

# **Comprehensive Annual Financial Report**

**DeKalb County, Georgia**



**Year Ended December 31, 2009**

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

DEKALB COUNTY, GEORGIA

YEAR ENDED DECEMBER 31, 2009

Prepared by:

Department of Finance

DEKALB COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 YEAR ENDED DECEMBER 31, 2009

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## **INTRODUCTORY SECTION**

**LETTER OF TRANSMITTAL  
CERTIFICATE OF ACHIEVEMENT  
PRINCIPAL OFFICIALS  
ORGANIZATIONAL CHART**



**DeKalb County, Georgia**  
**1300 Commerce Drive, Decatur, Georgia 30030**  
**(404) 371-2741 (404) 371-2750 FAX**

September 27, 2010

Chief Executive Officer and Members  
DeKalb County Board of Commissioners  
DeKalb County, Georgia

The Comprehensive Annual Financial Report (CAFR) of DeKalb County, Georgia, (DeKalb or the County) for the fiscal year ended December 31, 2009 is submitted herewith. This report is prepared in accordance with the requirements of the Act providing uniform standards for audits of municipalities and counties within the State of Georgia, approved April 21, 1967 (Ga. Laws 1967, p. 883) as amended by an Act approved March 28, 1968 (Ga. Laws 1968, p. 464).

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with U.S. generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial statement is complete and reliable in all material respects.

The County's financial statements have been audited by KPMG LLP, licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2009, are fairly presented in all material respects, in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls over compliance and compliance with certain provisions of laws, regulations, contracts and grant agreements, with special emphasis on the administration of federal awards. These reports are available in the County’s separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County’s MD&A can be found immediately following the report of the independent auditors.

### **Profile of the Government**

DeKalb County is an urban county providing a full range of services to 731,200 citizens. Included in these services are traditional county functions such as road maintenance and court-related activities, as well as a number of municipal services such as police, fire, solid waste collection and disposal, and water and sewer. There are ten incorporated municipalities within the County, including a portion of the City of Atlanta. The City of Dunwoody was created effective December 1, 2008. Those municipalities comprise approximately 18% of the total population of the County, and provide services to their citizens in varying degrees. Selected county demographic information is provided in the statistical section of this report.

A 1981 Act of the General Assembly of Georgia provides for distinct executive and legislative branches of County government. The executive branch is headed by the elected position of Chief Executive Officer (CEO). The legislative branch is made up of the Board of Commissioners, composed of seven members, which elects from its membership a Presiding Officer and Deputy Presiding Officer. The CEO has veto power, which may be overridden by a two-thirds majority vote of the Board of Commissioners. The Board of Commissioners has the power and authority to fix and establish, by appropriate resolution or ordinance (entered on its minutes), policies, rules and regulations governing all matters reserved to its jurisdiction. The CEO has exclusive power to supervise, direct and control the administration of the County government.

The financial statements, schedules, and statistical tables included in this report pertain to all functions and funds directly under the control of the DeKalb County CEO and Board of Commissioners. Also included are trust and agency funds administered and controlled by various elected or appointed officials, which are not reported upon by any other entity. The Board of Health and the Public Library are included as component units of the County. These component units are partially funded by the County, and derive significant funding from Federal and State grants and user fees. The Board of Health provides a broad range of physical health services, and the Public Library provides a wide range of information services. Both units ended the year in good financial positions.

Certain other entities are not included within the scope of this report. These exclusions consist of the DeKalb County Board of Education, the Fulton-DeKalb Hospital Authority, the Atlanta Regional Commission, the DeKalb Board of Family and Children Services, the DeKalb Community Service Board, the DeKalb Housing Authority and the Development Authority of DeKalb County. These entities are not considered component units and have not met the established criteria for inclusion in this report. However, any amounts appropriated for disbursement to these entities as well as any amounts for which the County has contractual liability have been included in the County's financial statements. The Fulton-DeKalb Hospital Authority and the Atlanta Regional Commission are considered joint ventures and summary financial information is provided in the notes to the financial statements.



Annual budgets are adopted by the Board of Commissioners each year for the General, Special Revenue and Debt Service Funds. The level of control (the level at which expenditures may not exceed appropriations) for each annual budget is the department level within each fund. Revenue and appropriation adjustments may be made when the Board of Commissioners approves property tax millage rates. Supplemental allocations can also be made by the Board of Commissioners from the County's General Fund contingency account to fund unforeseen expenditures within the County's Governmental Funds' departments. Individual departments are charged with operating within the scope of their allocated budget and intra-departmental transfers must be submitted for approval by the Finance Department and/or the Chief Executive Officer.

### **Factors Affecting Financial Condition**

Property tax income remained static reflecting a modest 1.2% decrease from 2008. At the end of 2009, the County's sales tax receipts decreased by 8.2% compared to 2008. The number of new construction permits decreased by 34% with nearly \$754,000,000 in construction value on building permits issued. The County's annual unemployment rate of 10.2% for 2009 compared to 7.7% in 2008. In accordance with the Homestead Option Sales Tax, the County has granted a homestead exemption on operating levies of 58.3% and 56.6% in 2008 and 2009, respectively. As a result of this exemption and other favorable conditions, the number of homestead properties in the County has increased from 125,000 in 1999 to 149,733 in 2009. Revenue from business related fees and taxes (hotel/motel, alcoholic beverage, business licenses and building permits) declined by \$5,282,435 (17.0%) during 2009 compared to 2008 primarily due to the incorporation of the City of Dunwoody.

