

**REGULAR COUNCIL MEETING
CITY OF SKY VALLEY, GEORGIA
JULY 25, 2017
TUESDAY AT 10:00 AM
CBC (OLD LODGE), 696 SKY VALLEY WAY**

AGENDA

- 1. Call to Order**
- 2. Invocation/Pledge of Allegiance**
- 3. Approval of Minutes**
June 20, 2017
July 17, 2017 Special Called Council Meeting
- 4. Adoption of Agenda**
- 5. Mayor's Remarks**
- 6. Council Remarks**
- 7. City Manager & Department Reports - Exceptions and Questions**

OLD BUSINESS

- 8. Modification of bid award for Removal of Trees at the Sky Valley Fire House**
- 9. Consider Electronic Radar Control Signs - Requested by Chip Durpo**

NEW BUSINESS

- 10. Allowance of Dogs in Public Parks**
- 11. 2016 Audit Review**

OTHER BUSINESS

- 12. Public Forum and General Comments**
- 13. Adjournment**

MINUTES OF THE REGULAR COUNCIL MEETING, CITY OF SKY VALLEY, GEORGIA HELD ON JUNE 20, 2017, TUESDAY AT 10:00 AM, CBC (OLD LODGE), 696 SKY VALLEY WAY

MEMBERS PRESENT: Mayor Goodgame, Council President Lively, Councilors Durpo, Larsen, Lively, MacNair and Steil
STAFF PRESENT: City Manager Lapeyrouse, City Clerk Fast, Police Chief Estes and Officer Edwards

1. Call to Order

Mayor Goodgame called the meeting to order.

2. Invocation/Pledge of Allegiance

Councilor Lively gave the Invocation and Mayor Goodgame led the Pledge of Allegiance.

3. Approval of Minutes

May 23, 2017 Regular Council Meeting

Councilor MacNair made a motion to approve May 23, 2017 the Regular Council Meeting minutes. Councilor Steil seconded the motion and passed unanimously.

May 26, 2017 Council Work Session

Councilor Steil made a motion to approve May 26, 2017 Council Work Session Minutes. Councilor seconded the motion and passed unanimously.

June 5, 2017 Special Called Council Meeting

Councilor Larsen made a motion to approve June 5, 2017 Special Called Council Meeting minutes. Councilor Lively seconded the motion. Councilor Durpo requested changes to include verbatim questions/answers from the meeting. Councilor Larsen amended the motion to include changes. Councilor Lively seconded the amended motion and passed unanimously.

4. Adoption of Agenda

Councilor Steil made a motion to adopt the Agenda. Councilor Lively seconded the motion and it passed unanimously.

5. Mayor's Remarks

Mayor Goodgame provided the following updates. 1) Park progressing slowly due to rain – Pickleball court ready Early July 2) Walking Path- City Landscaper working on it 3) Hope to have park ready for festivals 4) Solution to Increase Parking along the road past pickleball court by piping drainage ditches 5) Restroom- awaiting Soil Testing & Health Department approval

6. Council Remarks

Councilor MacNair stated we had a full agenda.

Councilor Durpo stated he appreciated the feedback from taxpayers.

Councilor Steil advised everyone about the Sid Weber Memorial Cancer Fund and its noble cause. Councilor Lively stated we had a full agenda and thanked everyone for attending.

Councilor Larsen thanked everyone for attending, advised SWMCF- Putting Contest is today and that BBQ Tickets are available for July 3rd.

7. City Manager & Department Reports – Exceptions and Questions

City Manager Lapeyrouse presented reports and thanked Debbie Dalhouse Curtis for all her hard work on Red, White & Bluegrass Event.

OLD BUSINESS

8. Consider Removal of Trees at the Sky Valley Fire House- Requested by Paul Wheeler

Councilor Durpo made a motion to approve the low bid of \$1,850. Councilor MacNair seconded the motion passed unanimously.

Councilor Durpo made a motion to direct the City to obtain a lease with Scaly Mountain Fire Department being that the City does not have a lease with the Scaly Mountain Fire Department as to who will maintain outlying property and building and to clarify what the City of the Sky Valley is responsible for and what the Scaly Mountain Fire Department is responsible for. Councilor MacNair seconded the motion and passed unanimously.

David Spears acknowledged that he was not aware of an existing agreement and also stated that it is the Sky Valley/Scaly Mountain Volunteer Fire & Rescue.

NEW BUSINESS

9. Consider Electronic Radar Control Signs for Highway 246 – Requested by Chip Durpo

Councilor Durpo made a motion to direct the City Manager and Chief Estes to collect information regarding the effectiveness of electronic speed control signs, and accept bids for the cost of two Electronic Speed Control Signs with the capability of collecting traffic data and analytics. Councilor Larsen seconded the motion and passed unanimously.

10. Road Bids

Councilor Larsen made a motion to accept the low bid and direct the City Manager to get with the contractor to re-evaluate the roads on the priority list and present a report at the next council meeting. Councilor Lively seconded the motion passed unanimously.

11. Change Date of August Meeting

Councilor Larsen made a motion to change August Meeting Date to August 15th Councilor Steil seconded the motion and passed unanimously.

OTHER BUSINESS

12. Public Forum and General Comments

Myrna Warner made a presentation about two concerns 1) Lake across from Post Office 2) Wood Covered Bridge on Hwy 246 – Copy of presentation was presented in writing and is incorporated into the minutes by reference and attached hereto.

13. Adjournment

Councilor Larsen made a motion to adjourn. Councilor Lively seconded the motion and passed unanimously.

There being no further business to come before Mayor and Council, the meeting was adjourned at 10:57 a.m.

Respectfully submitted,

Hughel Goodgame, Mayor

Ella Fast, City Clerk

MINUTES OF THE SPECIAL CALLED COUNCIL MEETING, CITY OF SKY VALLEY, GEORGIA HELD ON JULY 17, 2017, FRIDAY AT 9:00 AM, CBC (OLD LODGE), 696 SKY VALLEY WAY

MEMBERS PRESENT: Mayor Goodgame, Council President Lively, Councilors Durpo, Larsen, Lively, MacNair and Steil

STAFF PRESENT: City Manager Lapeyrouse, Police Chief Estes and City Clerk Fast

1. CALL TO ORDER

Mayor Goodgame called the meeting to order.

2. Adoption of Agenda

Councilor Lively made a motion to Adopt the Agenda. Councilor Larsen seconded the motion and passed unanimously.

OLD BUSINESS

3. Modification of pavilion bid award

Councilor Lively made a motion to approve the bid from Clarence Redden Construction in the amount of \$ 50,000. Councilor Larsen seconded the motion. Councilors Lively, Larsen, MacNair and Steil voted in favor of the motion and Councilor Durpo voted against the motion.

4. Paving priority list and special projects

Councilor Lively made a motion to approve the paving priority list in the following order 1) Peak and Peek 2) Ridgeview 3) Moonridge 4) Thunderhead 5) Snowbird 6) Park Lane 7) Spicewood patching 8) Sky High (at least 1st section and patch) 9) Overlook (at least 1st section, dead-end spur and patch) 10) Big Bear 11) Breckenridge patching 12) Spicewood intersection with Alpine widen and install drop inlet 13) Walking Bear triple surface tar/gravel and other special projects if funds are available. The amount of funds shall not exceed \$362,000 with \$240,000 from Surplus and \$122,000 from operating revenues. Approximately \$85,000 of that amount will be used for patching, shoulder building and striping as needed. Councilor Larsen seconded the motion and passed unanimously.

5. Adjournment

Councilor MacNair made a motion to adjourn. Councilor Lively seconded the motion and passed unanimously.

There being no further business to come before Council, the meeting was adjourned at 9:35 a.m.

Respectfully submitted,

Hughel Goodgame, Mayor

Ella Fast, City Clerk



CITY MANAGER'S REPORT

July, 2017

Announcements -

Committee Meetings

The Planning & Zoning Commission is scheduled to meet at the Lodge on July 24, 2017 at 9 AM.

The Marketing Committee will be meeting soon to work on the upcoming Sky Valley Fall Fest. Fall Fest will be held on October 21, 2017, from 10 AM – 4 PM. We will be looking for lots of volunteers again this year. If you can help, please contact Linda at City Hall.

These meetings are open to the public. Everyone is invited to attend and participate.

August Council Meeting

The August Council meeting will be held Tuesday, August 15th at 10 AM in the Lodge. Any action items for Council consideration must be submitted to the City Clerk at least two weeks prior to a regular monthly meeting. Time for public forum is allotted at each monthly meeting. You do not need to request to be on the agenda to make a statement or announcement during the public forum.

Total Solar Eclipse

There are a number of events planned in Rabun County for the weekend preceding the Eclipse and for the main event on August 21st. Sky Valley will be holding a Golf Tournament with a shot-gun start beginning at 1 PM on August 20th. There will be a 19th Hole After-Party beginning at 6 PM. Food vendors will have food for sale and there will be free admission to a concert by Silly Ridge Roundup from 6 PM to 9 PM at the lakeside pavilion. Eclipse T-shirts and protective eyewear are on sale at the Sky Valley Visitor Center.

Personal Transportation Vehicles (PTVs)

Sky Valley began registering PTVs for use on city streets last July. So far, 18 personal transportation vehicles have been registered through the City. Please visit the city's website at www.skyvalleyga.com for required safety equipment, application and PTV

regulations. The Sky Valley Police Department will perform the necessary inspection and City Hall will issue the decal prior to legal use of a PTV on city streets.

Communication/Marketing –

Website – www.skyvalleyga.com

Our website is full of a variety of information for visitors and citizens. We have a visitor's guide with information on the area, and we also have the business side including meeting minutes, ordinances, forms, permitting requirements, event information, contact information, etc. Last year we had over 34,000 unique visitors to the website. This year, we have had 15,217 unique visitors to the website including 2,878 during the month of June.

E-Mail and Crisis Communication

The City's e-mail distribution list is used frequently to keep everyone informed during inclement weather and for current events. This is our best way of staying connected with the residents. We currently have 449 e-mails for City News and another 957 for Event and Tourism Information. We also utilize a phone system for relaying urgent information. If you are not on these lists, please contact City Hall or sign up through the City's website home page.

Facebook – www.facebook.com/skyvalleyga

The City's Facebook page has a total of 1,826 followers with 9 new followers added during the month of June. If you have not "liked" us on Facebook yet, please do and suggest our page to all your Facebook friends. We share information, links, and many pictures on Facebook. We would love to have you share your favorite Sky Valley experiences and pictures on our page. We have started a "Picture of the Week" and will choose a picture sent to us to feature each week.

Visitor Center

Last year we had the opportunity to welcome 2,241 visitors to the City of Sky Valley through our operations at the visitor center. So far, this year, we have greeted 663 people, including 249 during the month of June. Our longest distance travelers last month came from Canada, Ohio, Virginia and Texas.

Departments –

Tax Department

Short Term Rentals - It is mandatory that every person engaging in short-term home rentals of 10 days or less register with the city clerk. If you have not done this yet, I urge you to contact City Hall immediately. Each rental within the City limits of Sky Valley is required to submit a monthly tax return by the 20th of the month for rentals during the previous month. An operator who fails to make timely returns will be assessed penalties and interest. Failure to register your vacation rental or collect the required tax may subject you to a fine of up to \$300 per offense. Every operator renting guest rooms in the city shall preserve, for a minimum of three years, all rental

documentation. Such documents may be audited periodically by the City Clerk or an authorized representative.

Code Enforcement

Grass, Weeds, Trees & Other Vegetation

Weeds or grass allowed to grow to a height greater than 12 inches on average, or any accumulation of dead weeds, grass, or brush, that may provide safe harborage for rats, mice, snakes and other vermin constitutes a public nuisance.

Trees, shrubs, bushes and other vegetation that obstructs the safe passage or line-of-sight of motorists or pedestrians at an intersection or driveway connection with a public street or along any street also constitutes a public nuisance.

The City receives complaints from time to time of these types of nuisances on private property. If we find that there is a public nuisance that exists in violation of our ordinances, our Code Enforcement Officer will write the property owner a letter advising them of the nuisance and giving them notice to abate the nuisance. If necessary, the City will file an action in the municipal court to abate the nuisance. Please understand that this process takes time.

Recreational Vehicles, Boats and Similar Vehicles

All motor homes, recreational vehicles, travel trailers, boats and similar items may be stored inside a residence, garage or carport of any home or business as long as the item is entirely enclosed, covered and out of site. Otherwise, such items may be parked at a Sky Valley residence for no more than forty-eight hours for the purpose of unloading and loading.

Permitting & Inspections

Building Permits

The building inspector wants to remind everyone that work done on your home may likely require a permit. The inspector has come across a number of jobs that did not have the appropriate permits. When in doubt, please contact the Building Inspector's Office or City Hall. If you are found to be doing work without a permit, your first offense will subject you to a penalty fee equal to double the cost of the permit, a \$50 minimum. The homeowner is ultimately responsible for making sure his/her contractors obtain the necessary permits. Permits are required for, but not limited to, all structural, mechanical, electrical, plumbing, soil & erosion, roofing, decking, stairs, concrete, tree cutting, additions and remodeling. Many repair permits have no cost associated with them but are still required and will still be subject to the penalty fee if they are not properly obtained.

Tree Cutting Permits

Please don't forget that any tree with a trunk that is 8" or more in diameter (25" or more in circumference) at 18" above the ground requires a permit for cutting, trimming & topping.

Please note that native shrubbery, trees and undergrowth such as mountain laurel, rhododendron, rare wildflowers, ferns, etc. are protected within the City of Sky Valley. Clear cutting or the removal of all trees or native vegetation is prohibited in excess of a 10' x 10' area without a permit.

You are permitted to remove limbs from a tree up to twelve feet above the ground without a permit. If you had to obtain a permit to cut, it would not qualify for city chipping service. Contractors are responsible for the removal of all tree cuttings and debris within fourteen days.

Roads

Paving

The road paving project has been awarded. Construction should begin soon. Please be aware of road paving crews. Please be patient with paving crews and pay close attention to signs and re-routing instructions. We will give updates as the projects progresses.

Chipping Service

Homeowner chipping service is done as needed. Please call City Hall to arrange for pick-up. The City provides 15 minutes of chipping service to every homeowner each month as a part of your garbage bill. Chipping service is then provided at a rate of \$100/hour for any time exceeding the first 15 minutes. Cuttings must be less than 8" in diameter and must be stacked in one direction on the right-of-way, out of the road and not in an area that will block culverts or otherwise impede storm water drainage. **We cannot chip small yard debris, vines, thorn bushes, small shrubbery clippings, railroad ties, landscape timbers, or similar type items. The chipping service is designed for limbs and small trees only. All other yard waste must be bagged.**

Leaves and Yard Waste Pick-up

Yard waste is collected separately from household garbage. Yard waste shall be placed for pickup within 5 feet of the roadway. Leaves must be bagged for pick-up. Please call City Hall for all yard debris pick-up.

