. The interest rate under the terms of the lease agreement is 1.27%. Since the City intends to continue to abide by the terms of these lease agreements and eventually own the equipment, the asset and the related liability were recorded at the present value of the future payments due under the lease.

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. LONG-TERM DEBT (Continued)

GOVERNMENTAL ACTIVITIES DEBT ISSUES – (Continued)

CAPITAL LEASE OBLIGATIONS – (Continued)

Land Purchase –

In June 2012, the Snellville Downtown Development Authority (DDA) obtained financing from a bank for the purchase of approximately 10 acres of land in the City’s Town Center Area. The City and the DDA did enter into an intergovernmental agreement whereby the City has guaranteed funding of the debt service of the note through a capital lease obligation. At the end of the capital lease the City will own the land. As a result, the DDA recorded a liability for the note payable and an amount due from the City in the amount of \$697,450 and reduces the balance as the City pays the debt service on the lease. The City has also recorded a liability in the governmental-wide financial statements for the amount due under the intergovernmental agreement. The repayment of this obligation was completed during fiscal year ended June 30, 2016.

REVENUE BONDS

In May 2013, the Urban Redevelopment Agency of Snellville issued revenue bonds in the amount of \$3,496,000 to refinance the Certificates of Participation (originally used to finance the acquisition of the new city hall) and to pay cost associated with the issuance of the bonds. Interest is being charged at 1.55% and the debt is secured by the city administrative facilities. The bonds mature in July 2023.

Annual repayment requirements under the revenue bonds and capital lease agreements are as follows:

F/Y/E JUNE 30,	REVENUE BONDS		CAPITAL LEASES POLICE EQUIPMENT		TOTAL
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	
2017	\$ -	\$ -	\$ 99,128	\$ 2,534	\$ 101,662
2018	342,000	36,223	100,386	1,275	479,884
2019	347,000	30,883	-	-	377,883
2020	353,000	25,458	-	-	378,458
2021	358,000	19,948	-	-	377,948
2022	364,000	14,353	-	-	378,353
2023	369,000	8,672	-	-	377,672
2024	375,000	2,906	-	-	377,906
TOTALS	\$ 2,508,000	\$ 138,443	\$ 199,514	\$ 3,809	\$ 2,849,766

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

9. LONG-TERM DEBT (Continued)

BUSINESS-TYPE ACTIVITIES DEBT ISSUE

In April 2013, the City entered into a lease purchase and security agreement with a financial institution for the purchase of a 2013 Vactor Sewer Jetter Combo Truck in the amount of \$219,504. Depreciation on the machine for fiscal year ended June 30, 2016 amounted to \$21,950 and accumulated depreciation at June 30, 2016 amounted to \$78,655. The interest rate under the terms of the lease agreement is 2.18%. Since the City intends to continue to abide by the terms of these lease agreements and eventually own the equipment, the asset and the related liability were recorded at the present value of the future payments due under the lease. The repayment of this obligation was completed during fiscal year ended June 30, 2016.

Advanced Refunding –

As indicated earlier in this note, the Urban Redevelopment Agency issued \$3,496,000 of revenue bonds in May 2013. The proceeds of the issue provided resources to purchase U.S. Government and State and Local Government Securities that were placed in an irrevocable trust for a short period of time for the purpose of generating resources to pay off the principal balance and interest due on the certificates of participation as of July 1, 2013. As a result, the refunded debt is considered defeased and the liability has been removed from the Governmental Type Activities in the statement of net position.

The refunding was undertaken to reduce future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by \$60,346. This amount is reported as a “deferred charge from refunding” and will be amortized over the old debt’s life, which is to July 1, 2023. The transaction also resulted in a net present value savings of \$464,413 and a reduction of \$1,145,501 in future debt service payments.

10. UNAVAILABLE REVENUES

Unavailable revenues as of June 30, 2016, reported in the Governmental Fund’s balance sheet, consisted of the following revenue items which had been earned and were measurable but were not received within 60 days after year end and therefore were not considered available:

General Fund		
Property taxes	\$	36,002
Fines and forfeitures		<u>28,997</u>
Total	\$	<u><u>64,999</u></u>

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

11. RISK MANAGEMENT

The City of Snellville is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency (GIRMA) for property and liability insurance and the Workers' Compensation Self-Insurance Fund (WCSIF), public entity risk pools currently operating as common risk management and insurance programs for member local governments. The Georgia Municipal Association (GMA) administers both risk pools.

As part of these risks pools, the City is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pools' 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 pools' agent 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 City pays an annual premium to GIRMA for its general insurance and has coverage of \$1,000,000 for the risks discussed above, except for buildings, which are covered at 100% of the value of the City's holdings. The City's coverage for worker's compensation claims is statutory.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member governments' contracts and in accordance with the workers' compensation laws 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.

The City continues to carry commercial insurance for all other risks of loss, employee health and accident insurance. Settled claims in the past three years have not exceeded the commercial insurance coverage.

12. HOTEL / MOTEL TAX

The City levies an 8% hotel/motel tax in accordance with the provisions of OCGA 48-13-51. To comply with the expenditures provisions of this code section, the City expends 100% of monies collected under this provision for tourism and promotional purposes by contracting with the Snellville Tourism and Trade Association. During the year ended June 30, 2016, the City's collections and related remittances were as follows:

	<u>Amount</u>	<u>Percent</u>
Total Collections	\$ 134,322	100%
Total Remittances	\$ 134,322	100%

The City was in compliance with state laws regulating hotel/motel taxes and the related expenditures as of June 30, 2016.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

13. JOINT VENTURE

Under Georgia law, the city, in conjunction with other cities and counties in the Metro Atlanta area, is a member of the Atlanta Regional Commission (ARC). Membership in this organization is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the Commission in Georgia. The ARC Board membership includes the chief elected official of each county, one representative for all the cities in a member county and 15 citizen representatives. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the ARC. Separate financial statements may be obtained from:

Atlanta Regional Commission
3715 Northside Parkway
Building 200, Suite 300
Atlanta, Georgia 30327

14. EMPLOYEE BENEFIT PLANS

Money Purchase Pension Plan -

On March 1, 2002, the City converted its defined benefit pension plan and adopted the City of Snellville, Georgia Employee Pension Plan (a defined contribution plan). The City now uses the money purchase pension plan to provide pension benefits to most of its full-time employees. The plan is being administered by Pension Financial Services, a private corporation. The pension plan is authorized by city council through the passage of an ordinance. The city council is responsible for establishing and amending the plan's provision and for establishing and amending contribution requirements.

Under the terms of the plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after completing one year of service. The City's contribution to the plan depends upon each participant's base salary. The City will contribute 6% of each eligible employee's base monthly salary to the plan. Employees are not required to make any contributions to the plan. The amount of payroll covered under the plan for the year ended June 30, 2016, amounted to approximately \$3,711,700. Gross payroll for the year was \$4,597,536.

The City's contribution for each employee vests in accordance with the following schedule:

Completed years of Services	Vested Percentage
3	50%
5	100%

Contributions made by the City to the money purchase pension plan for the year ended June 30, 2016, amounted to \$222,704 which is 6% of covered payroll.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Deferred Compensation Plan –

Under the terms of the deferred compensation plan, any employee can voluntarily defer receipt of up to 25% of gross compensation, not to exceed \$18,000 per year. Each participant selects one of various options to administer the investment of the deferred funds. All administration costs of the plan are deducted from the participants' accounts. The deferred amounts may be distributed to the employee upon retirement or other termination of employment, disability, death, or financial hardship (as defined).

Defined Benefit Plan –

In prior years, the City contributed to the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer public employee retirement system administered by the Georgia Municipal Association. The City of Snellville Retirement Plan was a defined benefit plan that provided retirement and disability benefits and death benefits to plan members and beneficiaries (superseded plan). The Public Retirement Systems Standard Law (Georgia Code Section 47-20-10) assigns the authority to establish and amend the plan to the City of Snellville. 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.

As mentioned under the caption "Money Purchase Pension Plan" the defined benefit plan was converted to a defined contribution plan (successor defined contribution plan) on March 1, 2002. GMEBS was authorized to continue making monthly retirement and death benefit payments after March 1, 2002 to retirees and beneficiaries who were in pay status under the superseded plan on or before such date and to provide future benefits for any vested terminated participant as of February 28, 2002. In order to ensure adequate funding for benefits to be provided to retirees, beneficiaries and vested terminated participants, the City Council approved an ordinance that provides for the following:

1. Retention of assets in the City's GMEBS administered trust fund in an amount equal to 110% of the combined present value of accrued benefits payable to retirees and beneficiaries.
2. The assets in the trust fund shall share in any investment gains or losses of the GMEBS Retirement Trust Fund.
3. Subsequent valuations of the trust fund's liabilities shall be made annually and any gains or losses will be amortized over five years.
4. The City shall make an annual contribution to the trust fund equal to 110% of the recommended contribution amount reflected in each annual valuation plus administration fees.

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

For 2016, the City’s annual pension cost was \$ -0- for SRP as calculated under the above-mentioned City ordinance. However, the City did pay administrative fees of \$8,272. The required contribution was determined as part of the January 1, 2016 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included 7.75% investment rate of return and a cost of living adjustment of 3.25%. There were no active employees and therefore no projected salary increases were used. The value of SRP assets was determined using market values. The actuarial accrued liability as of January 1, 2016 was \$848,071. The annual pension contribution for 2016 was calculated as follows:

Total actuarial accrued liability (as of 1/1/15)	\$ 864,749
10% of actuarial accrued liability (margin)	<u>86,475</u>
Target asset value	951,224
Actual market value of assets	<u>1,800,175</u>
 Difference or contribution to fund plan	 \$ <u>(848,951)</u>

The City was not required to make any contributions to the plan during the year except for administrative fees as mentioned above.

During the fiscal year ended June 30, 2015 the City implemented GASB Statement NO. 68 “Accounting and Financial Reporting for Pensions”. The newly adopted statement requires the following disclosures:

At January 1, 2016, the date of the most recent actuarial valuation, there were 41 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	20
Terminated vested participants not yet receiving benefits	21
Active employees - vested	0
Active employees - nonvested	<u>0</u>
 Total	 <u>41</u>

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

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

At June 30, 2016, the City reported an asset of \$935,426 for its net pension asset. The net pension asset was measured as of September 30, 2015 and was determined by an actuarial valuation as of January 1, 2016. The changes in the Net Pension Liability (Asset) for the year ended September 30, 2015 (the measurement date) were as follow:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability (Asset)
Balances at September 30, 2014	\$ 848,071	\$ 1,838,754	\$ (990,683)
Changes for the year-			
Interest	63,319	-	63,319
Differences between expected and actual experience	15,469	-	15,469
Contributions - Employer	-	8,254	(8,254)
Net investment income	-	23,028	(23,028)
Benefit payments, including refunds of employee contributions	(62,110)	(62,110)	-
Administrative expense	-	(7,751)	7,751
Other	-	-	-
Net Changes	<u>16,678</u>	<u>(38,579)</u>	<u>55,257</u>
Balance at September 30, 2015	<u>\$ 864,749</u>	<u>\$ 1,800,175</u>	<u>\$ (935,426)</u>

For the year ended June 30, 2016, the City recognized pension expense and deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Service cost	\$ -
Interest on The Pension Liability (TPL)	63,319
Administrative expenses	7,751
Expected return on assets	(140,116)
Deferred Inflows -	
Expensed portion of current year period differences between expected and actual experience in TPL	15,469
Expensed portion of current year period assumption changes	-
Expensed portion of current year period differences between projected and actual investment earnings	23,416
Current year recognition of deferred inflows and outflows established in prior years.	<u>(12,618)</u>
Total expense	<u>\$ (42,779)</u>

(See Independent Auditor's Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

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

There were no deferred outflows of resources related to pensions resulting from the City’s contributions made subsequent to the measurement date to be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

F/Y/E June 30,	Deferred Outflows	Deferred Inflows
2017	\$ 23,418	\$ (12,618)
2018	23,418	(12,618)
2019	23,418	(12,618)
2020	23,418	-
	<u>\$ 93,672</u>	<u>\$ (37,854)</u>

Outstanding balances of deferred outflows/inflows of resources related to pensions as of June 30, 2016 are as follow:

	<u>Outflows</u>	<u>Inflows</u>
Contributions subsequent to the measurement date	\$ -	\$ -
Differences between expected and actual experience	-	-
Investment	93,672	37,854
Assumption change	-	-
Total	<u>\$ 93,672</u>	<u>\$ 37,854</u>

Actuarial Assumptions

The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions:

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

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

Actuarial Assumptions, Continued

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Long-Term Nominal Real Rate of Return</u>
Domestic equity	50.00%	5.95%	9.20%
International equity	15.00%	6.45%	9.70%
Fixed income	25.00%	1.55%	4.80%
Real estate	10.00%	3.75%	7.00%
Cash	0.00%		
Total	<u>100.00%</u>		

Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that contributions from the City will be made at the actuarially determined contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease <u>(6.75%)</u>	Current Rate <u>(7.75%)</u>	1% Increase <u>(8.75%)</u>
Net Pension Liability (Asset)	\$ (844,938)	\$ (935,426)	\$ (1,012,401)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

14. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

Pension Plan Net Fiduciary Net Position

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

15. EARLY RETIREMENT PLAN

2010 Early Retirement Incentive –

In 2010 the City put together offers for employees as an early retirement incentive. To be eligible for the early retirement incentives, employees must (1) have attained the age of 55; (2) have worked for the City at least ten years; (3) have worked a minimum of 100 days during the year; and (4) have not received an official notice of layoff or termination. Employees could choose between 5 different plans, some of which offered pension contributions as a percentage of salary per year until age 65, health insurance premiums covered by the City until age 65, 6 months payout of salary, and payouts of vacation and sick leave benefits. The total liability to the City at the start of the program was \$399,327. Of this total liability for termination benefits, \$84,327 was paid with expendable available financial resources and was therefore recognized in the fund financial statements in fiscal year ended June 30, 2010. The remainder was reported in the government-wide financial statements as a long-term obligation. Termination benefits are expected to be paid through 2025. Benefits have been calculated using a 6% discount rate of future benefit payments and a 6% inflation rate, if applicable.