DeKalb County is a mature County, which is mostly developed in many areas. The Atlanta metropolitan area, of which DeKalb is a part, serves as a center for banking, communications, transportation, accounting, insurance, and other services.

For 2009, there was a decrease in the major governmental, tax-supported budgets of 6.0%. The General Fund Balance at year-end was a deficit of (\$24,417,000), an increase in the deficit of \$14,595,000 from the previous year.

On December 1, 2008 the City of Dunwoody was created. The population of Dunwoody represents approximately 5 percent of the County, and the property tax digest in Dunwoody represents 11.8 percent of the County. Beginning in 2009, Dunwoody taxpayers did not pay for special district services such as Parks and Recreation, Police and Roads and Drainage. Intergovernmental agreements have been approved including one for Police services for a short term transition period. The County's revenue was impacted by the loss of business registration fees, excise taxes and fines in Dunwoody estimated to be \$18 million per year. The 2009 County Budget was adjusted accordingly.

Pursuant to State law, the County has received a Homeowners Tax Relief Grant each year based upon the number of homesteads multiplied by \$8,000 multiplied by the appropriate millage rates. The State withheld this grant in 2008 from all eligible organizations. The County received the grant in 2009 for 2008, after which it may be granted only under favorable economic conditions. The County received \$16 million from this grant.

In past years DeKalb relied heavily on the property tax as a primary revenue source as it did not have a local option sales tax. On March 18, 1997, the voters of the County approved a permanent one-percent Homestead Option Sales Tax (HOST), to be effective July 1, 1997. In 2009, 90% of this sales tax was used to reduce property taxes (in the form of a homestead exemption credit) collected for County operations (including General Government,

Fire Protection, Hospital Services and Special District Services) from homestead properties. In 2009, \$9.5 million was dedicated to capital outlay (infrastructure) projects from HOST funds.

In response to the rising cost of personnel, the County has completed an early retirement incentive program in April, 2010. As a result, 843 employees retired, the vast majority as of May 31, 2010, and the refilling of these vacated positions will be mainly in the areas of sworn public safety. The County will realize an annual reduction in salaries and benefits of approximately \$30 million in 2011. This will reduce the 2010 and 2011 budget requirements and allow for the adequate funding of pension obligations. The County's 2009 and 2010 budgets established unpaid holiday pay for one day in 2009 and seven days in 2010 to reduce expenses.

### **Cash management policies and practices**

The County maintains a pooled cash and investments account for most County funds through the State pool. The County seeks to obtain market rates of return on its investments, consistent with constraints imposed by its safety objectives, cash flow considerations, and Georgia state laws. Safety of principal is the foremost objective. Competitive bids are required on all County investments, that are not allocated to the State managed pool.

### **Risk Management and Employee Services**

DeKalb County has a Risk Management and Employee Services Division within its Finance Department. The focus of this office is to minimize loss to the County through data analysis and loss prevention programs, and to administer the County's surety, liability, and employee group insurance programs including workers' compensation. The number of workers' compensation claims decreased from 859 in 2008 to 844 in 2009, and the lost work days per 1,000 employees remains below national levels.

### **Pension and other post employment benefits**

The County sponsors a single-employer two-tiered defined benefit pension plan for all County employees. Each year, an independent actuary engaged by the Pension Board calculates the amount of the annual contribution that the County must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As of April 1, 2009, the date of the last actuarial report, the County's pension plan had funded 72% of the actuarial accrued liability of the plan. Effective September 1, 2005, new employees are covered by pension benefits that have been scaled back. Contribution rates from the employer and employees have been increased beginning during 2004 to maintain adequate funding levels.

The County currently offers to provide post employment health and life insurance benefits for all retirees. These benefits are financed on a pay-as-you-go basis. The County implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (OPEB) in fiscal year 2007. GASB Statement No. 45 establishes standards for the measurement, recognition and display of OPEB expense/expenditures and related liabilities (assets). GASB Statement No. 45 requires the financial reports of governments to provide a systematic, accrual-basis measurement of the annual OPEB cost. For 2009, the accrued OPEB expense was \$105,746,000 in the governmental funds, and \$32,282,000 in the business-type funds.

## Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to DeKalb County for its comprehensive annual financial report for the fiscal year ended December 31, 2008. This was the 34th consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

## Acknowledgments

The preparation of this report has been accomplished through the efficient and dedicated efforts of the entire staff of the Finance Department, particularly the Accounting Services Division, and through the cooperation of the various elected officials. I wish to express my sincere appreciation to everyone who contributed to the preparation of this report.