Mulch

Mulch from our chipping service is available for purchase from the City for \$25 per load delivered.

City Park

Walking Path

The City Council has appropriated funds to complete a walking path to complete the loop which incorporates the existing path in the park across from the mail facility. Construction is underway and should be completed within the next few weeks.

Pickleball Courts

Two Pickleball Courts have been completed for public use in the park adjacent to the mail facility. The Courts will be open from 8 AM to 9 PM. Please bring chairs and water bottles.

Pavilion

The City Council has appropriated funds for a public pavilion in the park adjacent to the mail facility. Construction should begin within the next week.

Police

The Police Chief would like to remind everyone that the non-emergency number for the police department should not be used in the case of an emergency. Please call 911 so that all responding agencies can get the necessary information through the dispatch center without delay.

The police responded to 9 emergency 911 calls, performed 11 welfare checks, assisted 16 residents and escorted 4 visitors among the total 657 calls and requests for service. They also logged 3,447 miles patrolling the city.

Water

Any vacated residence detected using water by the City will be assumed to have faulty plumbing internally. Upon this assumption, the City will turn off the water to prevent additional damage to the property and attempt to contact the property owner. With the cold weather, several homeowners have experienced broken water lines in their yards and damages to their homes. We cannot emphasize enough that you should have your homeowner valve adjacent to the meter shut off when you are going to be away. If you are unable to turn off/on the valve by yourself, the City offers this service for \$10.00.

Don't forget that we now offer automated bank draft for water/garbage billings. Please contact Alyssa Mullins at City Hall to sign up for this service. Remember, your account will automatically be drafted for the total amount due each month. You will still receive a paper bill so that you can continue to audit the water usage and billing amount each month.

Sewer

The feasibility study for the sewer project is still underway. This is a study being prepared by Engineering Management Inc. and funded jointly by the City and Rabun County.

Solid Waste

Household garbage is collected on Monday and recycling on Thursday. Garbage and recycling must be put out by 8 AM on collection day. Don't forget that garbage should not be placed out for pick-up any earlier than the morning of the service. Animals scatter garbage even when put in the underground cans. Our garbage collectors are not responsible for picking up any garbage that is not properly bagged once they arrive.

The compactor at the tractor barn on Knob Drive can be utilized when you need to take your garbage somewhere prior to a garbage collection day. This is especially important when your garbage contains food items. NO garbage other than regular bagged household garbage should be put out by the road or in any dumpster or compactor.

Please note, if you use underground cans and they are in disrepair, you will need to discontinue their use or replace them. We have a constant problem with untied bags and loose trash in the underground cans. If you are using an underground can, you should have a removable liner that can be lifted out of the can. If you do not have the liner, you will need to discontinue use until replaced. This is for the safety of our garbage collectors.

Any contractors or residents found dumping lumber, carpeting, paint, furniture, appliances, or any other non-bagged household garbage in the dumpsters or compactor will be cited and fined up to \$1,000. Construction debris and other such items should be hauled to the transfer station on Boggs Mountain Road in Tiger.



Reduce... Reuse... Recycle...

Reduce the amount and toxicity of trash you throw away

Reuse containers and products

Recycle as much as possible and buy products with recycled content

POLICE DEPARTMENT ACTIVITY LOG

INCIDENT	2017 YTD												2016		2015		2014 Complete
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Incomplete Data	Incomplete Data	Incomplete Data		
Fire	0	1	2	1	1	1							6	6	4	10	
Medical Emergency	9	6	3	3	5	3							29	52	21	35	
Vehicle Accident	0	0	0	0	2	1							3	19	13	7	
Family Violence	2	0	0	0	0	0							2	0	2	1	
Fight/Assault	0	0	0	0	0	0							0	2	0	1	
Death/Suicide	0	2	0	0	0	0							2	2	0	3	
Missing Person	6	1	0	0	0	0							7	6	2	6	
Burglary/Break-In	0	0	0	0	0	0							0	7	1	1	
Theft	0	0	1	0	0	0							1	6	3	4	
Suspicious Activity	1	1	0	0	2	1							5	8	14	26	
Suspicious Person	0	0	0	0	6	4							10	7	3	4	
Suspicious Vehicle	3	0	2	0	6	4							15	10	5	24	
Alarm	0	4	3	1	3	3							14	23	0	12	
Investigation	13	5	5	7	4	6							40	162	0	3	
DUI/Public Drunk	1	0	0	0	0	0							1	0	0	0	
Drug Related	0	0	0	0	0	0							0	0	0	0	
Juvenile	0	0	0	0	0	0							0	4	0	0	
Traffic Control	3	2	3	2	5	7							22	41	20	14	
Traffic Stop	6	5	2	3	8	7							31	189	31	19	
Mutual Aid	3	6	3	5	6	5							28	45	9	38	
Animal	1	1	8	2	16	18							46	117	30	29	
Lost & Found	0	0	0	0	0	0							0	18	0	6	
Complaint	0	0	0	0	0	2							2	3	13	16	
City Ord. Violation	1	3	0	0	1	0							5	8	1	2	
Resident Assist	51	16	13	9	20	16							125	312	16	18	
Residence Check	679	526	409	384	315	299							2612	1299	36	0	
Business Check	166	162	211	236	180	255							1210	820	0	0	
Welfare Check	35	32	23	14	19	11							134	90	9	11	
Visitor Escort	13	4	5	5	4	4							35	190	22	34	
Vehicle Assist	6	3	0	4	5	1							19	80	36	70	
Arrests	1	0	0	0	0	0							1	8	1	5	
Warnings	3	7	0	2	5	7							24	121	4	3	
Citations	3	0	0	1	0	2							6	93	3	9	
Total Calls	1006	787	693	679	613	657	0	0	0	0	0	0	4435	3748	140	561	
911 Calls	10	12	8	4	14	9							57	69	0	90	
Mileage	4049	3269	3253	3756	3805	3447							21579	34929	18152	37039	

**Totals Report For 2014 Taxes
June 2017
Tax Commissioner**

	Billed	Collected	Adjustments	Outstanding
2014 Ad Valorem Tax	953,344.25	948,356.10	4,890.29-	97.86
Interest	1790.53	1767.17	0	23.36
Penalty	1387.45	1377.66	0	9.79
Costs	940.00	918.00	0	22.00
Totals	957,462.23	952,418.93	4890.29-	153.01

Collected: 99.98 %

**Totals Report For 2015 Taxes
June 2017
Tax Commissioner**

	Billed	Collected	Adjustments	Outstanding
2015 Ad Valorem Tax	945,099.76	944,848.33	467.14+	718.57
Interest	2204.58	2105.02	0	99.56
Penalty	1627.68	1555.83	0	71.85
Costs	4036.00	3640.00	0	396.00
Totals	952,968.02	952,149.18	467.14+	1285.98

Collected: 99.92%

**Totals Report For 2016 Taxes
June 2017
Tax Commissioner**

	Billed	Collected	Adjustments	Outstanding
2016 Ad Valorem Tax	943,040.34	939,934.63	(-2,626.45)	479.26
Interest	1040.46	1022.92		17.54
Penalty	414.93	397.07		17.86
Costs	7150.31	6071.38		1078.93
Totals	951,646.04	947,426.00	(-2,626.45)	1593.59

Collected: 99.94%

Housing & Development Departmental Data Report	For month ending June 30, 2017		
	June 2017	YTD	2016 YTD
New Residential & Commercial permits issued	0	1	1
All other addition, remodel and repair permits	14	49	57
Certificates of Occupancy issued	0	0	0
Total New Construction not yet finalized	0		0
Total Other Construction not yet finalized	8		6
Notices to Comply issued	0	0	0
Stop Work Orders issued	0	0	0
Tree Cutting permits issued	21	50	52
Code & Ordinance Violations cited	0	0	0
Fees Collected			
	June 2017	YTD	2016 YTD
New Residential or Commercial Permits	\$0.00	\$0.00	\$0.00
Other Addition, Remodel, Repair Permits	\$750.00	\$1,925.00	\$4,196.20
Tree Cutting Permits	\$255.00	\$1,850.00	\$2,010.00
Land Disturbing Permits	\$0.00	\$0.00	\$0.00
Fines Collected for Ordinance Violations	\$0.00	\$0.00	\$6,100.00

100 GENERAL FUND

Account	Description	Current Year				%
		Current Month	Current YTD	Budget	Variance	
Revenue						
310000	TAXES	7,552.00	1,028,553.56	1,065,650.00	-37,096.44	97
320000	LICENSES & PERMITS	1,205.00	5,580.00	13,800.00	-8,220.00	40
330000	INTERGOVERNMENTAL REVENUE		14,453.22	25,000.00	-10,546.78	58
340000	CHARGES FOR SERVICES	88.00	3,158.85	10,600.00	-7,441.15	30
350000	FINES & FORFEITS		2,961.21	8,000.00	-5,038.79	37
360000	INVESTMENT INCOME	133.01	849.82	1,500.00	-650.18	57
370000	CONTRIBUTIONS/DONATIONS	4,000.00	4,000.00	17,500.00	-13,500.00	23
380000	MISCELLANEOUS REVENUE	1,206.60	17,959.51	13,500.00	4,459.51	133
Total Revenue		14,184.61	1,077,516.17	1,155,550.00	-78,033.83	93
Expenses						
411000	LEGISLATIVE		6,215.57	10,800.00	4,584.43	58
413000	EXECUTIVE		1,430.65	3,500.00	2,069.35	41
414000	ELECTIONS		128.00	4,790.00	4,662.00	3
415000	GENERAL ADMINISTRATION	15,621.18	106,579.46	217,440.00	110,860.54	49
415650	GENERAL GOVERNMENT BUILDINGS AND GROUNDS	3,664.67	25,990.96	52,010.00	26,019.04	50
420000	JUDICIAL	250.00	1,275.00	4,915.00	3,640.00	26
432000	POLICE	31,540.07	169,520.77	280,530.00	111,009.23	60
435000	FIRE		14,606.25	58,425.00	43,818.75	25
442000	ROADS	14,542.13	110,763.12	427,959.00	317,195.88	26
461000	SPECIAL ACTIVITIES/EVENTS	3,141.67	8,163.61	30,000.00	21,836.39	27
462000	PARKS	43,343.63	43,393.63	175,962.00	132,568.37	25
470000	HOUSING & DEVELOPMENT	18,450.19	25,366.76	23,380.00	-1,986.76	108
475000	ECONOMIC DEVELOPMENT		21,374.44	54,045.00	32,670.56	40
490000	OTHER FINANCING USES	2,969.68		25,750.00	25,750.00	
Total Expenses		133,523.22	534,808.22	1,369,506.00	834,697.78	39
Net Income from Operations			-119,338.61			
Other Revenue						
390000	OTHER FINANCING SOURCES		10,415.63	214,206.00	-203,790.37	5
Total Other Revenue		0.00	10,415.63	214,206.00	-203,790.37	5
Net Income			553,123.58			

505 WATER FUND

Account	Description	Current Year			
		Current Month	Current YTD	Budget	Variance
Revenue					
340000	CHARGES FOR SERVICES	33,812.85	189,045.65	389,900.00	-200,854.35
360000	INVESTMENT INCOME	71.85	454.25	1,000.00	-545.75
	Total Revenue	33,884.70	189,499.90	390,900.00	-201,400.10
Expenses					
444000	WATER	22,030.43	163,276.42	390,900.00	227,623.58
	Total Expenses	22,030.43	163,276.42	390,900.00	227,623.58
	Net Income from Operations	11,854.27	26,223.48		
	Net Income	11,854.27	26,223.48		

545 SOLID WASTE & RECYCLING

Account	Description	Current Year				
		Current Month	Current YTD	Budget	Variance	
Revenue					%	
340000	CHARGES FOR SERVICES	16,204.00	96,960.58	193,200.00	-96,239.42	50
	Total Revenue	16,204.00	96,960.58	193,200.00	-96,239.42	50
Expenses						
445000	SOLID WASTE & RECYCLING	10,208.33	60,164.00	193,200.00	133,036.00	31
	Total Expenses	10,208.33	60,164.00	193,200.00	133,036.00	31
	Net Income from Operations	5,995.67	36,796.58			
	Net Income	5,995.67	36,796.58			

440489

Statement

DATE

TERMS

TO Sky Valley

IN ACCOUNT WITH

Ellenburg Bros Tree Serv.
P.O. Box 84
Scales Mt. N.H. 28775

Removal of Large
Dead Poplar Tree
and 6 Smaller Trees
around Fire Department

Contract
Price

\$2800.00

CURRENT

OVER 30 DAYS

OVER 60 DAYS

TOTAL AMOUNT

\$2800.00



P.O. Box 689 • Clayton, Georgia 30525
706-782-2700

6041

Date 7/18/17

ADAMS TREE SERVICE, INC.

PROPOSAL

Work To Be Performed At:

Name City of Sky Valley
 Street _____
 City _____
 State _____
 Zip _____
 Phone _____

Street fire dept bldg
 City _____
 Date of Plans _____

We hereby propose to furnish the equipment and perform the labor necessary for the completion of:

Cut and Remove:

- 1 Marked large dead poplar Right of bldg
- 1 Marked double maple at Right Rear
- 6 Marked trees on bank above bldg. ----- 3000⁰⁰
- * additional large twin trunk poplar above bldg ---- 1500⁰⁰

Due to the nature of work, landscape damage is to be expected. Adams Tree Service, Inc. will not be held responsible for driveways, sidewalks or anything under ground (water, gas, or electric lines included). All stump removal will require additional landscaping not included in this proposal. The course of which the job will be performed will ultimately be decided by the crew foreman. To gain access, Adams Tree Service, Inc. will remove fencing but will not be responsible for the reinstallation. The above work is to be performed in a workmanlike manner for the sum of:

PAYMENT TERMS: Payment is due upon completion DOLLARS (\$ _____).

Workmens Compensation and public liability insurance on above work to be taken out by w.c. -- Ash Welboen 706 778 2244
LIAB -- Farm Bureau 706 782 4422

Respectfully Submitted [Signature]

Acceptance of Proposal

The above prices, specifications and conditions are satisfactory and are hereby accepted. You are authorized to do the work as specified. Payment will be made as outlined above.