	<u>6/30/2016</u>	<u>6/30/2015</u>
Salary, vacation and sick leave payouts	\$ -	\$ -
Pension contributions	-	-
Medical insurance benefits	<u>128,158</u>	<u>134,648</u>
	128,158	134,648
Amounts already accrued for selected employees in compensated absences, etc	<u>-</u>	<u>-</u>
Net termination benefits to accrue	128,158	134,648
Amounts payable with expendable available resources - fund level	<u>-</u>	<u>-</u>
Long-term obligation	<u>\$ 128,158</u>	<u>\$ 134,648</u>

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

16. DOWNTOWN DEVELOPMENT AUTHORITY NOTE PAYABLE

In June 2011, the Snellville Downtown Development Authority (DDA) obtained financing from a bank for the purchase of approximately 10 acres of land in the City’s Town Center Area. The City and the DDA did enter into an intergovernmental agreement whereby the City has guaranteed funding of the debt service of the note through a capital lease obligation. At the end of the capital lease the City will own the land. As a result, the DDA has recorded a liability for the note payable and an amount due from the City in the amount of \$697,450. The City has also recorded a liability in the governmental-wide financial statements for the amount due under the intergovernmental agreement. Repayment of the note was completed during fiscal year ended June 30, 2016.

17. SETTLEMENT OF SERVICE DELIVERY STRATEGY LAWSUIT

On February 7, 2012, the City, along with 14 other Gwinnett municipalities, signed a Final Consent Order settling legal action against Gwinnett County in the Service Delivery Strategy (SDS) matter. With the signing of the Order, the County recognized the value of the City provision of certain services (Police, Planning, 911 Dispatch) within the City’s boundaries and agreed to a monetary settlement for such provision. The financial impact for F/Y – 12 amounted to a one-time payment in the amount of \$1,331,000 which can be used for General Fund purposes. Annual payment for Police / 911 services in the amount of approximately \$500,000 will be received for the next six years according to the final agreement. The City will also receive an annual payment of approximately \$220,000 from the County that the City may use to finance operations.

18. RESTATEMENT OF NET POSITION

The Net Position of the Governmental Activities and the Fund Balance of the SPLOST III Fund were adjusted as of July 1, 2015 to correct an overstatement of an intergovernmental receivable reported on the SPLOST Fund as of June 30, 2015 in the amount of \$236,044. The adjustment affected the Net Position / Fund Balance as follows:

Net Position / Fund Balance -	Governmental Activities	SPLOST III Fund
Beginning of the year	\$ 45,834,907	\$ 2,968,463
Adjustment to correct overstatement, of intergovernmental receivable	(236,044)	(236,044)
Beginning of the year, adjusted	\$ 45,598,863	\$ 2,732,419

(See Independent Auditor’s Report)

CITY OF SNELLVILLE, GEORGIA
NOTES TO FINANCIAL STATEMENTS – (Continued)

19. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

- A. Deficit fund balances or retained earnings balances of individual funds –The City had no funds with a deficit fund balance / net position as of June 30, 2016.
- B. Excess of expenditures over appropriations in individual funds are as follows:

The City’s General Fund had one departmental expenditures which materially (if both over 5% and greater than \$10,000) exceeded their corresponding appropriations as follow:

	Final	Budget Actual	Variance
General Fund - Public Works	\$ 1,100,434	\$ 1,218,913	\$ (118,479)

Management will monitor the monthly financial statements to insure the City complies with the approved budget and will strive to obtain council approval of budget amendments should the need arise.

(See Independent Auditor’s Report)

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

	Fiscal Year End									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service cost	\$ -	\$ -								
Interest	63,319	67,317								
Differences between expected and actual experience	15,469	(45,378)								
Changes of assumptions	-	(12,445)								
Benefit payments	<u>(62,110)</u>	<u>(60,071)</u>								
Net changes in total pension liability	16,678	(50,577)								
Total pension liability - beginning	<u>848,071</u>	<u>898,648</u>								
Total pension liability - ending	<u>\$ 864,749</u>	<u>\$ 848,071</u>								
Plan Fiduciary Net Position										
Contributions - employer	\$ 8,254	\$ 8,158								
Net investment income	23,028	192,902								
Benefit payments	(62,110)	(60,071)								
Administrative expense	(7,751)	(6,322)								
Other	<u>-</u>	<u>-</u>								
Net change in fiduciary net position	(38,579)	134,667								
Plan fiduciary net position - beginning	<u>1,838,754</u>	<u>1,704,087</u>								
Plan fiduciary net position - ending	<u>\$ 1,800,175</u>	<u>\$ 1,838,754</u>								
Net Pension Liability										
Net pension liability	\$ (935,426)	\$ (990,683)								
Plan's fiduciary net position as a percentage of the total pension liability	208.17%	216.82%								
Covered-employee payroll	\$ -	\$ -								
Net pension liability as a percentage of covered payroll	0.00%	0.00%								

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

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

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

**CITY OF SNELLVILLE, GEORGIA
 SCHEDULE OF CONTRIBUTIONS
 LAST 10 FISCAL YEARS**

	Fiscal Year End									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contributions	10,416	8,272								
Contributions in relation to the actuarially determined contribution	(10,416)	(8,272)								
Contribution deficiency (excess)	-	-								
Covered-employee payroll	-	-								
Contributions as a percentage of covered- employee payroll	0.00%	0.00%								

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

CITY OF SNELLVILLE, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
FOR THE YEAR ENDED JUNE 30, 2016

Note 1

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

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Projected Unit Credit
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	N/A
Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amount that the value exceeds or is less than the market value at end of year. The actuarial value is adjusted, if necessary, to be within 20% of market value.

Actuarial Assumptions:

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

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

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NONMAJOR FUNDS

CIYT OF SNELLVILLE, GEORGIA
JUNE 30, 2016
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Confiscated Assets Fund – to account for the assets confiscated from investigations into illegal drug activities. These assets are legally restricted to expenditures for law enforcement purposes.

Tree Bank Fund – to account for proceeds of fees charged under the City’s tree bank ordinance.

Hotel / Motel Tax Fund – this fund is used by the City to account for proceeds from the City’s Hotel / Motel Tax and the required payments to a non-profit organization for promotion of Snellville’s tourism and trade.

CAPITAL PROJECT FUND

Police Facilities Fund – this fund accounts for the proceeds from the issuance of a long-term capital lease. The proceeds from the debt issue are to be used for the construction of a new Public Safety Facility.

**CITY OF SNELLVILLE, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016**

	SPECIAL REVENUE FUNDS		
	CONFISCATED ASSETS FUND	TREE BANK FUND	HOTEL/MOTEL FUND
ASSETS			
Cash	\$ 87,804	\$ 300,171	\$ 18,566
Investments	-	-	-
Receivables-			
Taxes	-	-	12,880
Accounts	-	-	-
Grants	-	-	-
Due from other funds	-	-	-
	-	-	-
Total Assets	\$ 87,804	\$ 300,171	\$ 31,446
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	\$ 7,690	\$ -	\$ 13,974
Due from other funds	-	-	-
Unearned revenues	15,654	-	-
	23,344	-	13,974
Total Liabilities	23,344	-	13,974
Fund Balance			
Restricted -			
Police Activities	64,460	-	-
Tree Bank Activities	-	300,171	-
Economic Development	-	-	17,472
Capital Projects	-	-	-
Unassigned	-	-	-
	64,460	300,171	17,472
Total Fund Balance	64,460	300,171	17,472
Total Liabilities and Fund Balance	\$ 87,804	\$ 300,171	\$ 31,446

<u>CAPITAL PROJECTS FUNDS</u> <u>POLICE FACILITIES FUND</u>	<u>TOTAL NON-MAJOR GOVERNMENTAL FUNDS</u>
--	---

\$ 444,123	\$ 850,664
-	-
-	12,880
-	-
-	-
-	-
<u>\$ 444,123</u>	<u>\$ 863,544</u>

\$ -	\$ 21,664
-	-
-	15,654
-	37,318

-	64,460
-	300,171
-	17,472
444,123	444,123
-	-
<u>444,123</u>	<u>826,226</u>
<u>\$ 444,123</u>	<u>\$ 863,544</u>

**CITY OF SNELLVILLE, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2016**

	SPECIAL REVENUE FUNDS		
	CONFISCATED ASSETS FUND	TREE BANK FUND	HOTEL / MOTEL TAX FUND
REVENUES			
Confiscations	\$ 32,436	\$ -	\$ -
Tree Bank Bonds	-	215,500	-
Taxes	-	-	134,322
Intergovernmental	-	-	-
Interest	155	171	50
Miscellaneous	-	-	-
Total Operating Revenues	<u>32,591</u>	<u>215,671</u>	<u>134,372</u>
EXPENDITURES			
Current -			
Police Activities	25,415	-	-
Tree Bank	-	-	-
Economic Development	-	-	134,322
Tourism and Promotion	-	-	-
Highways and Streets	-	-	-
Capital -			
Police	40,808	-	-
Highways and Streets	-	26,435	-
Debt service -			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>66,223</u>	<u>26,435</u>	<u>134,322</u>
Excess (Deficiency) of Revenues over Expenditures	(33,632)	189,236	50
Other Financing Sources (Uses): Transfers	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	(33,632)	189,236	50
Fund Balance - Beginning of year	<u>98,092</u>	<u>110,935</u>	<u>17,422</u>
Fund Balance - End of year	<u>\$ 64,460</u>	<u>\$ 300,171</u>	<u>\$ 17,472</u>

<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTAL NON-MAJOR GOVERNMENTAL FUNDS</u>
<u>POLICE FACILITIES FUND</u>	
\$ -	\$ 32,436
-	215,500
-	134,322
-	-
198	574
-	-
<u>198</u>	<u>382,832</u>
-	25,415
-	-
-	134,322
-	-
-	-
-	40,808
-	26,435
-	-
-	-
<u>-</u>	<u>226,980</u>
198	155,852
-	-
<u>198</u>	<u>155,852</u>
<u>443,925</u>	<u>670,374</u>
<u>\$ 444,123</u>	<u>\$ 826,226</u>

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**CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
BALANCE SHEET
JUNE 30, 2016 AND 2015**

	2016	2015
<u>ASSETS</u>		
Cash	\$ 5,493,645	\$ 6,305,298
Investments	216,271	216,102
Receivables (net of allowance for uncollectibles)		
Taxes	194,602	225,088
Fines	81,225	92,786
Accounts	4,612	7,307
Intergovernmental	-	-
Due from other funds	332,784	2,974
Prepaid items	97,784	99,285
TOTAL ASSETS	\$ 6,420,923	\$ 6,948,840
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Accounts payable	\$ 230,265	\$ 622,670
Accrued expenses -		
Salaries	196,759	153,396
Refundable deposits	42,206	23,328
Police bonds and court fees	113,275	58,678
Other	4,845	-
Due to other funds	133,107	321,805
TOTAL LIABILITIES	720,457	1,179,877
Deferred Inflows:		
Unavailable revenues	64,999	64,007
Fund Equity:		
Fund Balance		
Nonspendable -		
Prepays	97,784	99,285
Restricted -		
Economic development	53,287	28,429
Assigned -		
Appropriations for next year's budget	-	-
Unassigned	5,484,396	5,577,242
Total Fund Equity	5,635,467	5,704,956
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY	\$ 6,420,923	\$ 6,948,840

**CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015**

	<u>JUNE 30, 2016</u>			<u>ACTUAL JUNE 30, 2015</u>
	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	
REVENUES:				
Taxes -				
Property	\$ 3,168,500	\$ 3,104,659	\$ (63,841)	\$ 3,090,178
Motor vehicle	90,000	65,796	(24,204)	92,310
Title advalorem	429,299	430,502	1,203	466,579
Franchise	1,295,000	1,295,210	210	1,284,366
Alcohol beverage	330,000	330,376	376	329,914
Insurance premium	1,001,000	1,052,437	51,437	985,119
Business occupational	798,000	798,562	562	789,148
Excise	91,000	82,056	(8,944)	89,096
Intangible	48,000	48,118	118	44,118
Transfer	16,200	16,206	6	16,699
Financial institution	140,000	139,844	(156)	71,305
Total Taxes	<u>7,406,999</u>	<u>7,363,766</u>	<u>(43,233)</u>	<u>7,258,832</u>
Business Licenses and Permits -				
Alcohol licenses	85,000	92,275	7,275	96,745
Other business licenses	25,000	29,145	4,145	32,400
Building permits	130,000	141,095	11,095	76,369
Inspection permits	15,000	13,087	(1,913)	14,030
Sign permits	4,500	7,190	2,690	4,011
Site development	6,000	6,215	215	3,857
Other permits	2,100	4,885	2,785	6,776
Total Business Licenses and Permits	<u>267,600</u>	<u>293,892</u>	<u>26,292</u>	<u>234,188</u>
Intergovernmental -				
County SDS Settlement	220,000	220,229	229	220,229
COPS Grant	-	-	-	3,032
LMIG program	140,000	138,227	(1,773)	136,547
Other	-	350	350	-
Total Intergovernmental	<u>360,000</u>	<u>358,806</u>	<u>(1,194)</u>	<u>359,808</u>

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	<u>JUNE 30, 2016</u>			<u>ACTUAL JUNE 30, 2015</u>
	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	
REVENUES - Continued:				
Charges for Services -				
Recreational activities	\$ 180,250	\$ 142,715	\$ (37,535)	\$ 140,207
E911 fees	609,117	613,618	4,501	584,188
Public safety fees	72,500	83,457	10,957	81,591
Planning and zoning fees	31,100	51,530	20,430	46,217
Other	<u>1,600</u>	<u>1,621</u>	<u>21</u>	<u>-</u>
Total Charges for Services	<u>894,567</u>	<u>892,941</u>	<u>(1,626)</u>	<u>852,203</u>
Fines and Forfeitures	1,800,000	1,502,872	(297,128)	1,981,809
Investment Income	3,000	11,049	8,049	3,459
Rental Income	87,000	97,774	10,774	99,934
Other -				
Reimbursements	-	-	-	2,900
Donations	-	-	-	-
Penalties and interest	14,000	17,613	3,613	18,009
Miscellaneous	<u>1,100</u>	<u>12,538</u>	<u>11,438</u>	<u>2,261</u>
Total Other	<u>15,100</u>	<u>30,151</u>	<u>15,051</u>	<u>23,170</u>
 TOTAL REVENUES	 <u>\$ 10,834,266</u>	 <u>\$ 10,551,251</u>	 <u>\$ (283,015)</u>	 <u>\$ 10,813,403</u>

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	<u>JUNE 30, 2016</u>			<u>ACTUAL JUNE 30, 2015</u>
	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	
CURRENT EXPENDITURES:				
GENERAL GOVERNMENT				
Governing Body	\$ 42,215	\$ 32,706	\$ 9,509	\$ 32,958
City Clerk	76,285	71,049	5,236	104,383
Mayor	8,982	8,087	895	10,350
City Manager	182,201	183,285	(1,084)	172,527
Elections	14,600	14,583	17	240
General Administration	1,013,935	1,018,944	(5,009)	909,360
Accounting	42,055	40,254	1,801	15,745
IT Administration	69,785	69,788	(3)	67,567
Public Information Officer	51,311	50,980	331	48,481
Human Resources	63,266	63,597	(331)	57,495
Total General Government	<u>1,564,635</u>	<u>1,553,273</u>	<u>11,362</u>	<u>1,419,106</u>
MUNICIPAL COURT				
Judicial	<u>646,979</u>	<u>617,097</u>	<u>29,882</u>	<u>723,097</u>
POLICE				
Administration	602,767	580,594	22,173	596,679
Criminal Investigation	600,218	577,498	22,720	550,381
Patrol	2,358,660	2,358,875	(215)	2,286,894
Records	116,881	116,810	71	109,996
Dispatch	599,674	559,500	40,174	528,854
Public Relations	2,500	2,500	-	-
Total Police	<u>4,280,700</u>	<u>4,195,777</u>	<u>84,923</u>	<u>4,072,804</u>
PUBLIC WORKS				
Highways and Streets	741,650	726,018	15,632	701,667
Paved Streets	202,169	199,631	2,538	188,671
Maintenance	56,615	56,417	198	54,120
Total Public Works	<u>1,000,434</u>	<u>982,066</u>	<u>18,368</u>	<u>944,458</u>

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	<u>JUNE 30, 2016</u>			<u>ACTUAL</u>
	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>JUNE 30, 2015</u>
	<u>BUDGET</u>			
CURRENT EXPENDITURES - Continued				
PARKS AND RECREATION				
Administration	\$ 291,924	\$ 290,672	\$ 1,252	\$ 281,849
Participant Recreation	59,724	59,340	384	50,376
Park Areas	246,925	228,892	18,033	235,320
Senior Participants	<u>152,920</u>	<u>145,250</u>	<u>7,670</u>	<u>142,279</u>
Total Parks and Recreation	<u>751,493</u>	<u>724,154</u>	<u>27,339</u>	<u>709,824</u>
COMMUNITY DEVELOPMENT				
Planning and Zoning	407,462	409,212	(1,750)	380,462
Economic Development	<u>185,425</u>	<u>183,515</u>	<u>1,910</u>	<u>173,772</u>
Total Community Development	<u>592,887</u>	<u>592,727</u>	<u>160</u>	<u>554,234</u>
TOTAL CURRENT EXPENDITURES	<u>8,837,128</u>	<u>8,665,094</u>	<u>172,034</u>	<u>8,423,523</u>
CAPITAL OUTLAY				
General Government	47,867	47,867	-	72,344
Police	143,755	145,092	(1,337)	548,727
Public Works	100,000	236,847	(136,847)	208,077
Parks and Recreation	-	-	-	34,284
Court	-	-	-	-
Community Development	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL CAPITAL OUTLAY	<u>291,622</u>	<u>429,806</u>	<u>(138,184)</u>	<u>863,432</u>
DEBT SERVICE				
Principal	545,123	544,722	401	40,053
Interest	<u>18,639</u>	<u>19,038</u>	<u>(399)</u>	<u>20,038</u>
TOTAL DEBT SERVICE	<u>563,762</u>	<u>563,760</u>	<u>2</u>	<u>60,091</u>
TOTAL EXPENDITURES	<u>\$ 9,692,512</u>	<u>\$ 9,658,660</u>	<u>\$ 33,852</u>	<u>\$ 9,347,046</u>

**CITY OF SNELLVILLE, GEORGIA
CONFISCATED ASSETS FUND
BALANCE SHEET
JUNE 30, 2016 AND 2015**

ASSETS	2016	2015
Cash	\$ 87,804	\$ 116,557
Grant receivable	-	-
Due from other funds	-	-
Total Assets	\$ 87,804	\$ 116,557
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 7,690	\$ 2,314
Due to other funds	-	2,500
Unearned revenues	15,654	13,651
Total Liabilities	23,344	18,465
Fund Balance		
Restricted for police activities	64,460	98,092
Total Fund Balance	64,460	98,092
Total Liabilities and Fund Balance	\$ 87,804	\$ 116,557

**CITY OF SNELLVILLE, GEORGIA
CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015**

	<u>JUNE 30, 2016</u>				
	<u>BUDGET AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>	<u>ACTUAL JUNE 30, 2015</u>
	<u>ORIGINAL</u>	<u>FINAL</u>			
REVENUES					
Confiscations	\$ 60,000	\$ 60,000	\$ 32,436	\$ (27,564)	\$ 97,648
Interest	100	100	155	55	66
Grants	-	-	-	-	-
Total Revenues	<u>60,100</u>	<u>60,100</u>	<u>32,591</u>	<u>(27,509)</u>	<u>97,714</u>
EXPENDITURES					
Police Activities -					
Current	30,100	32,600	25,415	7,185	12,916
Capital	<u>30,000</u>	<u>40,808</u>	<u>40,808</u>	<u>-</u>	<u>72,156</u>
Total Expenditures	<u>60,100</u>	<u>73,408</u>	<u>66,223</u>	<u>7,185</u>	<u>85,072</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(13,308)</u>	<u>(33,632)</u>	<u>(20,324)</u>	<u>12,642</u>
Other Financing Sources (Uses):					
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	(13,308)	(33,632)	(20,324)	12,642
Fund Balance - Beginning of year	<u>98,092</u>	<u>98,092</u>	<u>98,092</u>	<u>-</u>	<u>85,450</u>
Fund Balance - End of year	<u>\$ 98,092</u>	<u>\$ 84,784</u>	<u>\$ 64,460</u>	<u>\$ (20,324)</u>	<u>\$ 98,092</u>

CITY OF SNELLVILLE, GEORGIA
 TREE BANK FUND
 BALANCE SHEET
 JUNE 30, 2016 AND 2015

	2016	2015
ASSETS		
Cash	\$ 300,171	\$ 110,935
Accounts receivable	-	-
Due from other funds	-	-
Total Assets	\$ 300,171	\$ 110,935
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ -
Total Liabilities	-	-
Fund Balance		
Restricted for Tree Bank activities	300,171	110,935
Total Fund Balance	300,171	110,935
Total Liabilities and Fund Balance	\$ 300,171	\$ 110,935

CITY OF SNELLVILLE, GEORGIA
 TREE BANK FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016
 WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	JUNE 30, 2016				
	BUDGET AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL JUNE 30, 2015
	ORIGINAL	FINAL			
REVENUES					
Tree Bank Fees	\$ 40,000	\$ 215,500	\$ 215,500	\$ -	\$ -
Interest	50	171	171	-	54
Miscellaneous	-	-	-	-	-
Total Revenues	<u>40,050</u>	<u>215,671</u>	<u>215,671</u>	<u>-</u>	<u>54</u>
EXPENDITURES					
Current -					
Community Development -					
Tree Bank	-	-	-	-	-
Capital -					
City Center	<u>40,050</u>	<u>26,435</u>	<u>26,435</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>40,050</u>	<u>26,435</u>	<u>26,435</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>189,236</u>	<u>189,236</u>	<u>-</u>	<u>54</u>
Other Financing Sources (Uses):					
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	189,236	189,236	-	54
Fund Balance - Beginning of Year	<u>110,935</u>	<u>110,935</u>	<u>110,935</u>	<u>-</u>	<u>110,881</u>
Fund Balance - End of Year	<u>\$ 110,935</u>	<u>\$ 300,171</u>	<u>\$ 300,171</u>	<u>\$ -</u>	<u>\$ 110,935</u>

CITY OF SNELLVILLE, GEORGIA
HOTEL/MOTEL TAX FUND
BALANCE SHEET
JUNE 30, 2016 AND 2015

	2016	2015
ASSETS		
Cash	\$ 18,566	\$ 30,238
Receivables - Taxes	12,880	11,907
Total Assets	\$ 31,446	\$ 42,145
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 13,974	\$ 24,723
Total Liabilities	13,974	24,723
Fund balance		
Restricted for economic development	17,472	17,422
Total Fund Balance	17,472	17,422
Total Liabilities and Fund Balance	\$ 31,446	\$ 42,145

CITY OF SNELLVILLE, GEORGIA
HOTEL / MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	JUNE 30, 2016				
	BUDGET AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL JUNE 30, 2015
	ORIGINAL	FINAL			
REVENUES					
Taxes	\$ 110,000	\$ 134,322	\$ 134,322	\$ -	\$ 130,399
Interest	20	51	50	(1)	20
Donations	-	-	-	-	-
Total Revenues	<u>110,020</u>	<u>134,373</u>	<u>134,372</u>	<u>(1)</u>	<u>130,419</u>
EXPENDITURES					
Current -					
Economic Development-					
Contracted services	3,500	3,500	-	3,500	-
Payments to others	106,520	134,322	134,322	-	130,399
Tourism and Promotion-					
Contracted services	-	-	-	-	-
Cemetery Fence	-	-	-	-	-
Total Expenditures	<u>110,020</u>	<u>137,822</u>	<u>134,322</u>	<u>3,500</u>	<u>130,399</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(3,449)</u>	<u>50</u>	<u>3,499</u>	<u>20</u>
Other Financing Sources (Uses):					
Transfers	-	-	-	-	(954)
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(954)</u>
Net Change in Fund Balance	-	(3,449)	50	3,499	(934)
Fund Balance - Beginning of Year	<u>17,422</u>	<u>17,422</u>	<u>17,422</u>	<u>-</u>	<u>18,356</u>
Fund Balance - End of Year	<u>\$ 17,422</u>	<u>\$ 13,973</u>	<u>\$ 17,472</u>	<u>\$ 3,499</u>	<u>\$ 17,422</u>