Respectfully submitted,



Joel Gottlieb  
Interim Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

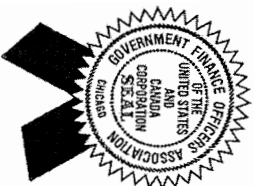
**DeKalb County  
Georgia**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

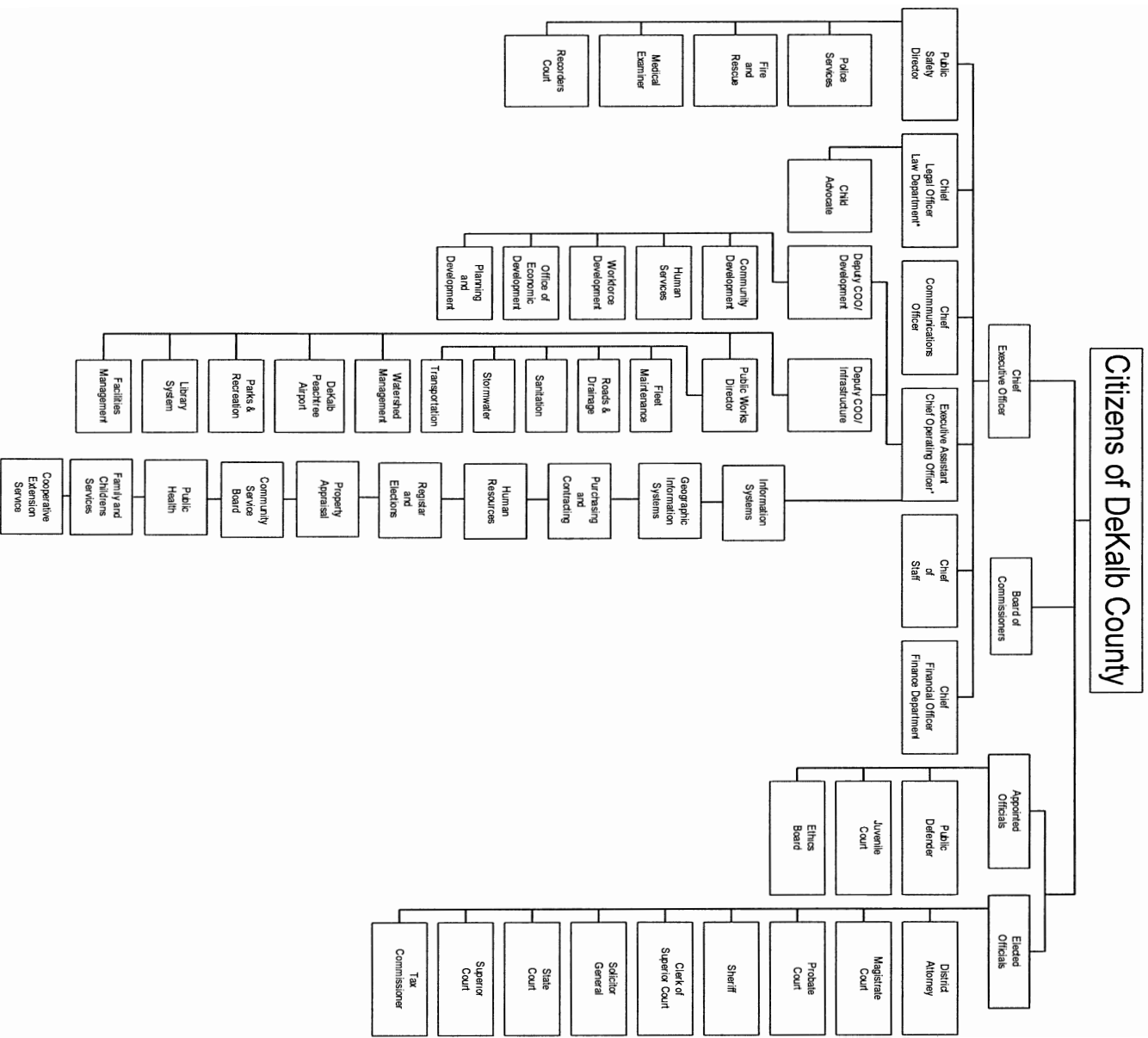


President



  
Executive Director

# DEKALB COUNTY ORGANIZATIONAL CHART



\*These positions are a dual report to the Board of Commissioners.

DeKalb County, Georgia

Chief Executive Officer

W. Burrell Ellis, Jr.

Board of Commissioners

Elaine Boyer  
Jeff Rader  
Larry Johnson, Presiding Officer  
Sharon Barnes Sutton  
Lee May, Deputy Presiding Officer  
Kathie Gannon  
Connie Stokes

District One  
District Two  
District Three  
District Four  
District Five  
District Six  
District Seven

Executive Assistant  
Chief Operating Officer  
Keith A. Barker

---

Department of Finance

Director  
Interim Director  
Deputy Director for:  
    Treasury and Accounting Services  
    Budget and Grants  
    Internal Audit and Licensing  
    Risk Management and Employee Services

Michael J. Bell (Retired)  
Joel I. Gottlieb  
  
Rhonda Y. Naadueba  
Russell W. Frankofsky (Retired)  
Eugene C. O'Mard (Retired)  
Nathan P. Fowler (Retired)



## FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
BASIC FINANCIAL STATEMENTS



KPMG LLP  
Suite 2000  
303 Peachtree Street, NE  
Atlanta, GA 30308-3210

### Independent Auditors' Report

Chief Executive Officer and Honorable Members  
of the Board of Commissioners  
DeKalb County, Georgia:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Georgia (the County) as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the County. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the DeKalb County Board of Health, which represent 66% and 68%, respectively, of the assets and revenue of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the DeKalb County Board of Health, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Georgia as of December 31, 2009, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Special Tax District – Designated Services Fund and the Special Tax District – Unincorporated Fund for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in note 15 to the accompanying financial statements, the County has certain risks associated with deficits in its general fund and in certain major funds and aggregate remaining fund information at December 31, 2009.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2010 on our consideration of the County'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages F2 through F15, the pension plan schedules of funding progress and employer contributions on page F57, and the other postemployment benefits schedules of funding progress and contributions to other postemployment benefits on page F58 are not a required part of the basic financial statements, but is supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining statements and schedules and introductory and statistical sections listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

**KPMG LLP**

September 27, 2010



## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of DeKalb County (DeKalb or the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2009.

### Financial Highlights

The assets of the County exceeded its liabilities at the close of the fiscal year by \$1,894,003,000 (*net assets*). There are negative unrestricted assets of (\$117,883,000) as all net assets are currently restricted to debt, capital assets and capital projects.

The County's total net assets decreased by \$45,169,000 during 2009. While the decline in revenue exceeded the decline in expenses, this was offset by a larger growth in capital assets. Governmental activities' net assets decreased by \$39,572,000 after transfers during 2009. Business-type funds experienced an decrease in net assets of \$5,597,000.

As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$182,051,000, a decrease of \$71,245,000 over the previous year. The decrease was due to revenue declines across the board and expenditures on capital projects. Fund balances in the General Fund and the combined Special Revenue Funds decreased while the combined Debt Service Funds experienced increases.

At the close of the fiscal year, unreserved fund balance for the General Fund was a negative (\$24,520,000).

The County acknowledges the urgency and criticality of reversing the trend of negative fund balances in certain funds, particularly the general fund, and building back adequate reserves. The current general fund deficit poses significant liquidity risk and potentially could increase the cost of any new bond issuances, and a reduction in services and service levels. The County currently limits its borrowings to fixed interest obligations for essential projects. In response, the County has implemented a number of major deficit reduction initiatives designed to reduce expenditures and increase revenues in 2010 and beyond.

In mid-2010, the County offered early retirement incentives to 1,200 eligible employees, resulting in 843 employees opting for early retirement and a reduction in annual salaries totaling more than \$30 million. In addition, the County's liability for unused vacation related to these employees was reduced and paid out by the Pension Fund. The Board of Commissioners eliminated all vacated positions, and authorized primarily the re-creation of certain critical public safety and business type activity positions. The County also implemented changes to the employee insurance programs to limit the growing cost of health insurance; this effort is on-going and is expected to continue to result in significant cost reductions. As a part of the 2010 budget, seven unpaid holidays were implemented, four of which were converted to furlough days. The County maintains absolute funds checking to mitigate the risk of unauthorized over-spending, and the CEO continues to direct activities under his office's control to eliminate unnecessary expenditures.

In mid-2010, the CEO and Board of Commissioners established a Revenue Enhancement Commission consisting of business representatives and community leaders. The Commission will complete its recommendations for new and enhanced revenues in the third quarter of 2010, with potential increases in hotel-motel taxes and business registration fees, identifying under-reported property values, and other revenue streams. House Bill 1221, adopted by the General Assembly in 2010, amended the application of the Homestead Option Sales Tax to include food items effective January 1, 2011. This amendment will potentially increase revenues by more than \$10 million annually. Other adopted State legislation will increase various fees charged by various courts starting in 2011. The County has devoted considerable attention to increasing revenues by the reduction of unpaid traffic fines, and implementing a paperless citation procedure and other court measures to streamline collections.

In the event that the deficit reduction initiatives described were to fall short of anticipated results, the county would evaluate other available options including additional tax levies.

The County's total debt relative to governmental activities decreased by \$32,194,000 during the fiscal year due to bond and capital lease retirement. In 2009, the County issued no additional debt and did not enter into any additional capital lease agreements.

## Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

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

The *statement of net assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, civil and criminal court system, planning and development, public works, human and community development, parks and recreation, library, and health and welfare activities. The business-type activities of the County include watershed system, sanitation, DeKalb Peachtree Airport, and the stormwater utility program.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate Board of Health and the Public Library Board for which the County is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages F16-F17 of this report.

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

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

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

The County maintains forty-four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances (deficit) for the general fund, the special tax district designated services fund, the special tax district unincorporated fund, and the 2006 Transportation, Parks and Libraries Bond Fund, which are considered to be major funds. Data from the other forty funds are combined into a single aggregated presentation.

The basic governmental fund financial statements can be found on pages F18-F24 of this report.

*Proprietary funds.* The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses *enterprise funds* to account for its watershed system fund, sanitation fund, DeKalb Peachtree Airport fund, and stormwater utility fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its vehicle maintenance fund, vehicle replacement fund, and risk management fund. Because the risk management fund predominantly benefits governmental activities rather than business-type functions, it has been included within governmental activities in the government-wide financial statements. Because the vehicle maintenance fund and vehicle replacement fund predominantly benefit business-type functions rather than governmental, they have been included within business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the watershed system fund and the sanitation fund. The DeKalb Peachtree Airport fund and stormwater utility fund are combined into a single aggregated presentation. Conversely, all three internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages F25-F27 of this report.