Date _____ Signature _____
 Date _____ Signature _____

Bid Tabulation for Radar Signs

Company	Sign Type	Quote Amount	Total with options
Safespace	250 Battery with mounting hardware	\$2,724.00	\$2,724.00
Transafe	SP 250 Battery with Solar Panel with mounting bracket Optional Software	\$2,977.00 \$ 396.00	\$3,373.00
Transafe	SP 450 Radar with Li-Ion Battery & Solar Panel with mounting bracket Optional Software	\$ 3,687.00 \$ 396.00	\$4,083.00
Radarsign	TC-400 Battery with extra mounting Software	\$2,950.00 \$ 275.00	\$3,225.00
Radarsign	TC-600 Battery with extra mounting Software	\$3,650.00 \$ 275.00	\$3,925.00

City of Sky Valley

From: Vaughn Estes [skyvalleychief@gmail.com]
Sent: Wednesday, July 19, 2017 11:45 AM
To: City of Sky Valley; Linda Lapeyrouse
Subject: Radarsign TC-400, TC-600 pricing
Attachments: Radarsign-TC-400-Radar-Speed-Sign-Spec-Sheet-17v6.pdf; Radarsign-TC-600-Radar-Speed-Sign-Spec-Sheet-17v6-1.pdf

The price I was given on the TC-400 sign was

\$2,900.00 for the sign

\$50.00 for the extra mount

\$275.00 price for the software is a one time fee

Total \$3,225.00 including software.

This is a battery operated sign that is portable, battery life is 10 days depending on the use.

The price on the TC-600 is

\$3,600.00 for the sign

\$50.00 for the extra mount

\$275.00 software

Total \$3,925.00 including software

This sign can be moved but requires two people

This sign is Solar powered.

--

Vaughn Estes

Chief of Police

Sky Valley Police Department

skyvalleychief@gmail.com

Office: 706/746-5584

Fax: 706/746-1246



Linda Lapeyrouse

From: Vaughn Estes <skyvalleychief@gmail.com>
Sent: Tuesday, July 18, 2017 6:54 PM
To: City of Sky Valley; Linda Lapeyrouse
Subject: Radar signs
Attachments: Radarsign-TC-400-Radar-Speed-Sign-Spec-Sheet-17v6.pdf; Radarsign-TC-600-Radar-Speed-Sign-Spec-Sheet-17v6-1.pdf; Safespace 250.pdf; Safespace-Comparison-051716.pdf

The only one to send me a price was Safespace. The Safespace 250 is \$2599.00 each and the mounting hardware is \$125.00 each. This is a basic sign. I have requested quotes from the others but have not received them yet.

--

Vaughn Estes
Chief of Police
Sky Valley Police Department
skyvalleychief@gmail.com
Office: 706/746-5584
Fax: 706/746-1246





TC-400 Portable Radar Speed Sign

Reliable. Effective. Affordable

Power Options / Battery Specifications

- TC-400 (Battery Powered): Dual 12-volt, 18 A/H Ni-MH battery packs; includes battery charger
- Power Consumption: < 2.5 amps (24w) at maximum intensity
- Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 5 amp fuses
- Field exchangeable battery packs
- Runs for +/- 2 weeks on two fully charged battery packs.
- Modular design allows the battery packs to be easily swapped in the field for the extended use of the sign in a location.
- Battery Status: Via Wi-Fi can check battery charge levels and solar amperage



TC-400 with 11" LED display

Housing Specifications

Radar Speed Sign Housing

- Dimensions: 16.25"H x 22.75"W x 2.375"D
- Thickness: .185" thick aluminum with silver powder coat finish
- NEMA 4R level compliant
- Humidity Maximum: 100%
- Provides maximum protection from the elements and vandalism



Quick Mount Go Bracket

Bashplate™ with LED Cones

- Thick aluminum Bashplate shields the LED display and protects electronic components from abuse and vandalism.
- Individual holes for each LED focus and reflect light toward the road, providing the highest quality viewable display with minimum energy usage.



Easy Carry Handle for Ultimate Portability

LEDs

- 2 digits, 11" high super bright amber LEDs (life up to 100,000 hours) with directional beam technology
- Easily readable up to 400 feet
- Automatic intensity adjustment to ambient light conditions for maximum visibility
- Provides directed viewing or display to oncoming traffic

Makrolon® Polycarbonate Display Cover

- .25" thick protective sheet covers entire display area
- Abrasion, graffiti and shatter resistant
- UV protection



Install in Minutes

Battery Housing

- 12.5"H x 17"W x 2.75"D
- .1875" thick powder-coated aluminum
- Holds up to two 12 volt, Ni-MH battery packs (field exchangeable)

Stainless Steel Universal Go Bracket

- 12.75"H x 4.5"W x 2.9"D
- Universal design allows strapping, banding, pipe clamps, or bolting to almost any size/style of pole.
- Go Bracket allows for easy mounting of battery housing and radar speed sign in about a minute.



Certified Quality System
ISO 9001:2015



100% MUTCD Compliant
Radar Speed Signs



Proudly Engineered &
Manufactured in the USA



radarsign®

Display and Radar Specifications

YOUR SPEED Faceplate

- . 24"W x 21"H YOUR SPEED faceplate with 3" high lettering
- . Manufactured with highest grade reflectivity backing
- . Ideal for 5-35 mph speed limit roads or lower
- . Available in white, fluorescent yellow/green, or safety orange

Speed Violator Alert

- . 2 speeds of flashing LEDs to notify drivers that are exceeding the speed limit: Slow flash and fast flash of actual speed

Radar

- . Type: K Band, single direction Doppler radar, FCC part 15 compliant; no license required
- . Sensor Range: Detects vehicles up to 1200 feet
- . Beam Width: 12 degrees, +/- 2 degrees
- . Operating Frequency: 24.125 GHz, +/- 50 MHz
- . Accuracy: +/- 1.0 mph
- . Speed Detection Range: 5 - 127 mph

Standard Programming

- . On/Off Timer Options: 4 timers per day, and by day of week. Settings allow lower speed limits for school zone times and for late night display shutoff.
- . Display On/Off: Allows traffic data collection to continue even when display is off.
- . Display Brightness Control: Auto adjusts to light conditions, up to 100 levels
- . Setup Functions: Easy to follow menu, no mechanical switches to operate
- . Maximum Speed Cutoff: Prevents unwanted high speed displays; up to 99 mph; discourages "racing" of sign. Choice of flashing matrix, or LED display cutoff.
- . Date/Time Control: Battery backed real-time clock auto-adjusts for daylight savings time.

Wi-Fi Enabled

- . Allows access to program signs from most web enabled devices (Apple, Android, Windows, etc.)
- . WPA2 encrypted security
- . Password protection
- . Range of up to 300 feet from sign

OTA Updates (over-the-air)

- . Allows the wireless delivery of software updates and upgrades directly to the radar speed sign

Weight and Operating Temperature

- . Weight: Radar speed sign: 26 lbs.
- . Operating Temperature: -40°F to +138° F

Traffic Reporting

StreetSmart (optional)

- . Traffic data reporting software to report, organize and analyze speed and traffic data. The information collected by the radar speed sign is loaded into Excel™ ready .csv files, and can generate 35 charts and graphs.

Radar Speed Sign Data Storage:

- . System Storage Capacity: stores data on up to 5 million vehicles
- . Retains data for retrieval for 12 months

Warranty

- . 2 year warranty on parts and labor, 1 year on battery packs. Exceptions: Does not cover malicious abuse, theft, or damage due to unauthorized modification. Optional third year warranty extension available.



TC-600 Full Matrix Radar Speed Sign

Reliable. Effective. Affordable

Power Options / Battery Specifications

TC-600S (Solar Powered)

- Solar Panel Output: 40 watt standard, 65 watt optional
- Power Supply: Two 12-volt, 18 amp/hour AGM batteries (UL recognized); provides up to 14 days of operation.
- Solar Charge Controller: Manages the flow of solar energy input (up to 85w) from solar panel to battery
- Pole Mount Solar Bracket: Side of pole mount with adjustable angle bracket
- Software Control: SmartCharge® software prevents overcharging and intelligent shutdown when battery falls below acceptable voltage; auto restart when sufficiently recharged
- Battery Status: Via Wi-Fi can check battery charge levels and solar amperage
- Power Consumption: < 2.0 amps in active mode; Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 3x10 amp fuses

TC-600A (AC Powered)

- Power Supply: Hard wire to 100V-240V power supply
- Power Consumption: < 2.0 amps in active mode; Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 10 amp fuse

Housing Specifications

Radar Speed Sign Housing

- Dimensions: 18.5"H x 26.25W x 5.0"D
- Thickness: .1875" to .25" thick, heavy-duty aluminum
- NEMA 4R level compliant
- Humidity Maximum: 100%
- Non-sealed and ventilated
- Provides maximum protection from the elements and vandalism

Bashplate™ with LED Cones

- Internal .375" aluminum shield over LED display to protect components from abuse or vandalism
- Individual holes for each LED focus and reflect light toward the road, providing the highest quality viewable display with minimum energy usage.

LEDs

- 2 digits, 13" high super bright amber full matrix LEDs (life up to 100,000 hours)
- Easily readable up to 600 feet
- Automatic intensity adjustment to ambient light conditions for maximum visibility
- Provides directed viewing or display to oncoming traffic

Makrolon® Polycarbonate Display Cover

- .25" thick protective sheet covers entire display area
- Abrasion, graffiti and shatter resistant
- UV protection

Weight

- TC-600S (Solar Powered): 41 lbs., (67 lbs. with batteries)
- TC-600A (AC Powered): 41 lbs.



Heavy duty aluminum housing



3/8" Bashplate protects LEDs



Individual cones for each LED



Certified Quality System
ISO 9001:2015



100% MUTCD Compliant
Radar Speed Signs



Proudly Engineered &
Manufactured in the USA

Display and Radar Specifications

YOUR SPEED Faceplate

- . 28"W x 33"H YOUR SPEED faceplate with 4" high lettering
- . MUTCD compliant colors and reflectivity
- . Ideal for 10-45 mph speed limit roads
- . Available in white, fluorescent yellow/green, or safety orange

Speed Violator Alerts

- . Slow flash of actual speed or fast flash of actual speed
- . SLOW DOWN message
- . TOO FAST message
- . Simulated camera flash & white strobe (optional); Red/blue flashers (optional)
- . Display speed and word message alerts alternately
- . Display on-off feature allows traffic data collection continue even when the display is off (stealth mode)

Radar

- . Type: K Band, single direction Doppler radar, FCC part 15 compliant; no license required
- . Sensor Range: Detects vehicles up to 1200 feet
- . Beam Width: 12 degrees, +/- 2 degrees
- . Operating Frequency: 24.125 GHz, +/- 50 MHz
- . Accuracy: +/- 1.0 mph
- . Speed Detection Range: 5 - 127 mph

Standard Programming

- . On/Off Timer Options: 4 timers per day, and by day of week. Settings allow lower speed limits for school zone times and for late night display shutoff.
- . Display On/Off: Allows traffic data collection to continue even when display is off.
- . Display Brightness Control: Auto adjusts to light conditions, up to 100 levels
- . Setup Functions: Easy to follow menu, no mechanical switches to operate
- . Maximum Speed Cutoff: Prevents unwanted high speed displays; up to 99 mph; discourages "racing" of sign. Choice of flashing matrix, or LED display cutoff.
- . Date/Time Control: Battery backed real-time clock auto-adjusts for daylight savings time.

Wi-Fi Enabled

- . Allows access to program signs from most web enabled devices (Apple, Android, Windows, etc.)
- . WPA2 encrypted security
- . Password protection
- . Range of up to 300 feet from sign

OTA Updates (over-the-air)

- . Allows the wireless delivery of software updates and upgrades directly to the radar speed sign.

Operating Temperature

Operating Temperature: -40°F to +138° F

Traffic Reporting

StreetSmart (optional)

- . Traffic data reporting software to report, organize and analyze speed and traffic data. The information collected by the radar speed sign is loaded into Excel™ ready .csv files, and can generate 35 charts and graphs.

Radar Speed Sign Data Storage:

- . System Storage Capacity: stores data on up to 5 million vehicles
 - . Retains data for retrieval for 12 months
-

Warranty

- . 2 year warranty on parts and labor, including batteries. Exceptions: Does not cover malicious abuse, theft, or damage due to unauthorized modification. Optional third year warranty extension available.





Quote

Providing Quality Products &
Excellent Customer Service since 1986

Date	Quote #
7/19/2017	11365

Name / Address
Sky Valley GA (City of) PD 3444 Hwy 246 Sky Valley, GA 30537

Ship To
Sky Valley GA (City of) PD 3444 Hwy 246 Sky Valley, GA 30537

Customer Phone	Customer Fax	Customer Cell Phone	Customer E-mail				
			info@transafeproducts.com				
Terms	Quoted To	Quote valid thru	Rep	FOB	Project/Job Reference		
Net 30	Vaughn Estes	8/18/2017	JW	Origin			
EQ-07SP2504S...	SP 250 RADAR SIGN 4-CELL Li-Ion BATTERY AND 20W SOLAR PANEL W/BACKET-WHITE SIGN FACE - INCLUDES SP BLUETOOTH - 12" Display Digits - 1,000-1,200 Foot Radar Range			1	ea	2,779.00	2,779.00T
EQ-07SP SPIB...	2-PART UNIVERSAL MOUNTING BRACKET SYSTEM (Includes Locking Sign Mount Plate & Mating Pole Mount)			1	ea	123.00	123.00T
EQ-07SP DATA	OPTIONAL: SAFE PACE RADAR DATA SOFTWARE PROGRAM ANALYSIS-REPORTING			1	ea	396.00	396.00T
Freight-I	Inbound freight for non-stock material Transafe will be on site to advise on installation and to train personnel how to program and download (if data program included) the traffic data from the unit. Contact: Vaughn Estes - 706-408-3024 skyvalleychief@gmail.com					75.00	75.00
					Subtotal		\$3,373.00
					Sales Tax (0.0%)		\$0.00
					Total		\$3,373.00



SafePace® 250 Driver Feedback Sign



Choice of faceplate colors available

The Traffic Logix® SafePace® 250 driver feedback sign is a compact speed display sign. With slightly larger digits than the entry level SafePace® 100, but still smaller than the full size 15" digits on larger SafePace® signs, the SafePace 250 offers a versatile solution for those looking for a slightly larger sign.

The compact, portable SafePace 250 can be mounted at multiple locations and offers exception visibility and power efficiency.

250 Specifications

Digit Size	12"
Height	28"
Weight	22 lbs
24/7, 365 Scheduling	✓
Data Collection	✓
Solar Compatibility	✓
Battery Operated	✓
Universal Mounting	✓
Cloud Compatibility	✓
Trailer Compatibility	✓
Dolly Compatibility	✓
Hitch Compatibility	✓
Warranty	2 Years

Features

Enlarged Sign Digits: The bestselling, compact SafePace sign, now available with slightly larger digits for improved visibility.

Energy Efficient: The SafePace 250 can function for up to 3 weeks autonomously with optional battery power depending on traffic volume.