**CITY OF SNELLVILLE, GEORGIA
 LCI GRANT FUND
 BALANCE SHEET
 JUNE 30, 2016 AND 2015**

	2016	2015
ASSETS		
Cash	\$ 980,419	\$ 2,176
Accounts receivable	-	-
Grant receivable	-	1,012,356
	-	1,012,356
Total Assets	\$ 980,419	\$ 1,014,532
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ 286,813
Due to other governments	216,434	216,434
Due to other funds	-	-
	-	-
Total Liabilities	216,434	503,247
Deferred Inflows		
Unavailable grant revenues	-	1,012,356
	-	1,012,356
Fund Balance		
Restricted for capital projects	763,985	-
Unassigned	-	(501,071)
	-	(501,071)
Total Fund Balance	763,985	(501,071)
Total Liabilities, Deferred Inflows and Fund Balance	\$ 980,419	\$ 1,014,532

CITY OF SNELLVILLE, GEORGIA
 LCI GRANT FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2016

	<u>BUDGET AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
LCI grant	\$ -	\$ 1,012,356	\$ 1,012,356	\$ -
Interest	-	685	685	-
Reimbursements	-	-	-	-
Total Revenues	<u>-</u>	<u>1,013,041</u>	<u>1,013,041</u>	<u>-</u>
EXPENDITURES				
Current -				
Contract services	-	-	-	-
Capital -				
Construction	-	33,908	33,908	-
Reimbursements	-	-	-	-
Total Expenditures	<u>-</u>	<u>33,908</u>	<u>33,908</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>979,133</u>	<u>979,133</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers	-	285,923	285,923	-
Total	<u>-</u>	<u>285,923</u>	<u>285,923</u>	<u>-</u>
Net Change in Fund Balance	-	1,265,056	1,265,056	-
Fund Balance - Beginning of Year	<u>(501,071)</u>	<u>(501,071)</u>	<u>(501,071)</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ (501,071)</u>	<u>\$ 763,985</u>	<u>\$ 763,985</u>	<u>\$ -</u>

**CITY OF SNELLVILLE, GEORGIA
POLICE FACILITIES FUND
BALANCE SHEET
JUNE 30, 2016 AND 2015**

ASSETS	<u>2016</u>	<u>2015</u>
Cash	\$ 444,123	\$ 443,925
Accrued interest receivable	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 444,123</u>	<u>\$ 443,925</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities	<u>-</u>	<u>-</u>
Fund balance		
Restricted for capital outlay	<u>444,123</u>	<u>443,925</u>
Total Fund Balance	<u>444,123</u>	<u>443,925</u>
Total Liabilities and Fund Balance	<u>\$ 444,123</u>	<u>\$ 443,925</u>

CITY OF SNELLVILLE, GEORGIA
POLICE FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - FROM INCEPTION
FOR THE YEAR ENDED JUNE 30, 2016

	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL</u>	<u>PROJECT AUTHORIZATION</u>
REVENUES				
Investment income	\$ 16,945	\$ 198	\$ 17,143	\$ -
Miscellaneous income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>16,945</u>	<u>198</u>	<u>17,143</u>	<u>-</u>
EXPENDITURES				
Capital				
Police facilities	5,827,044	-	5,827,044	6,245,458
Public works facilities	1,201,434	-	1,201,434	1,200,000
Debt Service	-	-	-	-
Issue cost on debt	<u>59,542</u>	<u>-</u>	<u>59,542</u>	<u>59,542</u>
Total Expenditures	<u>7,088,020</u>	<u>-</u>	<u>7,088,020</u>	<u>7,505,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,071,075)</u>	<u>198</u>	<u>(7,070,877)</u>	<u>(7,505,000)</u>
Other Financing Sources (Uses):				
Proceeds from long-term debt	7,505,000	-	7,505,000	7,505,000
Transfers	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>7,515,000</u>	<u>-</u>	<u>7,515,000</u>	<u>7,505,000</u>
Net Change in Fund Balance	<u>\$ 443,925</u>	198	<u>\$ 444,123</u>	<u>\$ -</u>
FUND BALANCE				
Beginning of year		<u>443,925</u>		
End of year		<u>\$ 444,123</u>		

CITY OF SNELLVILLE, GEORGIA
 SPLOST I CAPITAL PROJECTS FUND
 BALANCE SHEET
 JUNE 30, 2016 AND 2015

ASSETS	2016	2015
Cash	\$ 88,128	\$ 266,312
Taxes receivable	-	-
Due from other funds	-	-
Total Assets	\$ 88,128	\$ 266,312
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ 41,540
Total Liabilities	-	41,540
Fund Balance		
Restricted for capital outlay	88,128	224,772
Total Fund Balance	88,128	224,772
Total Liabilities and Fund Balance	\$ 88,128	\$ 266,312

**CITY OF SNELLVILLE, GEORGIA
 SPLOST I CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL - FROM INCEPTION
 FOR THE YEAR ENDED JUNE 30, 2016**

	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL TO DATE</u>	<u>PROJECT AUTHORIZATION</u>
REVENUES				
Intergovernmental	\$ 11,688,581	\$ -	\$ 11,688,581	\$ 11,056,158
Interest	299,532	159	299,691	
Reimbursements	<u>153,615</u>	<u>-</u>	<u>153,615</u>	<u>-</u>
Total Revenues	<u>12,141,728</u>	<u>159</u>	<u>12,141,887</u>	<u>11,056,158</u>
EXPENDITURES				
Capital Outlay				
Transportation	4,089,483	136,803	4,226,286	4,056,158
Public Safety	4,162,723	-	4,162,723	5,000,000
Cultural, Historic, & Recreation	3,357,304	-	3,357,304	2,000,000
Debt Service				
Principal	1,236,926	-	1,236,926	-
Interest	<u>53,328</u>	<u>-</u>	<u>53,328</u>	<u>-</u>
Total Expenditures	<u>12,899,764</u>	<u>136,803</u>	<u>13,036,567</u>	<u>11,056,158</u>
Excess of revenues over (under) expenditures	(758,036)	(136,644)	(894,680)	-
Other financing sources (uses)				
Transfers	<u>982,808</u>	<u>-</u>	<u>982,808</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) other financing uses	<u>\$ 224,772</u>	(136,644)	<u>\$ 88,128</u>	<u>\$ -</u>
FUND BALANCE				
Beginning		<u>224,772</u>		
Ending		<u>\$ 88,128</u>		

CITY OF SNELLVILLE, GEORGIA
 SPLOST II CAPITAL PROJECTS FUND
 BALANCE SHEET
 JUNE 30, 2016 AND 2015

ASSETS	2016	2015
Cash	\$ -	\$ 211,519
Intergovernmental receivable	-	-
Due from other funds	-	-
Total Assets	\$ -	\$ 211,519
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ 186,948
Due to other funds	-	-
Total Liabilities	-	186,948
Fund Balance		
Restricted for capital outlay	-	24,571
Total Fund Balance	-	24,571
Total Liabilities and Fund Balance	\$ -	\$ 211,519

**CITY OF SNELLVILLE, GEORGIA
 SPLOST II CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL - FROM INCEPTION
 FOR THE YEAR ENDED JUNE 30, 2016**

	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL TO DATE</u>	<u>PROJECT AUTHORIZATION</u>
REVENUES				
Intergovernmental	\$ 13,708,477	\$ -	\$ 13,708,477	\$ 16,027,928
Interest	11,508	22	11,530	-
Total Revenues	<u>13,719,985</u>	<u>22</u>	<u>13,720,007</u>	<u>16,027,928</u>
EXPENDITURES				
Capital Outlay -				
Road, Streets and Bridges	1,271,211	16,631	1,287,842	2,083,631
Public Safety Facilities and Equipment	331,053	-	331,053	6,411,172
Recreational Facilities	4,345,860	6,157	4,352,017	5,930,332
Administrative Facilities	-	1,805	1,805	1,602,793
Debt Service - Public Safety				
Principal	6,268,073	-	6,268,073	-
Interest	488,909	-	488,909	-
Total Expenditures	<u>12,705,106</u>	<u>24,593</u>	<u>12,729,699</u>	<u>16,027,928</u>
Excess of revenues over (under) expenditures	1,014,879	(24,571)	990,308	-
Other financing sources (uses)				
Transfers	(990,308)	-	(990,308)	-
Excess (deficiency) of revenues and other financing sources over (under) other financing uses	<u>\$ 24,571</u>	<u>(24,571)</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE				
Beginning		<u>24,571</u>		
Ending		<u>\$ -</u>		

CITY OF SNELLVILLE, GEORGIA
SPLOST III CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2016 AND 2015

ASSETS	<u>2016</u>	<u>2015</u>
Cash	\$ 2,822,714	\$ 2,785,330
Intergovernmental receivable	484,224	239,629
Other receivable	9,720	9,000
Due from other funds	<u>133,107</u>	<u>14,990</u>
Total Assets	<u>\$ 3,449,765</u>	<u>\$ 3,048,949</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 685,590	\$ 316,530
Due to other funds	<u>-</u>	<u>-</u>
Total Liabilities	<u>685,590</u>	<u>316,530</u>
Fund Balance		
Restricted for capital outlay	<u>2,764,175</u>	<u>2,732,419</u>
Total Fund Balance	<u>2,764,175</u>	<u>2,732,419</u>
Total Liabilities and Fund Balance	<u>\$ 3,449,765</u>	<u>\$ 3,048,949</u>

**CITY OF SNELLVILLE, GEORGIA
 SPLOST III CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL - FROM INCEPTION
 FOR THE YEAR ENDED JUNE 30, 2016**

	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL TO DATE</u>	<u>PROJECT AUTHORIZATION</u>
REVENUES				
Intergovernmental	\$ 3,462,347	\$ 2,845,394	\$ 6,307,741	\$ 9,556,219
Interest	<u>769</u>	<u>1,205</u>	<u>1,974</u>	<u>-</u>
Total Revenues	<u>3,463,116</u>	<u>2,846,599</u>	<u>6,309,715</u>	<u>9,556,219</u>
EXPENDITURES				
Current -				
Administrative	289	70	359	-
Capital Outlay -				
Administrative facilities	-	99,546	99,546	449,143
Voting equipment	-	-	-	19,112
Public safety facilities & equipment	9,950	88,920	98,870	535,148
Recreational facilities & equipment	328,975	843,458	1,172,433	2,150,149
Roads, streets, bridges, drainage, sidewalks and related facilities	289,822	1,681,188	1,971,010	6,402,667
Debt Service - Public Safety:				
Principal	101,661	97,884	199,545	-
Interest	<u>-</u>	<u>3,777</u>	<u>3,777</u>	<u>-</u>
Total Expenditures	<u>730,697</u>	<u>2,814,843</u>	<u>3,545,540</u>	<u>9,556,219</u>
Excess of revenues over (under) expenditures	2,732,419	31,756	2,764,175	-
Other financing sources (uses)				
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) other financing uses	<u>\$ 2,732,419</u>	31,756	<u>\$ 2,764,175</u>	<u>\$ -</u>
FUND BALANCE				
Beginning		<u>2,732,419</u>		
Ending		<u>\$ 2,764,175</u>		

CITY OF SNELLVILLE, GEORGIA
URBAN REDEVELOPMENT AGENCY OF SNELLVILLE
BALANCE SHEET
JUNE 30, 2016 AND 2015

	2016	2015
ASSETS		
Cash	\$ 17,410	\$ 17,403
Investment	-	-
Total Assets	\$ 17,410	\$ 17,403
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ -
Total Liabilities	-	-
Fund balance		
Assigned - Redevelopment	17,410	17,403
Total Fund Balance	17,410	17,403
Total Liabilities and Fund Balance	\$ 17,410	\$ 17,403

CITY OF SNELLVILLE, GEORGIA
URBAN REDEVELOPMENT AGENCY OF SNELLVILLE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2015

	JUNE 30, 2016				
	BUDGET AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET	ACTUAL JUNE 30, 2015
	ORIGINAL	FINAL			
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	-	7	7	-	8
Miscellaneous	-	-	-	-	-
Total Revenues	-	7	7	-	8
EXPENDITURES					
Current -					
Economic Development-					
Contracted services	-	-	-	-	-
Debt Service-					
Principal	-	337,000	337,000	-	332,000
Interest	-	44,098	44,097	1	49,189
Bond issue cost	-	-	-	-	-
Total Expenditures	-	381,098	381,097	1	381,189
Excess (Deficiency) of Revenues Over Expenditures	-	(381,091)	(381,090)	1	(381,181)
Other Financing Sources (Uses):					
Debt issue	-	-	-	-	-
Payment to refunded debt agent	-	-	-	-	-
Transfers	-	381,098	381,097	(1)	381,126
Total	-	381,098	381,097	(1)	381,126
Net Change in Fund Balance	-	7	7	-	(55)
Fund Balance - Beginning of Year	17,403	17,403	17,403	-	17,458
Fund Balance - End of Year	<u>\$ 17,403</u>	<u>\$ 17,410</u>	<u>\$ 17,410</u>	<u>\$ -</u>	<u>\$ 17,403</u>