*Fiduciary funds.* Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages F28-F29 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages F32-F56 of this report.

### **Government-wide Financial Analysis**

In the government-wide financial statements, all of the activities of the County, aside from its discretely presented component units, are considered either governmental or business-type activities. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, government-wide assets exceeded liabilities by \$1,894,003,000 at the close of the fiscal year.

The basic financial statements include a reconciliation between the fiscal year 2009 governmental funds statement of revenues, expenditures, and changes in fund balances which reports a decrease of \$71.2 million in fund balances and the \$39.5 million decrease in net assets reported in the government-wide statement of activities, a difference of \$31.7 million.

Key elements of the reconciliation of these two statements are that the government-wide statement of activities report the issuance of debt as a liability, the purchases of capital assets as assets which are then charged to expense over their useful lives (depreciated) and changes in long-term liabilities as adjustments of expenses. Conversely, the governmental funds statements report the issuance of debt as an other financing source of funds, the repayment of debt as an expenditure, the purchase of capital assets as an expenditure and do not reflect changes in long-term liabilities.

Almost 98% of the County's net assets reflect its investment in capital assets (e.g., land, buildings, infrastructure, equipment, etc.), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (5%) represent resources that are subject to external restrictions on how they may be used. The remaining negative balance of unrestricted net assets (\$118 million) results since all are restricted to capital or other legal restrictions. As background from 2008 to 2009, there was a decrease in the County's unrestricted net assets due to the County's implementation of GASB Statement No. 45 which required the accrual of liabilities associated with OPEB costs totaling \$138,028,000 in 2009 and \$88,551,000 in 2008. The County will reevaluate the impact of OPEB costs for fiscal year 2010.

At the end of the current fiscal year, the County is able to report positive balances in two categories of net assets, both for the government as a whole as well as for its separate governmental and business-type activities.

**DeKalb County's Net Assets**  
**December 31, 2009 and 2008**  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 335,875	\$ 402,376	\$ 212,589	\$ 268,314	\$ 548,464	\$ 670,690
Capital assets	1,307,585	1,268,982	1,390,021	1,356,802	2,697,606	2,625,784
Total assets	<u>\$ 1,643,460</u>	<u>\$ 1,671,358</u>	<u>\$ 1,602,610</u>	<u>\$ 1,625,116</u>	<u>\$ 3,246,070</u>	<u>\$ 3,296,474</u>
Long-term liabilities (other than OPEB)	\$ 452,914	\$ 485,347	\$ 555,162	\$ 564,568	\$ 1,008,076	\$ 1,049,915
OPEB long-term liabilities	105,746	67,423	32,282	21,128	138,028	88,551
Other liabilities	144,814	139,030	61,149	79,806	205,963	218,836
Total liabilities	<u>\$ 703,474</u>	<u>\$ 691,800</u>	<u>\$ 648,593</u>	<u>\$ 665,502</u>	<u>\$ 1,352,067</u>	<u>\$ 1,357,302</u>
Net assets:						
Capital assets, net of related debt	\$ 996,928	\$ 969,556	\$ 906,295	\$ 897,769	\$ 1,903,223	\$ 1,867,325
Restricted	40,306	48,583	68,357	100,375	108,663	148,958
Unrestricted	(97,248)	(38,581)	(20,635)	(38,530)	(117,883)	(77,111)
Total net assets	<u>\$ 939,986</u>	<u>\$ 979,558</u>	<u>\$ 954,017</u>	<u>\$ 959,614</u>	<u>\$ 1,894,003</u>	<u>\$ 1,939,172</u>

In both the governmental and business-type activities, any increases or decreases in net assets relate to capital assets. The County continues to grow capital assets in the form of parks, libraries and transportation improvements funded by the 2006 General Obligation Bond issue. See more explanation of the capital asset activity in later sections of this analysis.

Net assets restricted for debt service government-wide increased by \$5,575,000 as interest payments declined from the prior year. Net assets restricted for grants in governmental funds increased by \$801,000 as new operating grant revenue exceeded expenditures.

The accumulation of net assets reported on the government-wide statements of net assets is a result of several factors. The following summarizes the main components of the net assets:

**Components of DeKalb County's Net Assets**  
**December 31, 2009 and 2008**  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>Net Assets Invested in Capital Assets, net of related debt</b>	\$ 996,928	\$ 969,556	\$ 906,295	\$ 897,769	\$ 1,903,223	\$ 1,867,325
<b>Net Assets restricted for:</b>						
Debt service	6,756	5,102	13,094	9,173	19,850	14,275
Grants	1,091	290	-	-	1,091	290
Capital projects	32,459	43,191	55,263	91,202	87,722	134,393
Total restricted net assets	40,306	48,583	68,357	100,375	108,663	148,958
<b>Unrestricted Net Assets (Deficit)</b>						
Unrestricted in governmental funds	(20,563)	(1,339)	-	-	(20,563)	(1,339)
Unrestricted in business-type funds	-	-	43,309	(14,256)	43,309	(14,256)
Unrestricted in internal service funds	8,609	10,210	11,052	32,348	19,661	42,558
Unearned revenue accruals	37,525	38,916	-	-	37,525	38,916
Certain long-term obligations that do not require current funding:						
OPEB obligation	(105,746)	(67,423)	(32,282)	(21,128)	(138,028)	(88,551)
Pension asset	24,947	22,946	-	-	24,947	22,946
Compensated absences	(36,260)	(35,869)	(6,166)	(6,276)	(42,426)	(42,145)
Deferred debt issuance costs	(5,275)	(5,722)	(4,761)	(4,782)	(10,036)	(10,504)
Claims and judgments	(485)	(300)	(8,665)	(4,000)	(9,150)	(4,300)
Landfill closure and postclosure cost	-	-	(21,690)	(19,004)	(21,690)	(19,004)
Pollution remediation obligation	-	-	(1,432)	(1,432)	(1,432)	(1,432)
Total unrestricted net assets (deficit)	(97,248)	(38,581)	(20,635)	(38,530)	(117,883)	(77,111)
<b>Total Net Assets</b>	<b>\$ 939,986</b>	<b>\$ 979,558</b>	<b>\$ 954,017</b>	<b>\$ 959,614</b>	<b>\$ 1,894,003</b>	<b>\$ 1,939,172</b>

**DeKalb County's Changes in Net Assets**  
**For the Years Ended December 31, 2009 and 2008**  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 110,349	\$ 120,978	\$ 254,538	\$ 235,409	\$ 364,887	\$ 356,387
Operating grants and contributions	26,258	22,569	-	-	26,258	22,569
Capital grants and contributions	13,666	19,244	1,499	9,290	15,165	28,534
<b>General revenues:</b>						
Property taxes	260,984	275,427	-	-	260,984	275,427
Sales taxes	86,978	95,350	-	-	86,978	95,350
Other taxes	75,444	86,983	-	-	75,444	86,983
Grants not restricted to specific programs	18,182	16,381	-	-	18,182	16,381
Other	8,601	2,278	465	4,708	9,066	6,986
<b>Total revenues</b>	<b>600,462</b>	<b>639,210</b>	<b>256,502</b>	<b>249,407</b>	<b>856,964</b>	<b>888,617</b>
<b>Expenses:</b>						
General government	113,045	115,683	-	-	113,045	115,683
Public safety	205,374	192,545	-	-	205,374	192,545
Civil and criminal court system	161,026	150,360	-	-	161,026	150,360
Planning and development	2,378	2,591	-	-	2,378	2,591
Public works	48,592	49,737	-	-	48,592	49,737
Human and community development	8,075	10,544	-	-	8,075	10,544
Parks and recreation	23,526	20,286	-	-	23,526	20,286
Library	13,510	14,696	-	-	13,510	14,696
Health and welfare	42,753	36,259	-	-	42,753	36,259
Interest on long-term debt	22,834	22,610	-	-	22,834	22,610
Bond issuance expense	221	234	-	-	221	234
Water	-	-	79,435	74,348	79,435	74,348
Sewer	-	-	101,098	94,624	101,098	94,624
Stormwater utility	-	-	13,054	20,090	13,054	20,090
Sanitation	-	-	63,390	59,094	63,390	59,094
Airport	-	-	3,822	3,219	3,822	3,219
<b>Total expenses</b>	<b>641,334</b>	<b>615,545</b>	<b>260,799</b>	<b>251,375</b>	<b>902,133</b>	<b>866,920</b>
Change in net assets before transfers	(40,872)	23,665	(4,297)	(1,968)	(45,169)	21,697
Transfers	1,300	4,680	(1,300)	(4,680)	-	-
<b>Change in net assets</b>	<b>(39,572)</b>	<b>28,345</b>	<b>(5,597)</b>	<b>(6,648)</b>	<b>(45,169)</b>	<b>21,697</b>
Net assets - beginning	979,558	951,213	959,614	966,262	1,939,172	1,917,475
<b>Net assets - ending</b>	<b>\$ 939,986</b>	<b>\$ 979,558</b>	<b>\$ 954,017</b>	<b>\$ 959,614</b>	<b>\$ 1,894,003</b>	<b>\$ 1,939,172</b>

In 2007 the County implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB)*. GASB Statement No. 45 establishes standards for the measurement, recognition and display of OPEB expense/expenditures and related liabilities and assets, note disclosures, and, if applicable, required supplementary information in the financial reports of state and local governmental employers. Prior to GASB Statement No. 45, most OPEB plans were reported on a pay-as-you-go basis and governments' financial statements did not report the financial effects of these postemployment benefits until paid.

GASB Statement No. 45 requires the financial reports of governments to provide a systematic, accrual-basis measurement of an annual OPEB cost. The following schedule displays the effect of GASB Statement No. 45 expenses as they appear in the Statement of Activities for the fiscal years 2009 and 2008.