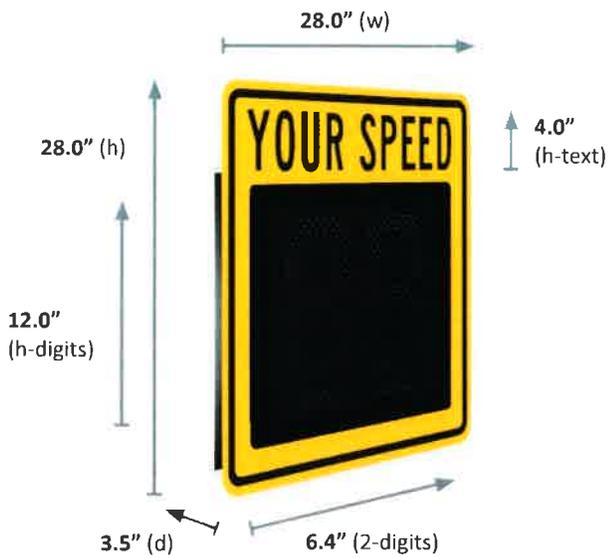
Optimal Visibility: Unique light enhancing, anti-glare lens system, as well as automatic ambient light adjustment provide brilliant visibility even in poor lighting conditions.

User Friendly: Software interface is user friendly and can be programmed to set sign parameters quickly and easily. Optional data collection allows you to download traffic data and generate statistical reports from anywhere with SafePace Cloud.

Stealth Mode: Baseline traffic data can be collected for comparison and analysis while speed display appears blank to motorists.

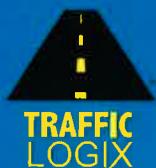
Speed Violator Strobe: Programmable flashing strobe alerts drivers to slow down when they exceed the threshold speed you choose.

Universal Mounting: Optional mounting brackets let you use one sign at multiple locations with the turn of a key.



Feature	Specifications
Dimensions	
Digits	12"(h) x 6.4"(w), 112 LEDs per digit
Text	Letters 4.0" (h) spell "YOUR SPEED" fixed message, 1 line
Unit alone	21.5"(h) x 26"(w) x 3.5"(d)
Unit with "YOUR SPEED" sign mounted	Full size sign: 28.0"(h) x 28.0"(w) x 3.5"(d)
Sign Weight (unit alone, without "YOUR SPEED" sign)	
AC Powered	18 lbs
4 cell battery powered model	22 lbs
Solar powered model	20 lbs (not including solar panel or bracket)
General Specifications	
Operating Temperatures F (C):	-40° (-40°) to 185° (85°)
Speed Units	Miles per hour (mph) or Kilometers per hour(km/h)
Faceplate	Yellow or white high-Intensity prismatic reflective sheeting on sign face with black colored text MUTCD approved colors and format

Feature	Specifications
Bashplate	Aluminum, 0.25"
Communications	Bluetooth (standard) GSM/GPRS (optional, for use with SafePace Cloud)
Programming	SafePace Pro sign management software SafePace Cloud remote sign management 24/7 365 day unlimited programming and scheduling
Power Options (Electrical Specifications)	
AC power input	100~240 V AC
DC power input	12 V DC
Solar panel options	50W, 90W
Radar	
Internal	Doppler (FCC approved)
Radar RF out	5 mW maximum
Radar f-center	24.125 GHz +/- 25 MHz
Pickup distance	Up to 1,200 feet
Beam	11° x 11°, Linear polarization
Display	
LEDs	252
Digits	224 Amber, 23°, 5 mm, luminous intensity (5,000 – 12,000 mcd/LED)
Speed Violator Strobes	28 White, 15°, 5 mm, luminous intensity (18,000 – 28,000 mcd/LED)
Optical Lenses	252
Ambient light sensors	1 sensor and automatic brightness control
Enclosure	
Construction	12 gauge aluminum, flat black powder coated front for reduced glare and maximum contrast; light gray powder coated body to minimize heat absorption
Weatherproof Rating	Weatherproof, NEMA 4X-12, IP65 level compliant Non-sealed and ventilated
Warranty	
Sign	2 years
Batteries	1 year



SafePace® 250 Driver Feedback Sign



Choice of faceplate colors available

The Traffic Logix® SafePace® 250 driver feedback sign is a compact speed display sign. With slightly larger digits than the entry level SafePace® 100, but still smaller than the full size 15" digits on larger SafePace® signs, the SafePace 250 offers a versatile solution for those looking for a slightly larger sign.

The compact, portable SafePace 250 can be mounted at multiple locations and offers exception visibility and power efficiency.

250 Specifications

Digit Size	12"
Height	28"
Weight	22 lbs
24/7, 365 Scheduling	✓
Data Collection	✓
Solar Compatibility	✓
Battery Operated	✓
Universal Mounting	✓
Cloud Compatibility	✓
Trailer Compatibility	✓
Dolly Compatibility	✓
Hitch Compatibility	✓
Warranty	2 Years

Features

Enlarged Sign Digits: The bestselling, compact SafePace sign, now available with slightly larger digits for improved visibility.

Energy Efficient: The SafePace 250 can function for up to 3 weeks autonomously with optional battery power depending on traffic volume.

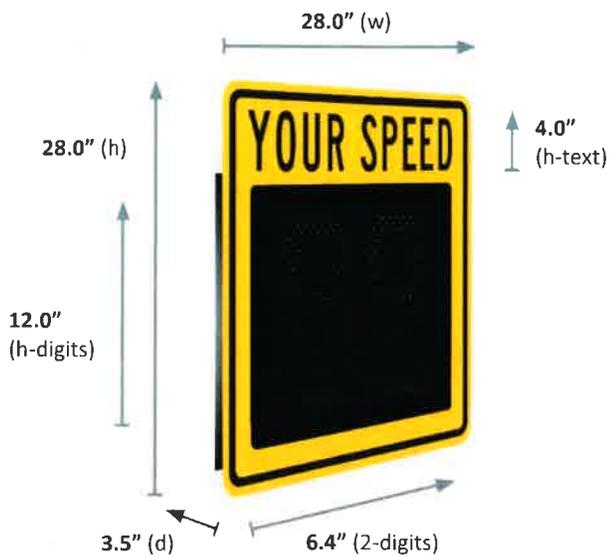
Optimal Visibility: Unique light enhancing, anti-glare lens system, as well as automatic ambient light adjustment provide brilliant visibility even in poor lighting conditions.

User Friendly: Software interface is user friendly and can be programmed to set sign parameters quickly and easily. Optional data collection allows you to download traffic data and generate statistical reports from anywhere with SafePace Cloud.

Stealth Mode: Baseline traffic data can be collected for comparison and analysis while speed display appears blank to motorists.

Speed Violator Strobe: Programmable flashing strobe alerts drivers to slow down when they exceed the threshold speed you choose.

Universal Mounting: Optional mounting brackets let you use one sign at multiple locations with the turn of a key.



Feature	Specifications
Dimensions	
Digits	12"(h) x 6.4"(w), 112 LEDs per digit
Text	Letters 4.0" (h) spell "YOUR SPEED" fixed message, 1 line
Unit alone	21.5"(h) x 26"(w) x 3.5"(d)
Unit with "YOUR SPEED" sign mounted	Full size sign: 28.0"(h) x 28.0"(w) x 3.5"(d)
Sign Weight (unit alone, without "YOUR SPEED" sign)	
AC Powered	18 lbs
4 cell battery powered model	22 lbs
Solar powered model	20 lbs (not including solar panel or bracket)
General Specifications	
Operating Temperatures F (C):	-40° (-40°) to 185° (85°)
Speed Units	Miles per hour (mph) or Kilometers per hour(km/h)
Faceplate	Yellow or white high-Intensity prismatic reflective sheeting on sign face with black colored text MUTCD approved colors and format

Feature	Specifications
Bashplate	Aluminum, 0.25"
Communications	Bluetooth (standard) GSM/GPRS (optional, for use with SafePace Cloud)
Programming	SafePace Pro sign management software SafePace Cloud remote sign management 24/7 365 day unlimited programming and scheduling
Power Options (Electrical Specifications)	
AC power input	100~240 V AC
DC power input	12 V DC
Solar panel options	50W, 90W
Radar	
Internal	Doppler (FCC approved)
Radar RF out	5 mW maximum
Radar f-center	24.125 GHz +/- 25 MHz
Pickup distance	Up to 1,200 feet
Beam	11° x 11°, Linear polarization
Display	
LEDs	252
Digits	224 Amber, 23°, 5 mm, luminous Intensity (5,000 – 12,000 mcd/LED)
Speed Violator Strokes	28 White, 15°, 5 mm , luminous intensity (18,000 – 28,000 mcd/LED)
Optical Lenses	252
Ambient light sensors	1 sensor and automatic brightness control
Enclosure	
Construction	12 gauge aluminum, flat black powder coated front for reduced glare and maximum contrast; light gray powder coated body to minimize heat absorption
Weatherproof Rating	Weatherproof, NEMA 4X-12, IP65 level compliant Non-sealed and ventilated
Warranty	
Sign	2 years
Batteries	1 year

Statistics Summary Report

Technician Name: John Smith



Location: Traffic Logix Corp
 Address: 3 Harriett Lane, Spring Valley, NY, 10977
 Speed Limit: 30
 Data Session: Demo Statistics
 Report Period: 4/11/2011 to 4/17/2011
 Total Vehicle Count: 26,370

Hour	Total Vehicles	Average Vehicles	Total Violations	% Violations	Min. Speed	Max. Speed	Avg. Speed	85% Speed
00-01	176	25	56	44 %	8	43	27	32
01-02	156	22	27	32 %	8	38	24	32
02-03	39	6	13	23 %	8	38	27	32
03-04	107	15	21	58 %	8	38	28	37
04-05	79	11	11	43 %	8	38	25	32
05-06	165	24	31	29 %	8	38	25	27
06-07	394	56	143	41 %	13	43	28	32
07-08	1,034	148	467	49 %	8	48	30	32
08-09	1,628	233	756	49 %	8	43	30	32
09-10	1,563	223	628	42 %	8	48	29	32
10-11	1,494	213	569	40 %	8	43	29	32
11-12	1,609	230	670	41 %	8	48	28	32
12-13	1,678	240	710	43 %	8	43	29	32
13-14	1,775	254	767	44 %	8	48	29	32
14-15	1,963	280	832	44 %	8	43	29	32
15-16	2,033	290	907	46 %	8	43	29	32
16-17	2,280	326	955	42 %	8	48	27	32
17-18	2,239	320	979	43 %	8	48	27	32
18-19	1,837	262	778	46 %	8	43	27	32
19-20	1,533	219	607	43 %	8	43	27	32
20-21	1,027	147	362	40 %	8	43	27	32
21-22	679	97	273	46 %	8	48	28	32
22-23	495	71	182	45 %	8	43	28	32
23-24	387	55	118	53 %	8	43	27	32
	26,370	3,767	10,862	43 %	8	43	28	32

Speed	Count
0...5	1,734
5...10	873
10...15	916
15...20	2,965
20...25	9,020
25...30	8,991
30...35	1,720
35...40	143
40...45	8
Total:	26,370

Average Vehicle Count

Technician Name: John Smith

Location: Traffic Logix Corp

Data Session: Demo Statistics

Address: 3 Harriett Lane, Spring Valley, NY, 10977

Report Period: 4/11/2011 to 4/17/2011

Speed Limit: 30

Total Vehicle Count: 26,370



Hour	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday	Sunday	Average Weekday	Average Weekend	Average Week	Average Speed	85% Speed
00-01	16	10	52	14	12	29	43	21	36	25	27	32
01-02	3	8	60	3	10	17	55	17	36	22	24	32
02-03	4	2	6	5	1	16	5	4	10	6	27	32
03-04	5	3	76	3	6	7	7	19	7	15	28	37
04-05	3	5	57	7	3	1	3	15	2	11	25	32
05-06	31	27	53	26	13	10	5	30	8	24	25	27
06-07	98	68	62	62	66	25	13	71	19	56	28	32
07-08	207	205	171	230	142	58	21	191	40	148	30	32
08-09	283	305	254	316	295	113	62	291	88	233	30	32
09-10	290	259	191	253	285	195	90	256	142	223	29	32
10-11	268	229	168	233	293	203	100	238	152	213	29	32
11-12	258	200	178	233	330	251	159	240	205	230	28	32
12-13	265	219	200	284	328	204	178	259	191	240	29	32
13-14	323	228	245	287	302	199	H 191	277	195	254	29	32
14-15	356	298	288	353	328	180	160	325	170	280	29	32
15-16	364	328	302	353	358	147	181	341	164	290	29	32
16-17	369	H 357	H 382	383	376	237	176	373	206	326	27	32
17-18	H 426	317	354	H 402	H 395	193	152	379	172	320	27	32
18-19	304	203	262	344	256	H 353	115	274	234	262	27	32
19-20	232	185	218	264	218	320	96	223	208	219	27	32
20-21	152	108	146	141	130	275	75	135	175	147	27	32
21-22	80	80	76	103	99	178	63	88	120	97	28	32
22-23	45	40	57	73	88	150	42	61	96	71	28	32
23-24	22	33	13	33	62	186	38	33	112	55	27	32
TOTAL:	4,404	3,717	3,871	4,405	4,396	3,547	2,030	4,161	2,788	3,767	28	32

Average Speed

Technician Name: John Smith

Location: Traffic Logix Corp

Data Session: Demo Statistics

Address: 3 Harriett Lane, Spring Valley, NY, 10977

Report Period: 4/11/2011 to 4/17/2011

Speed Limit: 30

Total Vehicle Count: 26,370



Hour	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday	Sunday	Average Weekday	Average Weekend	Average Week	Average Speed	85% Speed
00-01	H 32	30	13	31	H 33	31	20	28	26	27	27	32
01-02	30	H 31	10	26	H 33	29	12	26	20	24	24	32
02-03	30	23	17	29	28	32	27	25	30	27	27	32
03-04	30	H 31	9	H 33	32	32	28	27	30	28	28	37
04-05	16	22	11	28	28	H 38	H 33	21	36	25	25	32
05-06	23	24	13	26	26	33	31	22	32	25	25	27
06-07	26	28	28	28	29	32	28	28	30	28	28	32
07-08	29	29	29	29	29	31	32	29	32	30	30	32
08-09	30	29	30	28	29	30	32	29	31	30	30	32
09-10	28	27	29	28	29	30	31	28	30	29	29	32
10-11	28	26	29	29	29	30	31	28	30	29	29	32
11-12	29	23	28	29	29	30	30	28	30	28	28	32
12-13	28	29	28	29	29	31	32	29	32	29	29	32
13-14	29	29	28	29	29	31	30	29	30	29	29	32
14-15	29	29	29	29	29	25	32	29	28	29	29	32
15-16	29	29	30	30	30	27	31	30	29	29	29	32
16-17	29	29	30	29	30	13	32	29	22	27	27	32
17-18	29	28	30	30	30	13	32	29	22	27	27	32
18-19	30	26	31	30	30	12	32	29	22	27	27	32
19-20	31	21	30	31	31	10	32	29	21	27	27	32
20-21	31	26	30	30	30	11	30	29	20	27	27	32
21-22	30	30	30	31	30	12	31	30	22	28	28	32
22-23	31	29	31	31	31	12	30	31	21	28	28	32
23-24	H 32	22	H 33	32	31	10	30	30	20	27	27	32
AVG:	29	27	25	29	30	24	30	28	27	28	28	32

Linda Lapeyrouse

From: Vaughn Estes <skyvalleychief@gmail.com>
Sent: Tuesday, July 18, 2017 6:54 PM
To: City of Sky Valley; Linda Lapeyrouse
Subject: Radar signs
Attachments: Radarsign-TC-400-Radar-Speed-Sign-Spec-Sheet-17v6.pdf; Radarsign-TC-600-Radar-Speed-Sign-Spec-Sheet-17v6-1.pdf; Safespace 250.pdf; Safespace-Comparison-051716.pdf

The only one to send me a price was Safespace. The Safespace 250 is \$2599.00 each and the mounting hardware is \$125.00 each. This is a basic sign. I have requested quotes from the others but have not received them yet.