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET POSITION
SOLID WASTE MANAGEMENT ENTERPRISE FUND
JUNE 30, 2016 AND 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
Current assets:		
Cash	\$ 92,150	\$ 194,307
Receivables (net of reserve for doubtful accounts of \$117,000 in 2015 and \$113,300 in 2014)		
Trade accounts	45,612	51,181
Unbilled sales	<u>126,705</u>	<u>119,050</u>
Total Current Assets	<u>264,467</u>	<u>364,538</u>
Property, plant and equipment:		
Buildings	577,673	577,673
Machinery and equipment	227,846	227,846
Vehicles	21,118	21,118
Land improvements	<u>1,188,251</u>	<u>1,188,252</u>
	2,014,888	2,014,889
Less accumulated depreciation	<u>(859,259)</u>	<u>(805,205)</u>
	<u>1,155,629</u>	<u>1,209,684</u>
Total Assets	<u>1,420,096</u>	<u>1,574,222</u>
LIABILITIES		
Current liabilities:		
Accounts payable	154,555	151,155
Customer deposits	7,214	6,218
Accrued liabilities -		
Payroll	6,859	3,630
Due to other funds	<u>618</u>	<u>474</u>
Total current liabilities (payable from current assets)	<u>169,246</u>	<u>161,477</u>
Long-term obligations	<u>-</u>	<u>-</u>
Total Liabilities	<u>169,246</u>	<u>161,477</u>
NET POSITION		
Net invested in capital assets	1,155,629	1,209,684
Unrestricted	<u>95,221</u>	<u>203,061</u>
Total Net Position	<u>\$ 1,250,850</u>	<u>\$ 1,412,745</u>

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
SOLID WASTE MANAGEMENT ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	2016	2015
OPERATING REVENUES		
Charges for services:		
Solid waste	\$ 1,539,993	\$ 1,427,671
Recycling	98,120	92,745
Penalties	16,950	15,860
Miscellaneous	34,135	32,354
Total Operating Revenues	1,689,198	1,568,630
OPERATING EXPENSES:		
Solid waste operations -		
Purchases of product/service	1,871,481	1,795,877
Salaries and benefits	46,649	44,430
Contracted / purchased services	13,237	9,568
Bad debt expense	3,700	-
Recycling operations -		
Salaries and benefits	98,323	90,838
Contracted / purchased services	68,636	80,152
Supplies	8,815	9,947
Depreciation	54,054	55,496
Total Operating Expenses	2,164,895	2,086,308
Operating Income (Loss)	(475,697)	(517,678)
NON-OPERATING INCOME (EXPENSES):		
Interest revenue	300	117
Net income (loss) before transfers and capital contributions	(475,397)	(517,561)
Transfers in	313,502	625,444
Capital contributions	-	-
NET INCOME	(161,895)	107,883
NET POSITION - BEGINNING	1,412,745	1,304,862
NET POSITION - ENDING	\$ 1,250,850	\$ 1,412,745

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
SOLID WASTE MANAGEMENT ENTERPRISE FUND
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Cash received from customers and users	\$ 1,688,109	\$ 1,575,941
Cash paid to suppliers	(2,008,639)	(1,939,241)
Cash paid to employees	<u>(95,573)</u>	<u>(91,462)</u>
Net Cash Provided by Operating Activities	<u>(416,103)</u>	<u>(454,762)</u>
Cash flows from investing activities:		
Interest received	<u>300</u>	<u>117</u>
Net Cash Used in Investing Activities	<u>300</u>	<u>117</u>
Cash flows from non-capital financing activities:		
Transfers	313,502	625,444
Change in due to/from other funds	<u>144</u>	<u>474</u>
Net Cash Provided by (Used in) Non-capital Financing Activities	<u>313,646</u>	<u>625,918</u>
Cash flows from capital financing activities:		
Purchase and construction of capital assets	<u>-</u>	<u>-</u>
Net Cash Provided by (Used in) Capital Financing Activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	(102,157)	171,273
Cash and cash equivalents - Beginning of Year	<u>194,307</u>	<u>23,034</u>
Cash and cash equivalents - End of Year	<u>\$ 92,150</u>	<u>\$ 194,307</u>

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
SOLID WASTE MANAGEMENT ENTERPRISE FUND - CONTINUED

Reconciliation of Net Income to Net Cash Provided
By Operating Activities

	<u>2016</u>	<u>2015</u>
Operating income (loss)	\$ (475,697)	\$ (517,678)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	54,054	55,496
(Increase) decrease in receivables	(2,086)	8,786
Increase (decrease) in accounts payable	3,400	5,547
Increase (decrease) in customer deposits	997	(1,475)
Increase (decrease) in accrued liabilities	<u>3,229</u>	<u>(5,438)</u>
Total Adjustments	<u>59,594</u>	<u>62,916</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (416,103)</u>	<u>\$ (454,762)</u>

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET POSITION
STORMWATER MANAGEMENT ENTERPRISE FUND
JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
ASSETS		
Current Assets		
Cash	\$ 473,471	\$ 567,395
Receivables		
Trade accounts	16,266	19,452
Due from other funds	-	306,815
Prepaid tax billing fees	-	-
Total Current Assets	<u>489,737</u>	<u>893,662</u>
Property, Plant and Equipment		
Infrastructure	2,330,866	1,634,054
Equipment	252,189	252,189
Less: Accumulated depreciation	<u>(197,667)</u>	<u>(134,610)</u>
Net Property, Plant and Equipment	<u>2,385,388</u>	<u>1,751,633</u>
Total Assets	<u>2,875,125</u>	<u>2,645,295</u>
LIABILITIES		
Current Liabilities		
Accounts payable	17,225	342,671
Accrued expenses -		
Salaries	4,805	9,499
Interest	-	201
Due to other funds	332,166	-
Capital lease payable	<u>-</u>	<u>55,455</u>
Total Current Liabilities	<u>354,196</u>	<u>407,826</u>
Long-term Obligations	<u>-</u>	<u>-</u>
Total Liabilities	<u>354,196</u>	<u>407,826</u>
NET POSITION		
Net invested in capital assets	2,385,388	1,696,178
Unrestricted	<u>135,541</u>	<u>541,291</u>
Total Net Position	<u>\$ 2,520,929</u>	<u>\$ 2,237,469</u>

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
STORMWATER MANAGEMENT ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
OPERATING REVENUES		
Charges for services:		
Stormwater utility fees	\$ 534,114	\$ 534,735
Penalties	4,425	2,822
Miscellaneous	-	-
Total Operating Revenues	<u>538,539</u>	<u>537,557</u>
OPERATING EXPENSES:		
Salaries and benefits	102,019	109,503
Contracted / purchased services	87,684	86,916
Supplies	2,010	1,787
Depreciation	63,058	50,651
Total Operating Expenses	<u>254,771</u>	<u>248,857</u>
Operating Income (Loss)	283,768	288,700
NON-OPERATING INCOME (EXPENSES):		
Interest revenue	699	358
Interest expense	<u>(1,007)</u>	<u>(2,195)</u>
Net income (loss) before transfers and capital contributions	283,460	286,863
Transfers	<u>-</u>	<u>-</u>
NET INCOME	283,460	286,863
NET POSITION - BEGINNING	<u>2,237,469</u>	<u>1,950,606</u>
NET POSITION - ENDING	<u>\$ 2,520,929</u>	<u>\$ 2,237,469</u>

**CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
STORMWATER MANAGEMENT ENTERPRISE FUND
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Cash received from customers and users	\$ 541,725	\$ 533,779
Cash paid to suppliers	(121,405)	(122,712)
Cash paid to employees	<u>(74,117)</u>	<u>(71,156)</u>
Net Cash Provided by Operating Activities	<u>346,203</u>	<u>339,911</u>
Cash flows from investing activities:		
Interest received	<u>699</u>	<u>358</u>
Net Cash Used in Investing Activities	<u>699</u>	<u>358</u>
Cash flows from non-capital financing activities:		
Increase (decrease) in due to other funds	638,981	(422,426)
Transfers	<u>-</u>	<u>-</u>
Net Cash Provided by (Used in) Non-capital Financing Activities	<u>638,981</u>	<u>(422,426)</u>
Cash flows from capital financing activities:		
Proceeds from debt issue	-	-
Principal payments	(55,455)	(54,271)
Interest payments	(1,208)	(2,392)
Purchase and construction of capital assets	<u>(1,023,144)</u>	<u>(108,423)</u>
Net Cash Provided by (Used in) Capital Financing Activities	<u>(1,079,807)</u>	<u>(165,086)</u>
Net increase in cash and cash equivalents	(93,924)	(247,243)
Cash and cash equivalents - Beginning of Year	<u>567,395</u>	<u>814,638</u>
Cash and cash equivalents - End of Year	<u>\$ 473,471</u>	<u>\$ 567,395</u>

CITY OF SNELLVILLE, GEORGIA
 STATEMENT OF CASH FLOWS
 STORMWATER MANAGEMENT ENTERPRISE FUND - CONTINUED

Reconciliation of Net Income to Net Cash Provided
By Operating Activities

	2016	2015
Operating income (loss)	\$ 283,768	\$ 288,700
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	63,058	50,651
(Increase) decrease in receivables	3,186	(3,778)
(Increase) decrease in prepaid expenses	-	-
Increase (decrease) in accounts payable	885	(3,230)
Increase (decrease) in customer deposits	-	-
Increase (decrease) in accrued liabilities	(4,694)	7,568
Total Adjustments	62,435	51,211
Net Cash Provided by Operating Activities	\$ 346,203	\$ 339,911

SNELLVILLE DOWNTOWN DEVELOPMENT AUTHORITY
BALANCE SHEET
JUNE 30, 2016 AND JUNE 30, 2015

	2016	2015
ASSETS		
Cash	\$ 41,819	\$ 52,928
Investment	-	60,193
Receivables	-	6,000
Due from primary government - long term	-	565,369
Total Assets	\$ 41,819	\$ 684,490
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ -	\$ 6,353
Total Liabilities	-	6,353
Fund balance		
Nonspendable -		
Long-term portion of amount due from primary government	-	565,369
Unrestricted	41,819	112,768
Total Fund Balance	41,819	678,137
Total Liabilities and Fund Balance	\$ 41,819	\$ 684,490

SNELLVILLE DOWNTOWN DEVELOPMENT AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2016
AND FOR THE SIX MONTHS ENDED JUNE 30, 2015

	<u>2016</u>	<u>2015</u>
REVENUES		
Contributions	\$ 750	\$ 1,650
Intergovernmental	50,091	72,745
Interest	<u>47,148</u>	<u>10,276</u>
Total Revenues	<u>97,989</u>	<u>84,671</u>
EXPENDITURES		
Current-		
Consultant	782	-
City market expense	-	18,348
Other	15	335
Capital-		
Signage	121,040	6,500
Debt service -		
Principal	565,370	19,805
Interest	<u>47,100</u>	<u>10,216</u>
Total Expenditures	<u>734,307</u>	<u>55,204</u>
Excess (deficiency) of revenues over expenditures	(636,318)	29,467
OTHER FINANCING SOURCES (USES)		
Proceeds from debt issuance	-	-
Sale of capital assets	<u>-</u>	<u>-</u>
Net change in fund balance	(636,318)	29,467
Fund Balance - Beginning of Year	<u>678,137</u>	<u>648,670</u>
Fund Balance - End of Year	<u>\$ 41,819</u>	<u>\$ 678,137</u>

**SNELLVILLE ARTS COMMISSION
BALANCE SHEET
JUNE 30, 2016 AND JUNE 30, 2015**

	2016	2015
ASSETS		
Cash	\$ 11,250	\$ 6,532
Receivables	-	-
Total Assets	\$ 11,250	\$ 6,532
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 225	\$ -
Total Liabilities	225	-
Fund balance		
Unrestricted	11,025	6,532
Total Fund Balance	11,025	6,532
Total Liabilities and Fund Balance	\$ 11,250	\$ 6,532

**SNELLVILLE ARTS COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015**

	2016	2015
REVENUES		
Contributions	\$ 8,124	\$ 3,125
Fundraisers	3,504	2,987
Interest	-	-
Total Revenues	11,628	6,112
EXPENDITURES		
Current-		
Supplies	6,305	2,117
Communications	830	-
Total Expenditures	7,135	2,117
Excess (deficiency) of revenues over expenditures	4,493	3,995
OTHER FINANCING SOURCES (USES)		
Sale of capital assets	-	-
Net change in fund balance	4,493	3,995
Fund Balance - Beginning of Year	6,532	2,537
Fund Balance - End of Year	\$ 11,025	\$ 6,532

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Statistical Section



STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	89-96
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources.	97-101
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	102-104
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	105-106
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	107-109

Except where noted, the information in these schedules is derived from the City of Snellville's comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning that year.