**Government-wide Expenses by Functions/Programs  
For the Years Ended December 31, 2009 and 2008  
(in thousands of dollars)**

Functions/Programs	2009			2008		
	Expenses per Statement of Activities	GASB 45 Expenses	Expenses excluding GASB 45	Expenses per Statement of Activities	GASB 45 Expenses	Expenses excluding GASB 45
<b>Governmental:</b>						
General government	\$ 113,045	\$ 20,777	\$ 92,268	\$ 115,683	\$ 13,247	\$ 102,436
Public safety	205,374	40,532	164,842	192,545	25,843	166,702
Civil and criminal court system	161,026	28,598	132,428	150,360	18,234	132,126
Planning and development	2,378	417	1,961	2,591	266	2,325
Public works	48,592	8,344	40,248	49,737	5,320	44,417
Human and community development	8,075	2,269	5,806	10,544	1,447	9,097
Parks and recreation	23,526	4,809	18,717	20,286	3,066	17,220
Library	13,510	-	13,510	14,696	-	14,696
Health and welfare	42,753	-	42,753	36,259	-	36,259
Interest on long-term debt	22,834	-	22,834	22,610	-	22,610
Bond issuance expense	221	-	221	234	-	234
Total governmental expenses	<u>641,334</u>	<u>105,746</u>	<u>535,588</u>	<u>615,545</u>	<u>67,423</u>	<u>548,122</u>
<b>Business-type:</b>						
Water	79,435	8,841	70,594	74,348	6,023	68,325
Sewer	101,098	11,253	89,845	94,624	7,666	86,958
Stormwater utility	13,054	-	13,054	20,090	-	20,090
Sanitation	63,390	11,307	52,083	59,094	6,887	52,207
Airport	3,822	881	2,941	3,219	552	2,667
Total business-type expenses	<u>260,799</u>	<u>32,282</u>	<u>228,517</u>	<u>251,375</u>	<u>21,128</u>	<u>230,247</u>
Total expenses	<u>\$ 902,133</u>	<u>\$ 138,028</u>	<u>\$ 764,105</u>	<u>\$ 866,920</u>	<u>\$ 88,551</u>	<u>\$ 778,369</u>

### **Analysis of governmental activities**

Net assets of the governmental activities of the County decreased by \$39,572,000 in 2009. Property taxes accounted for 43% of the governmental activities revenues, sales taxes accounted for 14%, and charges for services accounted for an additional 18%. In 2009, operating grant revenue increased 16% or \$3.6 million due primarily to an increase in revenue applied to Public Safety for homeland security and drug control related grants.

Charges for services and fines and forfeitures decreased in areas of Civil and Criminal Court System and Planning and Development. There was a \$5.7 million decrease in revenue from the Recorders Court as the court had to write off old account receivables. New development was down, reducing permit fees. The County collected \$8 million less in sales tax, a 9% drop, due to the economic slow down. Property taxes declined by 5% as a result of lower assessments and significant volumes of foreclosure sales. Senate Bill #55 required consideration of foreclosure sales in setting assessments. House Bill #233 established a moratorium on reassessment increases for residential and commercial properties through 2011. Capital grants and contributions for Public Works decreased nearly \$5.6 million during 2009. Investment income increased nearly \$6.3 million during 2009 due to improving interest rates and a reduction in expenditures. Overall, total governmental activities revenue decreased by \$38.7 million or 6.1%.

Public safety expenses accounted for 32% of governmental activities expenses during 2009 and were used for police, fire and rescue services. The civil and criminal court system accounted for an additional 25% of the total expenses during 2009 for governmental activities. General government expenses, which represented 18% of the total expenses for governmental activities, included the general administration of the County such as management of finances, information systems, human resources, and facilities management, as well as the executive and legislative functions of County government. Public works, which includes the management of roads and transportation networks of the County, accounted for 8% of the total expenses of the governmental activities during 2009.

Salaries and employee benefits, which comprised 62% of the total governmental expenses in the tax funds, decreased 1.2% during 2009. In an effort to reduce the impact of the economic downturn on the tax funds and property taxes, the County eliminated annual pay merit increases and unfunded one holiday. The County also reduced positions in Parks and Recreation, Public Works, and Planning and Development.

The County continued these cost saving measures into 2010 by unfunding seven holidays for employees. The County also offered employees meeting certain criteria, an early retirement incentive program estimated to generate 750 retirements to which achieved 843 retirements. The program credits employees with 2 additional years of service and reimburses the employee for 1.5 times the accrued unused annual leave, up to a maximum of 480 hours.

While governmental revenues decreased 6.1%, governmental expenses increased only 1.8%. The result was a decrease in net assets after transfers from business-type activities of \$2.9 million. As the previous chart demonstrates, expenses associated with the 2007 implementation of GASB Statement No. 45 caused net assets to be considerably reduced.

### **Analysis of business-type activities**

Charges for services accounted for 99% of business-type activities revenues during 2009. Water expenses accounted for 30% of business-type activities expenses, sewer expenses accounted for 38%, sanitation services accounted for 25%, the stormwater utility program accounted for 6%, and the DeKalb Peachtree Airport accounted for 1% of expenses during 2009.

The Watershed System's metered sales increased by 18% in 2009 due to a phased in increase in rates and charges. Capital donations which comprise developer assessments, impact and tap fees, decreased 84% due to the continued downturn in residential and commercial development. In all, capital donations have declined \$15.9 million or 91% since 2007.