--
Vaughn Estes
Chief of Police
Sky Valley Police Department
skyvalleychief@gmail.com
Office: 706/746-5584
Fax: 706/746-1246





TC-400 Portable Radar Speed Sign

Reliable. Effective. Affordable

Power Options / Battery Specifications

- TC-400 (Battery Powered): Dual 12-volt, 18 A/H Ni-MH battery packs; includes battery charger
- Power Consumption: < 2.5 amps (24w) at maximum intensity
- Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 5 amp fuses
- Field exchangeable battery packs
- Runs for +/- 2 weeks on two fully charged battery packs.
- Modular design allows the battery packs to be easily swapped in the field for the extended use of the sign in a location.
- Battery Status: Via Wi-Fi can check battery charge levels and solar amperage

Housing Specifications

Radar Speed Sign Housing

- Dimensions: 16.25"H x 22.75"W x 2.375"D
- Thickness: .185" thick aluminum with silver powder coat finish
- NEMA 4R level compliant
- Humidity Maximum: 100%
- Provides maximum protection from the elements and vandalism

Bashplate™ with LED Cones

- Thick aluminum Bashplate shields the LED display and protects electronic components from abuse and vandalism.
- Individual holes for each LED focus and reflect light toward the road, providing the highest quality viewable display with minimum energy usage.

LEDs

- 2 digits, 11" high super bright amber LEDs (life up to 100,000 hours) with directional beam technology
- Easily readable up to 400 feet
- Automatic intensity adjustment to ambient light conditions for maximum visibility
- Provides directed viewing or display to oncoming traffic

Makrolon® Polycarbonate Display Cover

- .25" thick protective sheet covers entire display area
- Abrasion, graffiti and shatter resistant
- UV protection

Battery Housing

- 12.5"H x 17"W x 2.75"D
- .1875" thick powder-coated aluminum
- Holds up to two 12 volt, Ni-MH battery packs (field exchangeable)

Stainless Steel Universal Go Bracket

- 12.75"H x 4.5"W x 2.9"D
- Universal design allows strapping, banding, pipe clamps, or bolting to almost any size/style of pole.
- Go Bracket allows for easy mounting of battery housing and radar speed sign in about a minute.



TC-400 with 11" LED display



Quick Mount Go Bracket



Easy Carry Handle for Ultimate Portability



Install in Minutes



Certified Quality System
ISO 9001:2015



100% MUTCD Compliant
Radar Speed Signs



Proudly Engineered &
Manufactured in the USA



Display and Radar Specifications

YOUR SPEED Faceplate

- . 24"W x 21"H YOUR SPEED faceplate with 3" high lettering
- . Manufactured with highest grade reflectivity backing
- . Ideal for 5-35 mph speed limit roads or lower
- . Available in white, fluorescent yellow/green, or safety orange

Speed Violator Alert

- . 2 speeds of flashing LEDs to notify drivers that are exceeding the speed limit: Slow flash and fast flash of actual speed

Radar

- . Type: K Band, single direction Doppler radar, FCC part 15 compliant; no license required
- . Sensor Range: Detects vehicles up to 1200 feet
- . Beam Width: 12 degrees, +/- 2 degrees
- . Operating Frequency: 24.125 GHz, +/- 50 MHz
- . Accuracy: +/- 1.0 mph
- . Speed Detection Range: 5 - 127 mph

Standard Programming

- . On/Off Timer Options: 4 timers per day, and by day of week. Settings allow lower speed limits for school zone times and for late night display shutoff.
- . Display On/Off: Allows traffic data collection to continue even when display is off.
- . Display Brightness Control: Auto adjusts to light conditions, up to 100 levels
- . Setup Functions: Easy to follow menu, no mechanical switches to operate
- . Maximum Speed Cutoff: Prevents unwanted high speed displays; up to 99 mph; discourages "racing" of sign. Choice of flashing matrix, or LED display cutoff.
- . Date/Time Control: Battery backed real-time clock auto-adjusts for daylight savings time.

Wi-Fi Enabled

- . Allows access to program signs from most web enabled devices (Apple, Android, Windows, etc.)
- . WPA2 encrypted security
- . Password protection
- . Range of up to 300 feet from sign

OTA Updates (over-the-air)

- . Allows the wireless delivery of software updates and upgrades directly to the radar speed sign

Weight and Operating Temperature

- . Weight: Radar speed sign: 26 lbs.
- . Operating Temperature: -40°F to +138° F

Traffic Reporting

StreetSmart (optional)

- . Traffic data reporting software to report, organize and analyze speed and traffic data. The information collected by the radar speed sign is loaded into Excel™ ready .csv files, and can generate 35 charts and graphs.

Radar Speed Sign Data Storage:

- . System Storage Capacity: stores data on up to 5 million vehicles
- . Retains data for retrieval for 12 months

Warranty

- . 2 year warranty on parts and labor, 1 year on battery packs. Exceptions: Does not cover malicious abuse, theft, or damage due to unauthorized modification. Optional third year warranty extension available.



TC-600 Full Matrix Radar Speed Sign

Reliable. Effective. Affordable

Power Options / Battery Specifications

TC-600S (Solar Powered)

- Solar Panel Output: 40 watt standard, 65 watt optional
- Power Supply: Two 12-volt, 18 amp/hour AGM batteries (UL recognized); provides up to 14 days of operation.
- Solar Charge Controller: Manages the flow of solar energy input (up to 85w) from solar panel to battery
- Pole Mount Solar Bracket: Side of pole mount with adjustable angle bracket
- Software Control: SmartCharge® software prevents overcharging and intelligent shutdown when battery falls below acceptable voltage; auto restart when sufficiently recharged
- Battery Status: Via Wi-Fi can check battery charge levels and solar amperage
- Power Consumption: < 2.0 amps in active mode; Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 3x10 amp fuses

TC-600A (AC Powered)

- Power Supply: Hard wire to 100V-240V power supply
- Power Consumption: < 2.0 amps in active mode; Idle mode < 1/2 watt; Circuit Breaker: Multi-circuit, 10 amp fuse

Housing Specifications

Radar Speed Sign Housing

- Dimensions: 18.5"H x 26.25W x 5.0"D
- Thickness: .1875" to .25" thick, heavy-duty aluminum
- NEMA 4R level compliant
- Humidity Maximum: 100%
- Non-sealed and ventilated
- Provides maximum protection from the elements and vandalism

Bashplate™ with LED Cones

- Internal .375" aluminum shield over LED display to protect components from abuse or vandalism
- Individual holes for each LED focus and reflect light toward the road, providing the highest quality viewable display with minimum energy usage.

LEDs

- 2 digits, 13" high super bright amber full matrix LEDs (life up to 100,000 hours)
- Easily readable up to 600 feet
- Automatic intensity adjustment to ambient light conditions for maximum visibility
- Provides directed viewing or display to oncoming traffic

Makrolon® Polycarbonate Display Cover

- .25" thick protective sheet covers entire display area
- Abrasion, graffiti and shatter resistant
- UV protection

Weight

- TC-600S (Solar Powered): 41 lbs., (67 lbs. with batteries)
- TC-600A (AC Powered): 41 lbs.



Heavy duty aluminum housing



3/8" Bashplate protects LEDs



Individual cones for each LED



Certified Quality System
ISO 9001:2015



100% MUTCD Compliant
Radar Speed Signs



Proudly Engineered &
Manufactured in the USA



Display and Radar Specifications

YOUR SPEED Faceplate

- . 28"W x 33"H YOUR SPEED faceplate with 4" high lettering
- . MUTCD compliant colors and reflectivity
- . Ideal for 10-45 mph speed limit roads
- . Available in white, fluorescent yellow/green, or safety orange

Speed Violator Alerts

- . Slow flash of actual speed or fast flash of actual speed
- . SLOW DOWN message
- . TOO FAST message
- . Simulated camera flash & white strobe (optional); Red/blue flashers (optional)
- . Display speed and word message alerts alternately
- . Display on-off feature allows traffic data collection continue even when the display is off (stealth mode)

Radar

- . Type: K Band, single direction Doppler radar, FCC part 15 compliant; no license required
- . Sensor Range: Detects vehicles up to 1200 feet
- . Beam Width: 12 degrees, +/- 2 degrees
- . Operating Frequency: 24.125 GHz, +/- 50 MHz
- . Accuracy: +/- 1.0 mph
- . Speed Detection Range: 5 - 127 mph

Standard Programming

- . On/Off Timer Options: 4 timers per day, and by day of week. Settings allow lower speed limits for school zone times and for late night display shutoff.
- . Display On/Off: Allows traffic data collection to continue even when display is off.
- . Display Brightness Control: Auto adjusts to light conditions, up to 100 levels
- . Setup Functions: Easy to follow menu, no mechanical switches to operate
- . Maximum Speed Cutoff: Prevents unwanted high speed displays; up to 99 mph; discourages "racing" of sign. Choice of flashing matrix, or LED display cutoff.
- . Date/Time Control: Battery backed real-time clock auto-adjusts for daylight savings time.

Wi-Fi Enabled

- . Allows access to program signs from most web enabled devices (Apple, Android, Windows, etc.)
- . WPA2 encrypted security
- . Password protection
- . Range of up to 300 feet from sign

OTA Updates (over-the-air)

- . Allows the wireless delivery of software updates and upgrades directly to the radar speed sign.

Operating Temperature

Operating Temperature: -40°F to +138° F

Traffic Reporting

StreetSmart (optional)

- . Traffic data reporting software to report, organize and analyze speed and traffic data. The information collected by the radar speed sign is loaded into Excel™ ready .csv files, and can generate 35 charts and graphs.

Radar Speed Sign Data Storage:

- . System Storage Capacity: stores data on up to 5 million vehicles
 - . Retains data for retrieval for 12 months
-

Warranty

- . 2 year warranty on parts and labor, including batteries. Exceptions: Does not cover malicious abuse, theft, or damage due to unauthorized modification. Optional third year warranty extension available.

CITY OF SKY VALLEY, GEORGIA
ANNUAL FINANCIAL REPORT
For the Year Ended December 31, 2016

**CITY OF SKY VALLEY, GEORGIA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016**

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Independent Auditors' Report

Honorable Mayor, Members of the
City Council and City Manager
Of the City of Sky Valley, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information of the City of Sky Valley, Georgia (the "City") as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

CERTIFIED PUBLIC ACCOUNTANTS

MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

MEMBER OF THE GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

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, each major fund, and the remaining fund information of the City of Sky Valley, Georgia as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 13, the City made a prior period adjustment which restated its beginning net assets for its governmental activities and the beginning balance of its general fund balance. The restatement of the beginning net assets was significant due to capital expenditures made in 2015 that were not capitalized. Our opinions are not modified with respect to the matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Schedule of Changes in the City's Net Pension Liability and Related Ratios on page 34, the Schedule of City Contributions on page 35, and the notes to the required supplementary information on pages 36-37, 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.

Management has chosen to omit Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Sky Valley, Georgia's basic financial statements. The Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds (as required by the Official Code of Georgia Annotated 48-8-121), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the

Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2017 on our consideration of City of Sky Valley, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Mixon & Associates, CPAs

Mixon & Associates, CPAs
Clarkesville, Georgia
June 30, 2017

BASIC FINANCIAL STATEMENTS

**CITY OF SKY VALLEY, GEORGIA
STATEMENT OF NET POSITION
DECEMBER 31, 2016**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets			
Cash and Cash Equivalents	\$ 1,921,201	\$ 773,513	\$ 2,694,714
Receivables, net			
Accounts	-	53,709	53,709
Interest	-	-	-
Taxes	101,813	-	101,813
Internal Balances	(61,614)	61,614	-
Prepaid Expenses	1,722	515	2,237
Investments	-	-	-
Capital Assets:			
Land, Improvements, and Construction in Progress	251,739	2,222	253,961
Other Capital Assets, net of Depreciation	847,621	3,317,071	4,164,692
Total Assets	<u>3,062,482</u>	<u>4,208,644</u>	<u>7,271,126</u>
Deferred Outflows of Resources			
Pension Related Items	39,004	11,651	50,655
Total Assets and Deferred Outflows of Resources	<u>3,101,486</u>	<u>4,220,295</u>	<u>7,321,781</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES			
Liabilities			
Accounts Payable	17,574	6,538	24,112
Accrued Liabilities	8,714	-	8,714
Unearned Property Tax Revenue	940,776	-	940,776
Customer Deposits Payable	-	9,208	9,208
Compensated Absences:			
Due Within One Year	9,145	486	9,631
Due Beyond One Year	10,830	-	10,830
Capital Leases:			
Due Within One Year	-	-	-
Due Beyond One Year	-	-	-
Notes Payable:			
Due Within One Year	-	99,629	99,629
Due Beyond One Year	-	1,582,295	1,582,295
Net Pension Liability, Due Beyond One Year	144,490	43,159	187,649
Total Liabilities	<u>1,131,529</u>	<u>1,741,315</u>	<u>2,872,844</u>
Deferred Inflows of Resources			
Pension Related Items	5,488	1,640	7,128
Total Liabilities and Deferred Inflows of Resources	<u>1,137,017</u>	<u>1,742,955</u>	<u>2,879,972</u>
NET POSITION			
Net Invested in Capital Assets	1,099,360	1,637,369	2,736,729
Restricted for:			
Capital Projects	3,445	-	3,445
Unrestricted Net Position	861,664	839,971	1,701,635
Total Net Position	<u>\$ 1,964,469</u>	<u>\$ 2,477,340</u>	<u>\$ 4,441,809</u>