CITY OF SNELLVILLE, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	(1) 2013	2014	(2) 2015	2016
Governmental Activities										
Net Investment in Capital Assets	\$ 12,092,298	\$ 15,654,341	\$ 17,189,325	\$ 20,227,211	\$ 21,806,430	\$ 24,844,375	\$ 27,777,028	\$ 29,112,491	\$ 35,199,150	\$ 37,260,337
Restricted	5,748,745	5,441,949	6,403,873	5,289,021	5,635,203	5,625,404	4,502,660	5,538,805	3,680,565	4,495,801
Unrestricted	2,006,381	1,520,641	1,502,712	1,165,749	2,494,413	4,414,574	5,057,206	5,612,169	6,719,148	6,153,649
Total Governmental Activities Net Position	19,847,424	22,616,931	25,095,910	26,681,981	29,936,046	34,884,353	37,336,894	40,263,465	45,598,863	47,909,787
Business-Type Activities										
Net Investment in Capital Assets	1,675,365	1,637,483	1,567,883	1,555,575	1,758,516	1,902,020	2,180,252	2,522,984	2,905,862	3,541,017
Unrestricted	21,722	32,548	(56,396)	382,240	586,037	852,034	842,754	732,484	744,352	230,762
Total Business-Type Activities Net Position	1,697,087	1,670,031	1,511,487	1,937,815	2,344,553	2,754,054	3,023,006	3,255,468	3,650,214	3,771,779
Primary Government										
Net Investment in Capital Assets	13,767,663	17,291,824	18,757,208	21,782,786	23,564,946	26,746,395	29,957,280	31,635,475	38,105,012	40,801,354
Restricted	5,748,745	5,441,949	6,403,873	5,289,021	5,635,203	5,625,404	4,502,660	5,538,805	3,680,565	4,495,801
Unrestricted	2,028,103	1,553,189	1,446,316	1,547,989	3,080,450	5,266,608	5,899,960	6,344,653	7,463,500	6,384,411
Total Primary Government Net Position	\$ 21,544,511	\$ 24,286,962	\$ 26,607,397	\$ 28,619,796	\$ 32,280,599	\$ 37,638,407	\$ 40,359,900	\$ 43,518,933	\$ 49,249,077	\$ 51,681,566

Source: City's comprehensive annual financial reports for each applicable fiscal year.

(1) The City made a prior period adjustment to the beginning fund balance for the year ended June 30, 2013 as a result of the adoption of GASB Statements Numbers 63 and 65 to write-off debt issue costs of \$165,387 as required by the standards.

(2) The City made a prior period adjustment of \$813,597 to the July 1, 2015 beginning fund balance for net pension (liability) asset as a result of the adoption of GASB Statement Number 68 as required by the standards.

CITY OF SNELLVILLE, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	(1) 2013	2014	2015	2016
Program Expenses										
Governmental activities	\$ 10,592,135	\$ 10,012,882	\$ 9,852,217	\$ 9,584,912	\$ 9,303,621	\$ 10,307,505	\$ 10,481,971	\$ 10,519,939	\$ 10,650,101	\$ 11,170,855
Business-type activities	2,209,921	2,162,934	2,146,781	2,094,464	2,115,820	2,149,089	2,293,243	2,298,896	2,337,360	2,420,673
Total primary government program expenses	12,802,056	12,175,816	11,998,998	11,679,376	11,419,441	12,456,594	12,775,214	12,818,835	12,987,461	13,591,528
Program Revenues										
Governmental activities	7,182,146	6,577,057	6,021,118	5,025,129	5,256,655	7,148,425	6,545,921	6,599,108	8,033,492	6,038,480
Business-type activities	1,878,467	1,880,248	1,655,160	2,134,798	2,131,726	2,048,105	2,086,024	2,003,812	2,106,187	2,227,737
Total primary government program revenues	9,060,613	8,457,305	7,676,278	7,159,927	7,388,381	9,196,530	8,631,945	8,602,920	10,139,679	8,266,217
Net (Expense) Revenue										
Governmental activities	(3,409,989)	(3,435,825)	(3,831,099)	(4,559,783)	(4,046,966)	(3,159,080)	(3,936,050)	(3,920,831)	(2,616,609)	(5,132,375)
Business-type activities	(331,454)	(282,686)	(491,621)	40,334	15,906	(100,984)	(207,219)	(295,084)	(231,173)	(192,936)
Total primary government net expense	(3,741,443)	(3,718,511)	(4,322,720)	(4,519,449)	(4,031,060)	(3,260,064)	(4,143,269)	(4,215,915)	(2,847,782)	(5,325,311)
General Revenues and Transfers										
Governmental activities	5,983,881	6,205,332	6,310,078	6,145,854	7,301,031	8,107,387	6,553,978	6,847,402	7,138,410	7,443,299
Business-type activities	232,076	255,630	333,077	385,994	390,832	510,485	476,171	527,546	625,919	314,501
Total primary government	6,215,957	6,460,962	6,643,155	6,531,848	7,691,863	8,617,872	7,030,149	7,374,948	7,764,329	7,757,800
Change in Net Position										
Governmental Activities	2,573,892	2,769,507	2,478,979	1,586,071	3,254,065	4,948,307	2,617,928	2,926,571	4,521,801	2,310,924
Business Type Activities	(99,378)	(27,056)	(158,544)	426,328	406,738	409,501	268,952	232,462	394,746	121,565
Total primary government	\$ 2,474,514	\$ 2,742,451	\$ 2,320,435	\$ 2,012,399	\$ 3,660,803	\$ 5,357,808	\$ 2,886,880	\$ 3,159,033	\$ 4,916,547	\$ 2,432,489

Source: City's comprehensive annual financial reports for each applicable fiscal year.

- (1) The City made a prior period adjustment to the beginning fund balance for the year ended June 30, 2013 as a result of the adoption of GASB Statements Numbers 63 and 65 to write-off debt issue costs of \$165,387 as required by the standards.
- (2) The City made a prior period adjustment of \$813,597 to the July 1, 2015 beginning fund balance for net pension (liability) asset as a result of the adoption of GASB Statement Number 68 as required by the standards.

CITY OF SNELLVILLE, GEORGIA
GOVERNMENT-WIDE EXPENSES
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
General Government	\$ 1,573,842	\$ 1,690,679	\$ 1,628,287	\$ 1,573,221	\$ 1,669,534	\$ 1,690,722	\$ 1,704,673	\$ 1,880,326	\$ 1,725,247	\$ 1,916,417
Public Safety and Courts	4,939,587	5,392,175	5,356,421	5,277,044	4,648,019	4,966,217	5,064,707	5,145,254	5,382,514	5,384,629
Highways and Streets	2,199,627	1,158,273	1,063,138	1,045,251	1,186,131	1,798,503	1,855,443	1,841,592	1,742,659	2,173,881
Parks and Recreation	919,279	919,401	954,721	833,980	698,355	754,667	810,698	910,532	1,030,465	896,394
Economic Development	36,259	32,598	31,044	-	71,114	111,010	119,632	133,949	189,169	184,168
Community Development	677,896	570,221	577,474	516,531	627,116	612,699	540,743	479,923	496,765	543,268
Interest on Long-Term Debt	245,645	249,535	241,132	338,885	403,352	373,687	386,075	128,363	83,282	72,098
Total Governmental Activities	10,592,135	10,012,882	9,852,217	9,584,912	9,303,621	10,307,505	10,481,971	10,519,939	10,650,101	11,170,855
Business-Type Activities										
Solid Waste Management	1,978,372	1,916,075	1,905,027	1,815,392	1,813,881	1,781,518	1,838,082	1,782,754	1,849,875	1,935,067
Recycling	231,549	246,859	241,754	224,058	240,717	238,516	231,242	250,857	236,433	229,828
Storm Water Utilities	-	-	-	55,014	61,222	129,055	223,919	265,285	251,052	255,778
Total Business-Type Activities	2,209,921	2,162,934	2,146,781	2,094,464	2,115,820	2,149,089	2,293,243	2,298,896	2,337,360	2,420,673
Total Governmental-Wide Expenses	\$ 12,802,056	\$ 12,175,816	\$ 11,998,998	\$ 11,679,376	\$ 11,419,441	\$ 12,456,594	\$ 12,775,214	\$ 12,818,835	\$ 12,987,461	\$ 13,591,528

Source: City's comprehensive annual financial reports for each applicable fiscal year.

CITY OF SNELLVILLE, GEORGIA
GOVERNMENT-WIDE PROGRAM REVENUES
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Charges for Service										
General Government	\$ 38,612	\$ 123,816	\$ 135,971	\$ 97,737	\$ 46,180	\$ 68,198	\$ 91,749	\$ 53,844	\$ 41,102	\$ 39,594
Public Safety and Courts	2,719,764	2,695,115	2,513,666	1,830,610	1,792,285	2,132,202	2,983,665	2,546,810	2,667,819	2,242,618
Highways and Streets	-	5,731	-	-	1,946	-	-	424,158	-	-
Parks and Recreation	363,855	355,232	257,469	277,540	216,451	181,452	181,303	193,661	203,356	209,988
Economic Development	-	-	47,336	-	-	-	-	-	-	-
Community Development	495,718	297,024	270,249	313,518	375,477	460,772	204,106	289,853	277,791	560,923
Operating Grants and Contributions	19,877	-	109,045	2,450	79,886	314,473	86,002	1,000	-	350
Capital Grants and Contributions	3,544,320	3,100,139	2,687,382	2,503,274	2,744,430	3,991,328	2,999,096	3,089,782	4,843,424	2,985,007
Total Governmental Activities	7,182,146	6,577,057	6,021,118	5,025,129	5,256,655	7,148,425	6,545,921	6,599,108	8,033,492	6,038,480
Business-Type Activities										
Charges for Service										
Solid Waste Management	1,726,522	1,654,217	1,539,724	1,469,561	1,461,571	1,373,616	1,437,701	1,369,243	1,475,885	1,556,943
Recycling	151,945	226,031	115,436	138,647	138,961	135,586	104,618	92,966	92,745	132,255
Stormwater Utility Fees	-	-	-	526,590	531,194	538,903	543,705	541,603	537,557	538,539
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	1,878,467	1,880,248	1,655,160	2,134,798	2,131,726	2,048,105	2,086,024	2,003,812	2,106,187	2,227,737
Total Government-Wide Program Revenues	\$ 9,060,613	\$ 8,457,305	\$ 7,676,278	\$ 7,159,927	\$ 7,388,381	\$ 9,196,530	\$ 8,631,945	\$ 8,602,920	\$ 10,139,679	\$ 8,266,217

Source: City's comprehensive annual financial reports for each applicable fiscal year.

CITY OF SNELLVILLE, GEORGIA
GOVERNMENT-WIDE GENERAL AND OTHER REVENUES
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Taxes										
Property	\$ 2,814,036	\$ 3,004,571	\$ 3,507,366	\$ 3,438,809	\$ 4,388,127	\$ 3,853,386	\$ 3,485,938	\$ 3,578,704	\$ 3,637,315	\$ 3,587,698
Other	2,913,345	3,074,341	2,987,958	3,018,410	3,212,836	3,317,570	3,407,084	3,641,094	3,619,266	3,780,423
Hotel/Motel	80,228	69,120	62,794	62,022	68,499	90,622	106,627	133,949	130,399	134,322
Intergovernmental	-	-	-	-	-	1,331,008	-	-	220,229	220,229
Other Local Revenue	20,652	-	14,292	-	5,098	19,905	24,535	15,554	152,725	21,813
Gain(Loss) on Sale of Assets	182,751	-	-	-	-	-	-	-	-	-
Transfers	(227,074)	(251,285)	(331,985)	(385,053)	(389,786)	(509,862)	(475,410)	(527,107)	(625,444)	(313,502)
Unrestricted Investment Earnings	199,943	308,585	69,653	11,666	16,257	4,758	5,204	5,208	3,920	12,316
Total Governmental Activities	<u>5,983,881</u>	<u>6,205,332</u>	<u>6,310,078</u>	<u>6,145,854</u>	<u>7,301,031</u>	<u>8,107,387</u>	<u>6,553,978</u>	<u>6,847,402</u>	<u>7,138,410</u>	<u>7,443,299</u>
Business-Type Activities										
Transfers	227,074	251,285	331,985	385,053	389,786	509,862	475,410	527,107	625,444	313,502
Unrestricted Investment Income	5,002	4,345	1,092	941	1,046	623	761	439	475	999
Total Business-Type Activities	<u>232,076</u>	<u>255,630</u>	<u>333,077</u>	<u>385,994</u>	<u>390,832</u>	<u>510,485</u>	<u>476,171</u>	<u>527,546</u>	<u>625,919</u>	<u>314,501</u>
Total Government-Wide General and Other Revenue	<u>\$ 6,215,957</u>	<u>\$ 6,460,962</u>	<u>\$ 6,643,155</u>	<u>\$ 6,531,848</u>	<u>\$ 7,691,863</u>	<u>\$ 8,617,872</u>	<u>\$ 7,030,149</u>	<u>\$ 7,374,948</u>	<u>\$ 7,764,329</u>	<u>\$ 7,757,800</u>

Source: City's comprehensive annual financial reports for each applicable fiscal year.