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

**CITY OF SKY VALLEY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities							
General Government	\$ 269,956	\$ 4,843	\$ 24,105	\$ 3	\$ (241,005)	\$ -	\$ (241,005)
Public Safety:							
Fire	58,000	-	-	-	(58,000)	-	(58,000)
Police and Courts	302,962	21,659	-	-	(281,303)	-	(281,303)
Public Works/Streets	236,098	50	-	-	(236,048)	-	(236,048)
Community Development:							
Promotions & Tourism	37,156	16,325	-	-	(20,831)	-	(20,831)
Economic Development	56,639	-	-	-	(56,639)	-	(56,639)
Housing & Development	18,592	14,778	-	-	(3,814)	-	(3,814)
Interest on Long-Term Debt	-	-	-	-	-	-	-
Total Governmental Activities	979,403	57,655	24,105	3	(897,640)	-	(897,640)
Business-Type Activities							
Water	414,654	426,279	-	-	-	11,625	11,625
Sanitation	128,992	192,279	-	-	-	63,287	63,287
Total Business-Type Activities	543,646	618,558	-	-	-	74,912	74,912
Total Primary Government	\$ 1,523,049	\$ 676,213	\$ 24,105	\$ 3	(897,640)	74,912	(822,728)
General Revenues							
Taxes:							
Property					995,615	-	995,615
Intangible and Transfer					10,561	-	10,561
Franchise					54,514	-	54,514
Beer and Wine					1,174	-	1,174
Insurance Premium					16,852	-	16,852
Business Taxes					2,758	-	2,758
Hotel/Motel Taxes					15,465	-	15,465
Unrestricted Investment Earnings					1,275	952	2,227
Miscellaneous					18,571	-	18,571
Gain on Sale of Assets					10,764	-	10,764
Transfers					-	-	-
Total General Revenues and Transfers					1,127,549	952	1,113,036
Change in Net Position					229,909	75,864	305,773
Net Position - Beginning, Restated					1,734,560	2,401,476	4,136,036
Net Position - Ending					\$ 1,964,469	\$ 2,477,340	\$ 4,441,809

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

**CITY OF SKY VALLEY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016**

	<u>Major Governmental Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>SPLOST Capital Projects Fund</u>	<u>Nonmajor Governmental Fund</u>	
ASSETS				
Cash and Cash Equivalents	\$ 1,917,701	\$ 3,445	\$ 55	\$ 1,921,201
Receivables, net	101,813	-	-	101,813
Due From Other Funds	-	-	-	-
Investments	-	-	-	-
Prepaid Items	1,722	-	-	1,722
TOTAL ASSETS	<u>\$ 2,021,236</u>	<u>\$ 3,445</u>	<u>\$ 55</u>	<u>\$ 2,024,736</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 17,574	\$ -	\$ -	\$ 17,574
Accrued Liabilities	8,714	-	-	8,714
Due to Other Funds	61,614	-	-	61,614
Unearned Property Tax Revenue	940,776	-	-	940,776
TOTAL LIABILITIES	<u>1,028,678</u>	<u>-</u>	<u>-</u>	<u>1,028,678</u>
FUND BALANCES				
Non-Spendable	1,722	-	-	1,722
Restricted for Capital Projects	-	3,445	-	3,445
Assigned to:				
Hotel/Motel	-	-	55	55
Unassigned Reported in:				
General Fund	990,836	-	-	990,836
TOTAL FUND BALANCES	<u>992,558</u>	<u>3,445</u>	<u>55</u>	<u>996,058</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,021,236</u>	<u>\$ 3,445</u>	<u>\$ 55</u>	

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

Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	1,099,360
Long-term liabilities are not due and payable in the current period, and therefore, are not reported in the funds:	
Compensated Absences	(19,975)
Net Pension Liability	(144,490)
The deferred outflows of resources and deferred inflows of resources related to the City's pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the funds:	
Deferred Outflows of Resources	39,004
Deferred Inflows of Resources	(5,488)
Net Position of Governmental Activities	<u>\$ 1,964,469</u>

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

CITY OF SKY VALLEY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Major Governmental Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>SPLOST Capital Projects Fund</u>	<u>Nonmajor Governmental Fund</u>	
REVENUES				
Taxes:				
Property	\$ 995,615	\$ -	\$ -	\$ 995,615
Intangible and Transfer	10,561	-	-	10,561
Franchise	54,514	-	-	54,514
Beer and Wine	1,174	-	-	1,174
Insurance Premiums	16,852	-	-	16,852
Business Taxes	2,758	-	-	2,758
Hotel/Motel Taxes	-	-	15,465	15,465
Licenses and Permits	17,715	-	-	17,715
Intergovernmental	24,105	-	-	24,105
Charges for Services	18,236	-	-	18,236
Fines and Forfeitures	21,659	-	-	21,659
Investment Earnings	1,269	3	6	1,278
Miscellaneous	18,616	-	-	18,616
TOTAL REVENUES	<u>1,183,074</u>	<u>3</u>	<u>15,471</u>	<u>1,198,548</u>
EXPENDITURES				
Current:				
General Government	270,786	-	-	270,786
Police and Courts	372,999	-	-	372,999
Fire	58,000	-	-	58,000
Public Works/Streets	253,563	-	-	253,563
Promotions & Tourism	30,916	-	-	30,916
Economic Development	56,639	-	6,241	62,880
Housing & Development	15,058	-	-	15,058
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	<u>1,057,961</u>	<u>-</u>	<u>6,241</u>	<u>1,064,202</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>125,113</u>	<u>3</u>	<u>9,230</u>	<u>134,346</u>
OTHER FINANCING SOURCES AND USES				
Proceeds From Sale of Assets	10,764	-	-	10,764
Transfers In	9,175	-	-	9,175
Transfers Out	-	-	(9,175)	(9,175)
TOTAL OTHER FINANCING SOURCES AND USES	<u>19,939</u>	<u>-</u>	<u>(9,175)</u>	<u>10,764</u>
NET CHANGES IN FUND BALANCES	145,052	3	55	145,110
FUND BALANCES - BEGINNING, Restated	<u>845,784</u>	<u>3,442</u>	<u>-</u>	<u>849,226</u>
FUND BALANCES - ENDING	<u>\$ 990,836</u>	<u>\$ 3,445</u>	<u>\$ 55</u>	<u>\$ 994,336</u>

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

**CITY OF SKY VALLEY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016**

Net Change in Fund Balances - Total Governmental Funds	\$	145,110
 Amounts reported for governmental activities in the Statement of Activities are different because:		
Government 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. This is the amount by which capital outlays (\$158,437) exceeded depreciation (\$63,307) in the current period.		95,130
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 sold and/or traded in during the current period.		(9,967)
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, compensated absences are included in the governmental funds only to the extent that they require the expenditure of current financial resources		1,655
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned, net of employee contributions is reported as pension expense. This is the amount by which cost of benefits earned, net of employee contributions (\$24,402) exceeded pension contributions (\$22,383)		<u>(2,019)</u>
 Change in Net Position of Governmental Activities	 \$	 <u><u>229,909</u></u>

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

CITY OF SKY VALLEY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (GAAP BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property	\$ 956,935	\$ 995,175	\$ 995,615	\$ 440
Intangible and Transfer	5,200	10,150	10,561	411
Franchise	52,000	54,400	54,514	114
Beer and Wine	900	1,100	1,174	74
Insurance Premium	14,000	16,850	16,852	2
Business Taxes	1,600	3,000	2,758	(242)
Licenses and Permits	12,700	17,155	17,715	560
Intergovernmental	25,080	3,000	24,105	21,105
Charges for Services	12,600	18,130	18,236	106
Fines and Forfeitures	1,000	10,500	21,659	11,159
Investment Earnings	1,500	1,100	1,269	169
Other Revenues	35,500	39,215	18,616	(20,599)
TOTAL REVENUES	<u>1,119,015</u>	<u>1,169,775</u>	<u>1,183,074</u>	<u>13,299</u>
EXPENDITURES				
Current:				
General Government	387,390	326,595	270,786	55,809
Police and Courts	289,515	381,947	372,999	8,948
Fire	58,000	58,000	58,000	-
Public Works/Streets	382,125	391,025	253,563	137,462
Promotions & Tourism	30,000	33,266	30,916	2,350
Economic Development	41,500	68,693	56,639	12,054
Housing & Development	25,485	19,160	15,058	4,102
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	<u>1,214,015</u>	<u>1,278,686</u>	<u>1,057,961</u>	<u>220,725</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(95,000)</u>	<u>(108,911)</u>	<u>125,113</u>	<u>234,024</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from Sale of Assets	-	10,750	10,764	14
Transfers In	95,000	98,161	9,175	(88,986)
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>95,000</u>	<u>108,911</u>	<u>19,939</u>	<u>(88,972)</u>
NET CHANGE IN FUND BALANCES	-	-	145,052	145,052
FUND BALANCES - BEGINNING, Restated	<u>744,305</u>	<u>745,905</u>	<u>845,784</u>	<u>99,879</u>
FUND BALANCES - ENDING	<u>\$ 744,305</u>	<u>\$ 745,905</u>	<u>\$ 990,836</u>	<u>\$ 244,931</u>

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

**CITY OF SKY VALLEY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2016**

		<u>Business-Type Activities - Enterprise Funds</u> <u>Water, Sewer, & Sanitation</u>
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$	773,513
Accounts Receivable, net		53,709
Due from Other Funds		61,614
Prepaid Expenses		515
Investments		-
TOTAL CURRENT ASSETS		<u>889,351</u>
NONCURRENT ASSETS		
Capital Assets:		
Land and Improvement		2,222
Depreciable Assets, net of Accumulated Depreciation		<u>3,317,071</u>
TOTAL NONCURRENT ASSETS		<u>3,319,293</u>
TOTAL ASSETS		<u>4,208,644</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related Items		<u>11,651</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES		<u>11,651</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable		6,538
Accrued Liabilities		486
Due to Other Funds		-
Customer Deposits Payable		9,208
Construction Loan		-
Capital Leases Payable		-
Notes Payable		99,629
TOTAL CURRENT LIABILITIES		<u>115,861</u>
NONCURRENT LIABILITIES		
Capital Leases		-
Notes Payable		1,582,295
Net Pension Liability		<u>43,159</u>
TOTAL NONCURRENT LIABILITIES		<u>1,625,454</u>
TOTAL LIABILITIES		<u>1,741,315</u>
DEFERRED INFLOWS OF RESOURCES		
Pension Related Items		<u>1,640</u>
TOTAL DEFERRED INFLOWS OF RESOURCES		<u>1,640</u>
NET POSITION		
Net Invested in Capital Assets		1,637,369
Restricted for Capital Projects		-
Unrestricted		<u>839,971</u>
TOTAL NET POSITION	\$	<u><u>2,477,340</u></u>

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

**CITY OF SKY VALLEY, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Business-Type Activities - Enterprise Funds	
	Water, Sewer, & Sanitation	
OPERATING REVENUES		
Water Fees	\$	426,279
Sanitation Fees		192,279
TOTAL OPERATING REVENUES		618,558
 OPERATING EXPENSES		
Water		217,431
Sanitation		117,395
Depreciation		186,889
TOTAL OPERATING EXPENSES		521,715
 OPERATING INCOME (LOSS)		96,843
 NON-OPERATING REVENUES (EXPENSES)		
Intergovernmental Revenue		-
Interest and Investment Revenue		952
Miscellaneous Revenue (Expenses)		-
Interest Expense		(21,931)
TOTAL NON-OPERATING REVENUES (EXPENSES)		(20,979)
 INCOME (LOSS) BEFORE TRANSFERS		75,864
Transfers In		-
Transfers Out		-
CHANGE IN NET POSITION		75,864
 NET POSITION - BEGINNING		2,401,476
 NET POSITION - ENDING	\$	2,477,340

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

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

	Business-Type Activities - Enterprise Funds
	Water and Sanitation Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers	\$ 589,873
Payments to Suppliers	(159,761)
Payments to or on Behalf of Employees	(143,539)
NET CASH PROVIDED FOR OPERATING ACTIVITIES	286,573
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers From Other Funds	-
Transfers to Other Funds	-
Loans to Other Funds	(221,484)
Loans from Other Funds	-
NET CASH PROVIDED FOR NON-CAPITAL FINANCING ACTIVITIES	(221,484)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Transfers In From Other Funds	-
Proceeds from Notes Payable	-
Principal Payments on Note Payables	(98,596)
Purchases of Capital Assets	-
Interest Paid	(21,931)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(120,527)
CASH FLOWS FROM INVESTING ACTIVITIES	
Investments Redeemed	-
Interest Earned	952
NET CASH USED FOR INVESTING ACTIVITIES	952
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(54,486)
CASH AND CASH EQUIVALENTS - BEGINNING	827,999
CASH AND CASH EQUIVALENTS - ENDING	\$ 773,513
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ 96,843
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:	
Depreciation Expense	186,889
Changes in Assets and Liabilities:	
Receivables, net	(7,830)
Prepaid Expenses	(515)
Deferred Outflows for Pension Items	(5,908)
Accounts Payables	6,538
Accrued Liabilities	(4,174)
Customer Deposit Payables	7,708
Net Pension Liability	9,238
Deferred Inflows for Pension Items	(2,216)
Net Cash Provided by Operating Activities	\$ 286,573

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

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Sky Valley, Georgia (the "City") was incorporated, under the laws of the State of Georgia, in 1986 and operates under an elected Mayor-Council form of government. The City provides such services as police protection, fire services, economic development services, parks and recreation amenities, planning and building inspection, municipal court services, public works, water and sewer services, sanitation services, and general and administrative services.

The financial statements of the City have been prepared in conformity with the accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the City (the primary government) organizations for which the primary government is considered to be financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

For financial reporting purposes, management has considered all potential component units. The decision whether to include a potential component unit in the reporting entity was made by applying the criteria set forth in generally accepted accounting principles (GAAP). The City has no component units.

GASB 14 defines the foundation of a primary government as its separately elected governing body; one that is elected by the citizens in a general population election. The primary government consists of all of the organizations that make up its legal entity. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are, for financial reporting purposes, part of the primary government. The primary government is also financially accountable for legally separate organizations if its officials appoint a voting majority of the organizations governing body and either imposes its will on the organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government.

The City has no relationships with legally separate organizations that are required to be included in the reporting entity for financial statement purposes. However, fire protection services are

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

provided by an independently organized volunteer group. The City supports this group paying a quarterly fee for their services.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Government-wide financial statements do not provide information by fund, but distinguish between the City's governmental activities and business-type activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The statement of net position will include non-current assets and non-current liabilities. In addition, the government-wide statement of activities reflects depreciation expense on the City's capital assets.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The **General Fund** is the City's primary operating fund. It is used to account for resources traditionally associated with the City, which are not required legally or by sound financial management to be accounted for in a different fund.

The **SPLOST Capital Projects Fund** accounts for the acquisition and construction of capital expenditures which are financed by the special purpose local option sales tax (SPLOST) proceeds from Rabun County.

The City reports its nonmajor governmental fund in a single column in the fund financial statements.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

The City reports the following major enterprise funds:

The ***Water and Sanitation Fund*** accounts for the operation of the water utility system and the activities associated with the collection of residential and commercial garbage. Activity is rendered on a user charge basis and the fund includes all revenues from sources applicable to the system's operations and all expenses of the operation.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the *economic resources measurement* focus and *the accrual basis* of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied. Other taxes are recognized predominately when the underlying transaction occurs. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement* focus and the *modified accrual basis* of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgements are recorded only when payments are due.

Property taxes, franchise taxes, business taxes, charges for services, and interest associated with the current year are all considered to be susceptible to accrual and so have been recognized as revenues in the current year. All other revenue items are considered to be measurable and available only when cash is received by the City.

In accordance with GASB Statement No. 33, "Accounting and Financial Reporting for Non-exchange Transactions," the corresponding assets (receivables) in non-exchange transactions are recognized in the period in which the underlying exchange occurs, when an enforceable legal claim has arisen, when all eligibility requirements have been met, or when resources are received, depending on the revenue source.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

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

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

Amounts reported as program revenue include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the government's enterprise fund are charges to customers for goods and services. Operating expenses of the enterprise funds include the costs of these goods and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. BUDGETS

Annual appropriated budgets are adopted for all funds. The budgets for the proprietary funds are for management control purposes and are not required to be reported. Budgets are adopted on a modified accrual basis, which is consistent with generally accepted accounting principles for governmental funds, except the capital projects funds, which adopt project-length budgets. All appropriations lapse at year end. Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is not employed by the City.

E. DEPOSITS AND INVESTMENTS

Georgia statutes authorize the City to invest in the following: (1) obligations of Georgia or any other state; (2) obligations of the United States; (3) obligations fully insured or guaranteed by the United States government or one of its agencies; (4) obligations of any corporation of the United States government; (5) prime bankers' acceptances; (6) the State of Georgia local government investment pool; (7) repurchase agreements; and (8) obligations of any other political subdivisions of the State of Georgia. Any investment or deposit in excess of the federal depository insured

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

amounts must be collateralized by an equivalent amount of state or U.S. obligations. For purposes of the statement of cash flows, all highly liquid investments with an original maturity of 3 months or less are considered to be cash equivalents. Investments are reported at fair value based on quoted market prices.

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with original maturities of 3 months or less from the date of acquisition.

F. RECEIVABLES

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Estimated unbilled revenues from the enterprise funds are recognized at the end of each fiscal year based on the amount of service provided prior to year end.

G. INTERFUND RECEIVABLES AND PAYABLES

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

H. INVENTORY

Inventories, consisting of expendable supplies, not held for resale are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

I. PREPAID ITEMS

Prepaid items consist of certain payments to vendors in which the costs are applicable to future accounting periods. These items are recognized as expenditures during the benefitting period in both the government-wide and fund financial statements.

J. CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, culverts, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

GASB Statement No. 34 required the City to report and depreciate new infrastructure assets effective with the year ended December 31, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are among the largest asset classes of the City. The City reported general infrastructure assets placed into service after January 1, 2003.

Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In the case of donations, the government values these capital assets at the estimated fair value of the item at the date of its donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized, but charged to operations when incurred. Upon sale or retirement of capital assets, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the assets constructed. No interest was capitalized during 2016.

K. COMPENSATED ABSENCES

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

L. LONG-TERM OBLIGATIONS

In the government-wide financial statements and the propriety fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or propriety fund statement of net position.

Proprietary fund type loans payable are reported as liabilities at their outstanding value. Loan issuance costs are reported as expenses when incurred.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

M. DEFERRED OUTFLOWS OF RESOURCES/DEFERRED INFLOWS OF RESOURCES

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category. The deferred outflow of resources relates to pensions. These amounts are described more fully below.

In addition to liabilities, the statement of net 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 City has one type of deferred inflows of resources which arise under the accrual basis of accounting that relates to pensions and is described below.

The City has deferred outflows and inflows of resources related to the recording of changes in its net pension liability. Certain changes in the net position liability are recognized as pension expense over time instead of being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the City's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining lives of plan members. Changes in actuarial assumption which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual returns on those investments is also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the City to the pension plan before year end but subsequent to the measurement date of the City's net pension liability are reported as deferred outflows of resources.

N. FUND EQUITY AND NET POSITION

Fund equity at the governmental fund financial reporting level is classified as fund balance. Fund equity for all other reporting is classified as net position.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

Fund Balance

In accordance with GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies governmental fund balances as follows:

Non-spendable – includes amounts that cannot be spent because they are either (a) not spendable in form (i.e., items that are not expected to be converted to cash like inventories and prepaid items) or are (b) legally or contractually required to be maintained intact. The City has not reported any amounts that are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, laws of other governments, or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the City Council, the City's highest level of decision making authority, which include the language "committed for the purpose of". Commitments may be modified or rescinded only through adoption of a subsequent resolution, which shall refer to the original resolution by its number. A resolution committing amounts must be adopted prior to the end of the fiscal year; however, the amount to be committed may be determined within 120 days of fiscal year end.

Assigned – includes amounts that the City intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Amounts may be assigned by the City Manager, under the authorization of the City Council, through a written memorandum. Amounts appropriated to eliminate a projected deficit in the subsequent fiscal year's budget shall constitute assignments and are documented by adoption of the City's annual operating budget. Equity amounts reported in special revenue funds or capital project funds not otherwise classified as non-spendable, restricted, or committed shall constitute assignments of fund balance.

Unassigned – includes amounts that do not fall into one of the above four categories. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The General Fund is the only fund that should report this category of fund balance.

For the purposes of fund balance classification, the City considers restricted amounts spent first when an expenditure is incurred for which both restricted and unrestricted fund balance is available. Additionally, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance can be used, then committed amounts are spent first, followed by assigned amounts, and then unassigned amounts.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in reporting which utilizes the economic resources measurement focus. Net position reported as net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by 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 the use of assets either through enabling legislation adopted by the City Council or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other amounts reported under net position are reported as unrestricted. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

O. MANAGEMENT ESTIMATES

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

1. Prior to January 1, the department heads submit to the City Council a proposed operating budget for each department for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at City Hall to obtain taxpayer comments.
3. Prior to December 31, the City Council approves the budget.
4. The City Manager is authorized to transfer budgeted amounts within departments within any fund; however, any revisions that alter the total expenditures of any department must be approved by the City Council.

Expenditures may not legally exceed budgeted appropriations at the department level in the General Fund. The enterprise fund adopts a budget at the fund level for management purposes. During the year, the supplementary budgetary appropriations made were not material.

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 3 – DEPOSITS

Credit Risk – The City’s policy is to adhere to the State statutes as it relates to credit risk for investments. State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. Government; obligations fully insured or guaranteed by the U.S. Government or by a government agency of the United States; obligations of any corporation of the U.S. Government; prime banker’s acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

Custodial Credit Risk – Deposits – Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. The State of Georgia requires financial institutions to pledge securities at 110% of a local government’s deposits. At December 31, 2016, all of the deposits of the City were fully collateralized in accordance with state statutes.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments. The City has not formally adopted an investment policy to address interest rate risk.

NOTE 4 – RECEIVABLES

The City receives property tax assessments from Rabun County, Georgia. Property taxes are levied on property values assessed as of January 1. Tax bills were levied on all real and personal property and mailed to taxpayers in October, and were due and payable on or before January 2017. After that date, both penalty and interest are accrued until the taxes are collected. Property taxes attach an enforceable lien on property as of May 2017. Property taxes are recorded as receivables and deferred revenues when assessed.

Receivables as of December 31, 2016 for the City’s individual major funds and non-major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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	General	Water & Sanitation
Receivables:		
Taxes	\$ -	\$ -
Accounts	101,813	78,697
Less allowance for Uncollectible	-	(24,988)
Net Total Receivables	\$ 101,813	\$ 53,709

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

During normal operations, the City will occasionally pay for goods and services or transfer monies between the general and enterprise fund (water and sanitation). All interfund balances are the result of a time lag between dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. As of December 31, 2016, the general fund owed the water and sanitation fund \$ 61,614.

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires them to the fund that statute or budget requires to expend them, and 2) use restricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers are eliminated in the government wide financial statements if the interfund transfer is within the governmental fund group or business-type group.

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

	(Transfers Out)	
Transfers In	General Fund	Hotel/Motel Tax Fund
General Fund	\$ 9,175	\$ (9,175)
	\$ 9,175	\$ (9,175)

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land and Improvements	\$ 251,739	\$ -	\$ -	\$ 251,739
Total assets, not being depreciated	<u>251,739</u>	<u>-</u>	<u>-</u>	<u>251,739</u>
Capital assets, being depreciated:				
Buildings	301,632	34,670	-	336,302
Infrastructure	468,223	-	-	468,223
Machinery & Equipment	288,153	32,125	-	320,278
Vehicles	102,972	91,642	(46,206)	148,408
Total assets, being depreciated	<u>1,160,980</u>	<u>158,437</u>	<u>(46,206)</u>	<u>1,273,211</u>
Less accumulated depreciation for:				
Buildings	(103,132)	(13,311)	-	(116,443)
Infrastructure	(3,252)	(15,191)	-	(18,443)
Machinery & Equipment	(226,199)	(17,229)	-	(243,428)
Vehicles	(65,939)	(17,576)	36,239	(47,276)
Total accumulated depreciation	<u>(398,522)</u>	<u>(63,307)</u>	<u>36,239</u>	<u>(425,590)</u>
Total assets, being depreciated, net	<u>762,458</u>	<u>95,130</u>	<u>(9,967)</u>	<u>847,621</u>
Governmental Activities				
Capital Assets, net	<u>\$ 1,014,197</u>	<u>\$ 95,130</u>	<u>\$ (9,967)</u>	<u>\$ 1,099,360</u>

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-Type Activities:				
Capital assets, not being depreciated:				
Land and Improvements	\$ 2,222	\$ -	\$ -	\$ 2,222
Total assets, not being depreciated	<u>2,222</u>	<u>-</u>	<u>-</u>	<u>2,222</u>
Capital assets, being depreciated:				
Buildings & Improvements	17,500	-	-	17,500
Machinery & Equipment	182,363	-	(22,831)	159,532
Vehicles	40,071	-	-	40,071
Infrastructure	5,126,982	-	-	5,126,982
Total assets, being depreciated	<u>5,366,916</u>	<u>-</u>	<u>(22,831)</u>	<u>5,344,085</u>
Less accumulated depreciation for:				
Buildings & Improvements	(15,750)	(584)	-	(16,334)
Machinery & Equipment	(76,801)	(11,597)	22,831	(65,567)
Vehicles	(32,988)	(2,500)	-	(35,488)
Infrastructure	(1,737,417)	(172,208)	-	(1,909,625)
Total accumulated depreciation	<u>(1,862,956)</u>	<u>(186,889)</u>	<u>22,831</u>	<u>(2,027,014)</u>
Total assets, being depreciated, net	<u>3,503,960</u>	<u>(186,889)</u>	<u>-</u>	<u>3,317,071</u>
Business-Type Activities Capital Assets, net	<u>\$ 3,506,182</u>	<u>\$ (186,889)</u>	<u>\$ -</u>	<u>\$ 3,319,293</u>

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

Governmental Activities:

General Government	\$ 11,932
Public Safety:	
Police and Courts	10,876
Public Works/Streets	36,966
Housing & Development	<u>3,533</u>
Total Depreciation Expense, Governmental Activities	<u>\$ 63,307</u>

Business-type Activities:

Water	\$ 175,292
Sanitation	<u>11,597</u>
Total Depreciation Expense, Business-type Activities	<u>\$ 186,889</u>

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 7 – LONG-TERM DEBT

Long-term liability activity for the year ended December 31, 2016, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 21,630		\$ (1,655)	\$ 19,975	\$ 9,145
Net Pension Liability	113,562	30,928	-	144,490	-
Governmental Activities					
Long-term Liabilities	<u>\$ 135,192</u>	<u>\$ 30,928</u>	<u>\$ (1,655)</u>	<u>\$ 164,465</u>	<u>\$ 9,145</u>
Business-Type Activities:					
Compensated Absences	\$ -	\$ 486	\$ -	\$ 486	\$ 486
Notes Payable	1,780,520	-	(98,596)	1,681,924	99,629
Net Pension Liability	33,921	9,238	-	43,159	-
Business-Type Activities					
Long-term Liabilities	<u>\$ 1,814,441</u>	<u>\$ 9,724</u>	<u>\$ (98,596)</u>	<u>\$ 1,725,569</u>	<u>\$ 100,115</u>

Business-Type Activities

Note Payables

The City's water and sanitation fund has two Georgia Environmental Finance Authority (GEFA) loans to improve and renovate portions of the water system. Note payables outstanding as of December 31, 2016 are as follows:

Loan	Interest Rate	Maturity Dates	Beginning Balance	Additions	Reductions	Ending Balance
GEFA DW09024	0.00%	12/1/2031	\$ 1,033,984	\$ -	\$ (64,624)	\$ 969,360
GEFA DW10018	3.00%	1/1/2033	746,536	-	(33,972)	712,564
Total Notes Payable			<u>\$ 1,780,520</u>	<u>\$ -</u>	<u>\$ (98,596)</u>	<u>\$ 1,681,924</u>

Annual debt service requirements to maturity for the note payables are as follows:

Year Ending December 31	Principal	Interest	Total
2017	\$ 99,629	\$ 20,898	\$ 120,527
2018	100,694	19,833	120,527
2019	101,791	18,736	120,527
2020	102,922	17,606	120,528
2021	104,086	16,441	120,527
2022-2026	539,183	63,454	602,637
2027-2031	574,104	28,534	602,638
2032-2033	59,515	1,047	60,562
Total	<u>\$ 1,681,924</u>	<u>\$ 186,549</u>	<u>\$ 1,868,473</u>

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 8 – PENSION PLAN

Plan Description

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

The City Council, in its role as Plan Sponsor, has the governing authority to establish and amend from time to time, the benefits provided and the contribution rates of the City and its employees. The Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. All employees, excluding elected officials, who work thirty hours or more per week are eligible to participate in the Plan immediately upon hiring, but will not be vested until 5 years of service. Benefits are provided by the Plan whereby retirees receive 1.25% multiplied by the average of the five highest years of regular earnings multiplied by the total credited years of service. Death benefits are calculated using an actuarial reserve.