CITY OF SNELLVILLE, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Nonspendable										
Prepaid Items	\$ 102,454	\$ 101,825	\$ 117,282	\$ 118,832	\$ 143,720	\$ 126,825	\$ 99,005	\$ 99,730	\$ 99,285	\$ 97,784
Restricted										
Economic Development	-	-	-	-	-	-	-	-	28,429	53,287
Assigned										
Appropriation for Next Year Budget	853,406	192,560	72,821	-	352,046	426,022	273,837	-	-	-
Unassigned	973,458	1,183,946	1,324,605	1,249,808	1,964,895	3,924,706	5,050,783	5,764,520	5,577,242	5,484,396
Total General Fund	<u>1,929,318</u>	<u>1,478,331</u>	<u>1,514,708</u>	<u>1,368,640</u>	<u>2,460,661</u>	<u>4,477,553</u>	<u>5,423,625</u>	<u>5,864,250</u>	<u>5,704,956</u>	<u>5,635,467</u>
All Other Governmental Funds										
Restricted										
Capital Projects	5,463,762	5,093,991	6,090,508	11,552,981	5,395,486	5,398,389	4,250,651	5,324,118	3,425,687	4,060,411
Police Services	143,187	155,354	149,897	175,859	74,573	82,136	122,688	85,450	98,092	64,460
Tree Bank	76,211	94,576	95,360	100,534	113,474	113,563	110,981	110,881	110,935	300,171
Economic Development	65,585	98,028	68,108	54,166	51,670	31,316	18,340	18,356	17,422	17,472
Assigned - Redevelopment	-	-	-	-	-	-	20,000	17,458	17,403	17,410
Unassigned	-	-	-	-	-	(1,069,805)	-	(53,239)	(501,071)	-
Total All Other Governmental Funds	<u>\$ 5,748,745</u>	<u>\$ 5,441,949</u>	<u>\$ 6,403,873</u>	<u>\$ 11,883,540</u>	<u>\$ 5,635,203</u>	<u>\$ 4,555,599</u>	<u>\$ 4,522,660</u>	<u>\$ 5,503,024</u>	<u>\$ 3,168,468</u>	<u>\$ 4,459,924</u>

CITY OF SNELLVILLE, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	FISCAL YEAR									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes	\$ 5,795,991	\$ 6,119,087	\$ 6,564,720	\$ 6,417,824	\$ 7,635,289	\$ 7,276,649	\$ 7,037,162	\$ 7,128,871	\$ 7,389,231	\$ 7,498,088
Licenses and Permits	397,228	228,947	237,171	267,032	315,929	420,650	176,123	250,868	234,188	293,892
Intergovernmental Revenue	3,497,244	3,095,619	2,824,667	2,482,026	2,770,021	4,557,846	4,210,378	3,201,002	4,156,327	4,216,556
Charges for Services	382,735	376,785	311,109	291,507	291,923	253,440	1,208,701	919,651	852,203	892,941
Fines and Forfeitures	2,644,748	2,606,622	2,398,816	1,762,208	1,716,189	2,064,350	1,939,920	1,808,153	2,079,457	1,535,308
Tree Bank Bonds	41,300	15,580	-	7,500	15,000	-	-	-	-	215,500
Investment Income	199,944	295,811	69,653	32,913	23,507	7,770	7,525	7,074	6,035	13,701
Rental Income	87,504	106,841	165,003	90,993	77,520	76,195	78,370	96,583	99,934	97,774
Other Local Revenue	115,363	149,691	112,752	124,996	42,242	86,724	91,974	447,769	23,170	30,151
Total All Governmental Funds	13,162,057	12,994,983	12,683,891	11,476,999	12,887,620	14,743,624	14,750,153	13,859,971	14,840,545	14,793,911
Expenditures										
General Government	1,286,519	1,347,061	1,342,651	1,250,068	1,352,978	1,393,854	1,330,196	1,523,658	1,419,375	1,553,343
Municipal Court	798,817	841,129	903,543	793,820	715,079	720,122	683,873	645,907	723,097	617,097
Public Safety	3,948,170	4,311,484	4,162,181	3,906,813	3,714,830	3,743,545	3,870,503	4,020,169	4,085,720	4,221,192
Highways and Streets	1,018,602	884,148	882,089	944,370	952,300	942,177	931,094	933,838	944,458	982,066
Parks and Recreation	835,054	849,579	800,836	746,899	650,780	645,426	656,203	705,626	709,824	724,154
Tree Bank	654	-	22	2,625	2,238	-	2,675	159	-	-
Economic Development	50,411	27,648	25,118	26,248	71,114	20,389	119,632	136,563	130,399	134,322
Community Development	659,472	568,873	617,907	486,681	609,643	701,617	538,824	482,322	554,234	592,727
Debt Service										
Principal	273,900	328,194	336,321	1,100,133	1,788,822	1,875,334	2,430,285	1,911,446	1,267,162	979,606
Interest, Fees and Bond Issue Cost	227,277	231,102	222,763	325,378	382,807	352,942	385,183	139,057	80,503	66,912
Capital Outlay										
General Government	172,111	195,078	27,381	-	697,450	58,697	28,988	91,265	72,344	149,218
Public Safety	342,590	2,874,650	800,856	1,162,008	5,245,637	260,685	247,133	220,716	630,833	274,820
Highways and Streets	1,757,595	1,115,236	466,079	124,329	2,056,198	2,268,715	749,670	901,864	3,596,926	2,131,812
Parks and Recreation	208,553	187,442	769,704	2,393,975	89,293	312,974	1,475,155	203,858	2,903,728	849,615
Development	-	-	-	-	22,431	-	11,427	-	-	-
Court	-	-	7,022	-	-	-	-	-	-	-
Total Expenditures	11,579,725	13,761,624	11,364,473	13,263,347	18,351,600	13,296,477	13,460,841	11,916,448	17,118,603	13,276,884
Excess (Deficit) of Revenue Over Expenditures	1,582,332	(766,641)	1,319,418	(1,786,348)	(5,463,980)	1,447,147	1,289,312	1,943,523	(2,278,058)	1,517,027
Other Financing Sources (Uses)										
Sale of Capital Assets	454,554	18,803	10,868	-	-	-	11,579	4,573	10,593	18,442
Proceeds from Long-Term Debt	52,666	241,340	-	7,505,000	697,450	-	3,496,000	-	399,059	-
Payment to refunded debt agent	-	-	-	-	-	-	(3,408,348)	-	-	-
Capital Contribution to Stormwater Fund	-	-	-	-	-	-	-	-	-	-
Transfers in (out)	(227,074)	(251,285)	(331,985)	(385,053)	(389,786)	(509,862)	(475,410)	(527,107)	(625,444)	(313,502)
Total Other Financing Sources (Uses)	280,146	8,858	(321,117)	7,119,947	307,664	(509,862)	(376,179)	(522,534)	(215,792)	(295,060)
Net Change in Fund Balance	\$ 1,862,478	\$ (757,783)	\$ 998,301	\$ 5,333,599	\$ (5,156,316)	\$ 937,285	\$ 913,133	\$ 1,420,989	\$ (2,493,850)	\$ 1,221,967
Debt Service Expenditures to Noncapital Expenditures	4.82%	5.84%	5.95%	14.84%	20.93%	18.45%	23.83%	19.53%	13.59%	9.54%

Source: City's comprehensive annual financial reports for each applicable fiscal year.

CITY OF SNELLVILLE, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE (1)
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

Fiscal Year	Real and Personal	Motor Vehicle	(1) SPLOST	Franchise	Alcohol Beverage	Insurance Premium	Business Occupation	Other Tax	Total
2007	2,666,424	135,993	3,079,878	935,860	319,242	804,465	801,644	132,363	8,875,869
2008	2,840,896	139,567	2,972,084	946,039	319,182	839,218	925,536	108,649	9,091,171
2009	3,379,548	134,417	2,669,797	986,343	314,496	859,168	808,229	82,519	9,234,517
2010	3,229,704	128,803	2,436,432	1,057,012	313,390	851,107	755,868	81,940	8,854,256
2011	4,200,016	160,793	2,690,135	1,240,493	314,661	826,372	788,894	104,060	10,325,424
2012	3,675,089	200,074	2,857,568	1,238,386	339,794	855,626	811,135	156,545	10,134,217
2013	3,155,486	186,557	2,858,060	1,247,976	325,737	908,818	756,072	456,516	9,895,222
2014	2,906,834	128,660	2,791,174	1,237,933	325,193	940,995	770,014	819,242	9,920,045
2015	3,090,178	92,310	2,786,547	1,284,366	329,914	985,119	789,148	818,196	10,175,778
2016	3,104,659	65,796	2,845,394	1,295,210	330,376	1,052,437	798,562	851,048	10,343,482

(1) For the purposes of this schedule SPLOST (Special Local Option Sales Tax) has been included as a tax. However, for reporting purposes in the financial statements SPLOST receipts are reported as an intergovernmental revenue.

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

Tax Digest Year	Real Property		Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2007	472,489,482	329,873,241	38,477,090	5,400	19,225,791	821,619,422	3.650	2,054,048,555	40.00%
2008	488,590,082	343,172,382	38,628,940	4,560	19,160,640	851,235,324	4.150	2,128,088,310	40.00%
2009	483,824,820	334,371,428	38,550,920	597,680	18,120,000	839,224,848	4.150	2,098,062,120	40.00%
2010	415,928,984	318,011,258	31,946,200	6,160	18,357,560	747,535,042	5.900	1,868,837,605	40.00%
2011	361,997,014	296,893,380	33,004,330	-	18,392,920	673,501,804	5.700	1,683,754,510	40.00%
2012	351,407,336	287,515,093	33,169,790	-	18,458,620	653,633,599	5.000	1,634,083,998	40.00%
2013	315,141,450	300,708,450	36,585,400	-	19,090,720	633,344,580	4.900	1,583,361,450	40.00%
2014	376,232,390	313,746,530	30,814,740	-	19,132,335	701,661,325	4.620	1,754,153,313	40.00%
2015	386,240,220	310,474,220	22,213,870	-	20,150,440	698,777,870	4.588	1,746,944,675	40.00%
2016	430,622,140	320,469,990	16,776,540	-	20,046,316	747,822,354	4.588	1,869,555,885	40.00%

Source: Gwinnett County Tax Assessors Office

**CITY OF SNELLVILLE, GEORGIA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years
(Rate per \$1,000 of assessed value)**

Digest Year	Overlapping Rates												Total Direct & Overlapping Rates
	City of Snellville	County							School District			State of Georgia	
	Operating Millage	Operating Millage	Fire Protection	Police Services	Development Enforcement	Recreation	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	Operating Millage	
2007	3.650	9.81	-	-	-	0.80	0.47	11.08	19.25	1.30	20.55	0.25	35.53
2008	4.150	9.72	-	-	-	0.79	0.46	10.97	19.25	1.30	20.55	0.25	35.92
2009	4.150	11.78	-	-	-	1.00	0.47	13.25	19.25	1.30	20.55	0.25	38.20
2010	5.900	11.78	-	-	-	1.00	0.47	13.25	19.25	1.30	20.55	0.25	39.95
2011	5.700	11.78	-	-	-	1.00	0.24	13.02	19.25	1.30	20.55	0.25	39.52
2012	5.000	11.78	-	-	-	1.00	0.24	13.02	19.25	1.30	20.55	0.20	38.77
2013	4.900	7.40	3.20	1.60	0.36	0.95	0.24	13.75	19.25	1.30	20.55	0.15	39.35
2014	4.620	7.40	3.20	1.60	0.36	0.95	0.24	13.75	19.80	2.05	21.85	0.10	40.32
2015	4.588	7.23	3.20	1.60	0.36	0.95	0.24	13.58	19.80	2.05	21.85	0.05	40.07
2016	4.588	7.23	3.20	1.60	0.36	0.95	0.24	13.58	19.80	2.05	21.85	0.05	40.07