As of July 1, 2016, the date the most recent actuarial valuation, there were 26 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	8
Terminated vested participants not yet receiving benefits	6
Active employees - Vested	10
Active employees - Non-vested	2
Total	<u>26</u>

Funding Policy

The plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the Plan, as adopted by the City

CITY OF SKY VALLEY, GEORGIA
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Council, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members, as determined by the City Council. For fiscal year 2016, the actuarially determined contribution rate was 6.14% of covered payroll. City contributions to the Plan were \$26,832 for the year ended December 31, 2016. Employees of the City do not contribute to the plan. For fiscal year 2017, based on July 1, 2016 actuarial valuation, the recommended contribution rate will be 6.16%.

Net Pension Liability of the City

At December 31, 2016, the City reported a liability of \$187,649 for its net pension liability. The City's net pension liability was measured as of July 1, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of March 31, 2016 with update procedures performed by the actuary to roll forward to the total pension liability measured as of July 1, 2016.

The changes in the components of the net pension liability of the City for the year ended December 31, 2016 were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at December 31, 2015	\$ 643,900	\$ 496,417	\$ 147,483
Changes for the Year:			
Service Cost	13,871	-	13,871
Interest	48,377	-	48,377
Differences Between Expected and Actual Experience	7,131	-	7,131
Contributions - Employer	-	30,273	(30,273)
Net Investment Income	-	1,577	(1,577)
Benefit Payments (Including Refunds of Employee Contributions)	(39,367)	(39,367)	-
Administrative Expense	-	(2,637)	2,637
Other	-	-	-
Net Changes	<u>30,012</u>	<u>(10,154)</u>	<u>40,166</u>
Balances at December 31, 2016	<u>\$ 673,912</u>	<u>\$ 486,263</u>	<u>\$ 187,649</u>

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

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

For the year ended December 31, 2016, the City recognized pension expense of \$31,677. At December 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 5,945	\$ (7,128)
Changes of Assumptions	879	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	23,707	-
City Contributions Subsequent to the Measurement Date	20,124	-
Total	<u>\$ 50,655</u>	<u>\$ (7,128)</u>

City contributions subsequent to the measurement date of \$20,124 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31:	
2017	\$ 4,579
2018	4,579
2019	4,579
2020	8,477
2021	1,189
Total	<u>\$ 23,403</u>

Actuarial Assumptions

The total pension liability in the March 31, 2016 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	3.25%
Salary Increases	3.75% - 8.00%, including inflation
Investment Rate of Return	7.75%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

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

**CITY OF SKY VALLEY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
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The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of March 31, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic Equity	45%	6.75%
International Equity	20%	7.45%
Global Fixed Income	5%	3.30%
Domestic Fixed Income	20%	1.75%
Real Estate	10%	4.55%
Cash	0%	
Total	<u>100%</u>	

* Rates shown are net of the 3.25% assumed rate of inflation

Discount Rate – The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member 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 plan members. Therefore, the long-term expected rate of return of pension plan investments was applied to all of the 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 net pension liability of the City, calculated using the discount rate of 7.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate 1 percentage point lower (6.75%) and 1 percentage point higher (8.75%) than the current rate.

	<u>1% Decrease (6.75%)</u>	<u>Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
City's Net Pension Liability	\$ 285,703	\$ 187,649	\$ 107,236

**CITY OF SKY VALLEY, GEORGIA
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Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2016 and the current sharing pattern of costs between employer and employee.

The required schedule of changes in the City's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

NOTE 9 – JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Georgia Mountains Regional Commission (GMRC) and is required to pay annual dues thereto. Membership in a GMRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organization structure of a regional commission. GMRC board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the GMRC. Separate financial statements may be obtained from the Georgia Mountains Regional Commission, P.O. Box 1720, Gainesville, Georgia 30503.

NOTE 10 – RISK MANAGEMENT

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

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

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the worker's compensation law of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by

**CITY OF SKY VALLEY, GEORGIA
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the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

Settled claims in the past three (3) years have not exceeded insurance coverage.

NOTE 11 – CONTINGENT LIABILITIES

Litigation

The City is involved in pending lawsuits in the normal course of the City's business. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the City.

Grant Contingencies

The City has received grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the City believes such disallowances, if any, will not be significant.

NOTE 12 – HOTEL/MOTEL OCCUPANCY TAX

The City imposes a hotel/motel tax on lodging facilities within the City. The tax was assessed at 5%. Revenues were \$15,465 for the year ended December 31, 2016. Of this amount, 40%, or \$6,241, was expended. Expenditures of the tax were used to promote tourism, conventions, and trade shows and for tourism product development as required by O.C.G.A. 48-13-51.

NOTE 13 – PRIOR PERIOD ADJUSTMENT

The City has determined that a restatement of the City's net assets is required to reflect corrections to the beginning balances for the following situations:

- The City did not capitalize its capital expenditures in 2015 in the amount of \$480,723. The biggest portion of this expenditure pertained to infrastructure for the paving of roads, parking lots, etc. for a total of \$468,223. The City also purchased an automobile in the amount of \$12,500. As a result, \$480,723 was added to the beginning balance of net assets for governmental activities, \$12,500 was added to the beginning balance of vehicles and \$468,223 was added to the beginning balance of infrastructure. Accumulated depreciation was also added to the beginning balance for infrastructure in the amount of \$3,252.

**CITY OF SKY VALLEY, GEORGIA
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This restatement impacts the governmental activities of the government-wide statements of the City as follows:

	Governmental Activities
Net Position as Previously Reported	\$ 1,257,089
Addition to Capital Assets:	
Infrastructure	468,223
Vehicles	12,500
Less Accumulated Depreciation not taken	(3,252)
Net Position as Restated	\$ 1,734,560

- The City also reported a negative residual amount as restricted in its nonmajor governmental fund in the prior year in error. Although the amount was minimal, (\$51), this amount was deducted from the beginning balance of the General Fund. The negative balance occurred as a result of a transfer to the General Fund in excess of \$51. This restatement impacts the General Fund's Statement of Revenues, Expenditures, and Changes in Fund Balances as follows:

	General Fund
Net Fund Balance as Previously Reported	\$ 845,835
General Fund Current Liabilities:	
Due to Other Fund	(51)
Net Fund Balance as Restated	\$ 845,784

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SKY VALLEY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS
December 31, 2016
(Unaudited)

	Fiscal Year End									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service Cost	\$ 13,871	\$ 19,223								
Interest	48,377	46,961								
Differences Between Expected and Actual Experience	7,131	(11,881)								
Changes of Assumptions	-	1,464								
Changes of Benefit Terms	-	-								
Benefit Payments, Including Refunds of Employee Contributions	(39,367)	(35,634)								
Net Change in Total Pension Liability	<u>30,012</u>	<u>20,133</u>								
Total Pension Liability, Beginning	<u>643,900</u>	<u>623,767</u>								
Total Pension Liability, Ending (a)	<u>\$ 673,912</u>	<u>\$ 643,900</u>								
Plan Fiduciary Net Position										
Contributions - Employer	\$ 30,273	\$ 39,625								
Net Investment Income	1,577	44,066								
Benefit Payments, Including Refunds of Employee Contributions	(39,367)	(35,634)								
Administrative Expense	(2,637)	(2,303)								
Other	-	-								
Net Change in Plan Fiduciary Net Position	<u>(10,154)</u>	<u>45,754</u>								
Plan Fiduciary Net Position, Beginning	<u>496,417</u>	<u>450,663</u>								
Plan Fiduciary Net Position, Ending (b)	<u>\$ 486,263</u>	<u>\$ 496,417</u>								
City's Net Pension Liability, Ending (a) - (b)	<u>\$ 187,649</u>	<u>\$ 147,483</u>								
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.16%	77.10%								
Covered-Employee Payroll	\$ 460,417	\$ 430,063								
City's Net Pension Liability as a Percentage of Covered-Employee Payroll	40.76%	34.29%								

(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 SKY VALLEY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
LAST 10 FISCAL YEARS
December 31, 2016
(Unaudited)

	Fiscal Year End									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially Determined Contribution	\$ 26,832	\$ 34,401								
Contributions in Relation of the Actuarially Determined Contribution	26,832	31,534								
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ 2,867</u>								
Covered-Employee Payroll	\$ 460,417	\$ 430,063								
Contributions as a Percentage of Covered-Employee Payroll	6.14%	7.33%								

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

CITY OF SKY VALLEY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 1

Valuation Date

The actuarially determined contribution was determined as of July 1, 2016, with an interest adjustment to the fiscal year. Contributions in relations to this actuarially determined contribution will be reported for the ending December 31, 2017

NOTE 2

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

Methods and assumptions used to determine contribution rates:

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

Actuarial Assumptions:

Net Investment Rate of Return	7.75%
Projected Salary Increases	3.25% plus service based merit increases
Cost of Living Adjustments	0.00%
Retirement Age	65
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 with sex-distinct rates
Plan Termination Basis	1994 Group Annuity Reserving Unisex Table

NOTE 3

Changes in Benefits

Effective January 1, 2015, the Plan was amended to provide for immediate participation for Employees. This change has no impact on service credited under the Plan and has no impact on benefits.

CITY OF SKY VALLEY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 4

Changes of Assumptions

As a result of the new administrative fee structure approved by the Board, the administrative expense assumption was updated for fiscal years beginning in 2016.

As a result of the plan change to provide immediate participation for Employees, for the fiscal year ending in 2015, the eligibility assumption has been changed from six month to immediate. The increase in the Plan's net pension liability is minimal and has been included in the differences between expected and actuarial experience.

Amounts reported for the fiscal year ending in 2015 and later reflect the following assumption changes approved by the Board in December 2014 based on the results of an actuarial experience study covering the period January 1, 2010 to June 30, 2014:

The mortality table for disabled participants was changed to remove the two-year set-forward for males and the one-year set-forward for females.

The turnover rates were updated to introduce select rates for service less than five years and to reduce the ultimate rate by 15% and to assume no turnover on and after age 55. The select period rates were further constrained to not be less than the ultimate rates.

The retirement rates where normal retirement is only available on or after age 65 were changed from the prior assumption of 100% at age 65 to the new assumption of 60% at ages 65 to 69 and 100% at age 70. Where normal retirement is available prior to age 65, the rates were changed from the prior assumption of 100% at earliest unreduced age, but not below age 60, to the new assumption of 10% at ages 55 to 59, 20% at age 60, 25% at age 61, 35% at age 62, 40% at age 63, 45% at age 64, 50% at ages 65 to 69, and 100% at age 70.

The inflation assumption was decreased from 3.50% to 3.25%.

The salary increase assumption was changed from select period rates during the first five years of service, followed by age-related rates to an assumption based on new service-related rates. Under the prior assumption, the salary increases ranged from 4.00% to 11.00% and included an inflation assumption of 3.50%. Under the new assumption, the salary increases range from 3.75% to 8.00% and include an inflation assumption of 3.25%.

SUPPLEMENTARY INFORMATION

CITY OF SKY VALLEY, GEORGIA
 SCHEDULE OF EXPENDITURES OF
 SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years Cumulative Expenditures</u>	<u>Current Year Expenditures</u>	<u>Total Cumulative Expenditures</u>	<u>Estimated Percentage of Completion</u>
RABUN COUNTY SPLOST						
Roads	\$ 350,000	\$ 350,000	\$ 350,000	\$ -	\$ 350,000	100%
TOTAL RABUN COUNTY SPLOST	<u>\$ 350,000</u>	<u>\$ 350,000</u>	<u>\$ 350,000</u>	<u>\$ -</u>	<u>\$ 350,000</u>	

COMPLIANCE SECTION



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854 WASHINGTON STREET, SUITE 200
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MIXON & ASSOCIATES
A Professional Corporation
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Independent Auditors' Report on Internal Control Over Financial Reporting and On Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Honorable Mayor, Members of the
City Council and City Manager
Of the City of Sky Valley, Georgia

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information of City of Sky Valley, Georgia (the "City") as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 30, 2017.

Internal Control over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2016-1 and 2016-2 to be significant deficiencies.

Compliance and Other Matters

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

City of Sky Valley, Georgia's Response to Findings

The City's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Mixon & Associates, CPAs

Mixon & Associates, CPAs
Clarkesville, Georgia
June 30, 2017

**CITY OF SKY VALLEY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

Financial Statement Findings

Finding 2016-1

Significant Deficiency in Internal Control Over Financial Reporting – Inadequate Segregation of Duties

Condition: The City lacks adequate segregation of duties due to the limited number of staff.

Criteria: Segregation of employees' duties is a common practice in an effective internal control structure. Segregation of duties is when specific employee functions related to important accounting areas such as, cash receipting and cash disbursements, are separated among different individuals to significantly reduce the risk that any one individual could intentionally or unintentionally misappropriate assets.

Effect: Failure to maintain adequate segregation of duties exposes the assets of the City to greater risk of misappropriation.

Recommendation: We recommend the City review its policies and procedures to determine where it can adequately segregate duties to alleviate the segregation of duties issues.

Management's Response: Management concurs with this finding. The City Manager will review the policies and procedures to determine the most efficient and effective solution to properly segregate duties.

Finding 2016-2

Significant Deficiency in Internal Control Over Financial Reporting – Inadequate Training for Preparation of Financial Statements

Condition: The City personnel may require additional training in the application of generally accepted accounting principles and the preparation of financial statements. Currently, the City relies on the external auditors for technical assistance in applying generally accepted accounting principles and the preparation of financial statements. This is common in governments in similar size and structure of the City. This does not indicate that the Finance Director is not trained to perform the daily accounting functions, but that the City has elected as a cost benefit to outsource

**CITY OF SKY VALLEY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

this expertise to their auditors. As required, we have indicated this finding as a significant deficiency in our Internal Control and Compliance Report.

Criteria: The City should possess the ability to prepare its own financial statements or have access to someone with adequate technical training and education to review the financial statements prepared by others.

Effect: The City does not possess adequate capabilities to prepare financial statements in accordance with accounting principles generally accepted in the United States.

Recommendation: The City should continue to receive training in identification and application of generally accepted accounting principles and the preparation of the City's financial statements.

Management's Response: Management concurs with this finding.



**CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2016**

Finding 2016-1 - Inadequate Segregation of Duties

Planned Corrective Action: We agree with this finding and will review our policies and procedures to determine where we can adequately segregate duties to alleviate these issues.

Name of Contact Person: Linda Lapeyrouse; Phone: (706)746-2204; Email: svcitymanager@windstream.net

Finding 2016-2 - Inadequate Training for Preparation of Financial Statements

Planned Corrective Action: We agree with this finding, and will continue to seek training for adequate preparation of our financial statements.

Name of Contact Person: Linda Lapeyrouse; Phone: (706)746-2204; Email: svcitymanager@windstream.net