Source: Gwinnett County Tax Assessors Office

**CITY OF SNELLVILLE, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT CALENDAR YEAR AND NINE YEARS AGO**

Taxpayer	Nature of Business	2016			2007		
		Rank	Assessed Valuation	% of Total City Taxes Levied	Rank	Assessed Valuation	% of Total City Taxes Levied
Atlanta Healthcare Management	Hospital	1	\$22,218,040	2.97%			
DDR Southeast Snellville LLC	Real Estate	2	\$11,800,000	1.58%			
KIR Snellville LP	Real Estate	3	9,600,000	1.28%	3	10,923,160	1.94%
GRI-EOY (Presidential Markets) LLC	Real Estate	4	7,616,400	1.02%			
Ventas Center MOB LLC	Medical Facilities	5	6,640,000	0.89%			
Wal-Mart Real Estate Business Trust	Retail Services	6	5,421,000	0.72%	5	5,706,320	1.01%
GRI-EOY (Presidential Markets) LLC	Real Estate	7	3,845,400	0.51%			
Sam's Real Estate Business Trust	Retail Services	8	3,420,000	0.46%			
Ventas Plaza MOB LLC	Medical Facilities	9	3,280,000	0.44%			
LACSVGA LLC	Real Estate	10	3,140,000	0.42%			
Cousins Properties	Real Estate				1	13,293,720	2.36%
Snellville Associates Limited	Real Estate				2	12,030,120	2.13%
Atlanta Healthcare Management	Medical Facilities				4	10,000,000	1.77%
KR Snellville Inc.	Real Estate				6	4,783,180	0.85%
Eastside Physicians Center LP	Medical Facilities				7	4,640,000	0.82%
Sams Real Estate Business Trust	Retail Services				8	3,913,280	0.69%
Excel Realty Partners LP	Real Estate				9	3,799,880	0.67%
Dayton Hudson Corp	Retail Services				10	3,150,280	0.56%
Totals			\$76,980,840	10.29%		\$72,239,940	10.33%

Source: Gwinnett County Tax Commissioner

**CITY OF SNELLVILLE, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Digest/ Fiscal Year	Collected Within the Fiscal Year of the Levy			Collections in Subsequent Years	Total Collections to Date	
	Levy	Collected Amount	Percent of Levy		Amount	Percent of Levy
2006/2007	2,920,726	2,864,490	98.07%	56,185	2,920,675	100.00%
2007/2008	3,233,410	3,179,067	98.32%	54,032	3,233,099	99.99%
2008/2009	3,370,193	3,297,749	97.85%	71,994	3,369,743	99.99%
2009/2010	3,318,877	3,175,502	95.68%	142,790	3,318,292	99.98%
2010/2011	4,206,021	4,064,465	96.63%	140,105	4,204,570	99.97%
2011/2012	3,626,730	3,540,122	97.61%	84,333	3,624,455	99.94%
2012/2013	3,086,698	3,053,019	98.91%	29,982	3,083,001	99.88%
2013/2014	2,910,361	2,871,140	98.65%	34,058	2,905,198	99.82%
2014/2015	3,079,255	3,045,891	98.92%	26,686	3,072,577	99.78%
2015/2016	3,102,081	3,083,054	99.39%	-	3,083,054	99.39%

Source: City's Finance Department

**CITY OF SNELLVILLE, GEORGIA
SALES TAX RATES AND TAXABLE SALES
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>(1)(2) Taxable Sales Within Gwinnett County</u>	<u>Special Purpose</u>		<u>State</u>	<u>Total</u>
		<u>(3) City/ County</u>	<u>School System</u>		
2007	15,321,175,400	1%	0%	4%	5%
2008	14,784,942,900	1%	1%	4%	6%
2009	15,321,175,400	1%	1%	4%	6%
2010	14,784,942,900	1%	1%	4%	6%
2011	13,186,936,300	1%	1%	4%	6%
2012	14,007,686,200	1%	1%	4%	6%
2013	14,205,650,628	1%	1%	4%	6%
2014	13,960,620,040	1%	1%	4%	6%
2015	14,613,611,870	1%	1%	4%	6%
2016	14,949,197,560	1%	1%	4%	6%

- (1) Prescription drugs and services are not taxable.
- (2) Calculated based on sales taxes collected by the city.
- (3) The City of Snellville receives approximately 2% of Special Purpose Local Option Sales Taxes collected, net of the State's administrative charges.

**CITY OF SNELLVILLE, GEORGIA
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities			Business Type Activities		Total Primary Government	% of Personal Income (1)	Per Capita (1)
	Certificates of Participation	Capital Leases	Revenue Bonds	Capital Leases				
2007	5,745,000	48,766	-	-	-	5,793,766	1.06%	296.08
2008	5,470,000	236,978	-	-	-	5,706,978	1.04%	289.74
2009	5,190,000	180,657	-	-	-	5,370,657	0.93%	260.28
2010	4,900,000	6,875,525	-	-	-	11,775,525	2.57%	645.52
2011	4,600,000	6,084,153	-	-	-	10,684,153	2.25%	585.69
2012	4,290,000	4,519,304	-	-	-	8,809,304	1.86%	482.91
2013	-	2,970,670	3,496,000	162,840	-	6,629,510	1.40%	348.44
2014	-	1,378,224	3,177,000	109,726	-	4,664,950	1.00%	239.97
2015	-	842,121	2,845,000	55,455	-	3,742,576	0.79%	189.66
2016	-	199,514	2,508,000	-	-	2,707,514	0.46%	137.21

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

**CITY OF SNELLVILLE, GEORGIA
LEGAL DEBT MARGIN TABLE
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Assessed Value</u>	<u>Percentage</u>	<u>Debt Limit</u>	<u>Net Amount Applicable</u>	<u>Legal Debt Margin</u>	<u>Total Net Applicable to Limit as Percentage of Debt Limit</u>
2007	821,619,422	10.00%	82,161,942	-	82,161,942	0.00%
2008	851,235,324	10.00%	85,123,532	-	85,123,532	0.00%
2009	839,224,848	10.00%	83,922,485	-	83,922,485	0.00%
2010	747,535,042	10.00%	74,753,504	-	74,753,504	0.00%
2011	673,501,804	10.00%	67,350,180	-	67,350,180	0.00%
2012	653,633,599	10.00%	65,363,360	-	65,363,360	0.00%
2013	633,344,580	10.00%	63,334,458	-	63,334,458	0.00%
2014	701,661,325	10.00%	70,166,133	-	70,166,133	0.00%
2015	698,777,870	10.00%	69,877,787	-	69,877,787	0.00%
2016	747,822,354	10.00%	74,782,235	-	74,782,235	0.00%

Source: City's finance department

**CITY OF SNELLVILLE, GEORGIA
SUMMARY OF DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2016**

	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Overlapping Debt
City Direct Debt:			
Bonds Payable	\$ 2,508,000	100%	\$ 2,508,000
Capital Leases Payable	199,514	100%	199,514
Total city direct debt	<u>2,707,514</u>		<u>2,707,514</u>
Overlapping Debt:			
Gwinnett County	100,989,000	2.88%	2,908,483
Gwinnett County School District	1,118,860,000	2.88%	32,223,168
Total overlapping debt	<u>1,219,849,000</u>		<u>35,131,651</u>
Total direct and overlapping debt	<u>1,222,556,514</u>		<u>37,839,165</u>

Sources: Assessed value data used to estimate applicable percentages and debt obtained from Gwinnett County's finance department.

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

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the City's boundaries and dividing it by the County's total taxable assessed value.

**CITY OF SNELLVILLE, GEORGIA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population</u>	<u>Per Capita Income (1)</u>	<u>Personal Income</u>	<u>Median Age (1)</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2007	19,568 (4)	\$27,940 (4)	\$546,729,920	40.6 (4)	5,993 (2)	4.10% (3)
2008	19,697 (5)	\$27,940 (4)	\$550,334,180	40.6 (4)	5,897 (2)	5.70% (3)
2009	20,634 (1)	\$27,940 (4)	\$576,513,960	40.6 (4)	5,866 (2)	8.80% (3)
2010	18,242 (1)	\$25,083 (1)	\$457,564,086	41.2 (1)	3,764 (2)	9.20% (3)
2011	18,242 (1)	\$25,992 (7)	\$474,146,064	41.2 (7)	3,764 (2)	10.30% (3)
2012	18,242 (1)	\$25,992 (7)	\$474,146,064	41.2 (7)	4,596 (2)	9.00% (3)
2013	19,026 (1)	\$24,874 (7)	\$473,252,724	41.2 (7)	4,588 (2)	8.50% (3)
2014	19,440 (1)	\$24,027 (7)	\$467,084,880	41.0 (7)	4,598 (2)	6.90% (3)
2015	19,733 (1)	\$24,027 (7)	\$474,124,791	41.0 (7)	4,631 (2)	6.00% (3)
2016	19,733 (1)	\$29,738 (7)	\$586,819,954	38.6 (7)	4,659 (2)	5.10% (3)

- (1) Bureau of Census
- (2) Gwinnett County Board of Education
- (3) US Bureau of Labor Statistics (Gwinnett County)
- (4) Averaged by US Census American Community Survey
- (5) Atlanta Regional Commission Estimates
- (6) Gwinnett County Chamber of Commerce
- (7) City of Snellville Estimates



**CITY OF SNELLVILLE, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND FIVE YEARS AGO**

As Available from City of Snellville Public Records

Employer	2016			Employer	2011 (1)			
	Number of Employees	Rank	Percentage of Total Employment		Number of Employees	Rank	Percentage of Total Employment	
Eastside Medical Center	1,194	1	28.1%	Emory Eastside Medical Center	1,500	1	NA	(1)
E R Snell Contractors	500	2	11.8%	Gwinnett County School Board	480	2	NA	(1)
Wal-Mart	287	3	6.7%	Wal-Mart	450	3	NA	(1)
Lowe's	197	4	4.6%	Parkwood Nursing Home	200	4	NA	(1)
Sam's Club	182	5	4.3%	Publix	200	5	NA	(1)
Sceptor Personal Care Home	170	6	4.0%	Target	170	6	NA	(1)
Tomco	154	7	3.6%	New London Health Center	150	7	NA	(1)
Gwinnett County School Board	150	8	3.5%	Home Depot	150	8	NA	(1)
Chic Fil A	131	9	3.1%	Lowe's	150	9	NA	(1)
Home Depot	125	10	2.9%	Khols	130	10	NA	(1)
Total	<u>3,090</u>		72.7%	Total	<u>3,580</u>			
Total Employees	4,253							

Source: City of Snellville Community Development

(1) Total employment numbers have not been recorded in the past. Employment data will be collected in the future.

CITY OF SNELLVILLE, GEORGIA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General Government	18.0	14.5	11.5	14.0	14.0	13.0	13.0	18.0	17.0	18.0
Public Safety	57.0	60.0	56.0	53.0	53.0	52.0	56.0	57.0	57.0	57.0
Public Works	9.0	10.0	9.0	9.0	9.0	9.0	12.0	10.0	10.0	10.0
Parks and Recreation	12.0	12.0	8.0	8.0	8.0	8.0	7.0	11.0	12.0	11.0
Community Development	6.0	6.0	6.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Sanitation	4.5	4.0	4.0	4.0	4.0	4.0	3.0	4.0	4.0	4.0
Stormwater Utility	<u>0.0</u>	<u>0.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>	<u>1.0</u>	<u>2.0</u>	<u>2.0</u>	<u>2.0</u>
Total	<u>106.5</u>	<u>106.5</u>	<u>95.5</u>	<u>94.0</u>	<u>94.0</u>	<u>92.0</u>	<u>97.0</u>	<u>107.0</u>	<u>107.0</u>	<u>107.0</u>

Source: Various City Departments

**CITY OF SNELLVILLE, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEAR**

Function	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Police										
Physical Arrests	1,844	2,018	1,775	1,868	1,999	2,336	2,298	2,067	1,830	1,300
Parking Violations	47	15	13	76	385	237	144	15	22	36
Traffic Violations	11,214	14,008	11,514	14,211	14,266	14,522	13,178	11,623	9,984	9,223
Red Light Camera Tickets	15,811	11,207	974	-	-	-	-	-	-	-
Sanitation Tonnage	25,758	25,905	24,492	24,675	24,238	16,452	18,901	18,741	19,002	19,490
Recycling Center Revenue	155,545	229,806	119,016	140,811	139,256	139,186	132,852	102,199	115,693	129,748
Recycling Center Tonnage	2,815	1,944	1,582	1,443	1,549	1,458	1,487	815	805	960

Sources: Various City Departments.

Note 1: No operating indicators are available for the General Government Functions.

**CITY OF SNELLVILLE, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	40	46	41	41	41	54	59	55	55	55
Parks and Culture										
Passive Parks	1	1	2	2	2	2	2	2	2	2
Active Parks	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Cemetery	1	1	1	1	1	1	1	1	1	1
Recycling Center	1	1	1	1	1	1	1	1	1	1

Sources: Various City Departments.