The DeKalb County Board of Commissioners increased overall water and sewer rates effective 2008, to be phased in over the subsequent 3 years. For the average residential customer, the rate change reflects an overall increase of 16% effective January, 2008, 16% effective January, 2009, 16% effective October, 2009, and 16% effective 2011. Drought conditions recently experienced in the southeast United States have generally caused water and sewer utilities to call for customers to reduce usage by 10%. This decrease will result in a revenue increase less than originally anticipated.

Total Watershed operating expenses decreased 1% and revenue including capital donations increased 16% from 2008 levels. Salaries and employee benefit expenses decreased 10% during 2009 as a result of the same cost costing measures listed above. The OPEB liability accounts for over 28% of the salaries and benefits expenses. The cost of industrial chemicals increased 84% during 2009 due to increased flows at the sewer plants and chemical inflation costs. The overall result was a \$2.5 million decrease in net assets during 2009.

Sanitation revenues increased \$5.2 million or 8% from 2008. Revenue in 2008 was lower due to a major write off of receivables deemed uncollectible. Sanitation held down costs by reducing new vehicle acquisition and a reduction in replacement of older vehicles. In sanitation, net assets increased \$7.5 million during 2009.

Airport revenues decreased by \$3.8 million or 43% from 2008. While rental fees remained steady, there was a large reduction in grant revenue. This contributed to a smaller increase in net assets of only \$1.5 million in 2009.

Stormwater utility revenue decreased \$4.8 million during 2009 due to a continuing decline in grant revenues from other governments. The stormwater fee generated an additional \$1.5 million in 2009. Expenses decreased \$8.2 million during 2009 as related grant construction projects were curtailed. These transactions contributed to a growth in net assets of \$5.2 million during 2009.

Net assets for the business-type activities decreased by \$5.6 million from 2008, primarily due to an increase of expenses over revenue. The implementation of GASB Statement No. 45 has reduced net assets of the business-type activities by \$32.2 million in 2009.

### **Analysis of the County's Funds.**

#### *Governmental Funds*

As noted earlier, the focus of the County's governmental fund statements is to provide information on near-term inflows, outflows, and balances of resources available to spend. In its general and special revenue funds, the County reported combined ending fund balance of negative (\$19,472,000) a decrease of \$18,423,000 from the prior year. Additionally, the governmental funds include the debt service and capital project funds with a total fund balance of \$201,523,000 which will be spent on outstanding debt and capital projects of the County. The 2006 Transportation, Parks and Libraries Bonds Fund represents 54% of this fund balance. In 2009 this Fund expended 25% of its prior year ending fund balance.

The general fund is the chief operating fund of the County. The unreserved, undesignated fund balance of the general fund was negative (\$24,520,000) as of December 31, 2009.

The fund balance deficit in the General Fund as of December 31, 2009 increased by \$14,595,000 from the prior year. The fund balances deficits of the Special Tax District – Unincorporated Fund and the Special Tax District - Designated Services Fund at December 31, 2009 were also negative, (\$5,714,000) and (\$4,321,000), respectively. The increases in the deficits were attributable to expenditures exceeding revenues and transfers to other funds.

As a result, the county has taken significant steps to reduce the size of its workforce and therefore, lowered operating expenditures by an annualized \$30 million discussed on page F9.

The reduction in fund balance of the 2006 Transportation, Parks, and Libraries Bond Fund during 2009, a decrease of \$36,151,000, was directly in proportion to the amount spent on capital projects for which the fund was established, less the interest earned on funds waiting to be spent. Significant progress was made on the construction of three new and five replacement libraries during 2009.

#### *Proprietary Funds*

Each of the proprietary funds has charges for its services as the major source of revenue within the fund with the expenses being predominately for salaries, employee benefits, and operating services and charges. Additionally, the Watershed System incurs significant expenses for interest on its long-term bonds and for depreciation of the capital assets of the system.

The County's proprietary funds report the activities of the watershed, sanitation, airport, and stormwater utility services within the County and report the same level of activity, with an overall increase in net assets of \$11,744,000 during 2009, as part of the business-type activities described earlier. A staged rate increase from 2008-2011 is intended to double revenues over that period. The increase is anticipated to facilitate an expanded capital improvement program geared primarily towards sewer treatment facility improvements. The Watershed System reports negative unrestricted net assets (\$44,194,000) as its net assets are all currently restricted to debt, capital assets, and capital projects.

The Sanitation Fund's net assets increased by \$7,545,000 during 2009 as revenues exceeded expenses for the year. A major write off of receivables deemed uncollectible due to age occurred in 2008, but was not necessary in 2009. The result was an increase in reportable revenue of \$5.2 million. Expenditure levels decreased by \$3.6 million due primarily to a reduction in the acquisition of new vehicles and subsequent reduction in vehicle maintenance charges.

The DeKalb Peachtree Airport had a small increase in net assets totaling \$1,533,000 as a result of revenues exceeding expenditures. Rental income was steady and expenses experienced a small decrease.

The Stormwater Utility Fund's assets increased \$5,193,000 during 2009. Revenues exceeded expenses but were down from 2008 due to a reduction in grant funding from the Georgia Emergency Management Agency.

#### **General Fund Budgetary Highlights**

Overall, General Fund revenue increased \$993,000 or 0.4% from 2008 levels. While sales tax overall declined, the portion deposited in the General Fund increased \$14 million. County-wide sales taxes were down \$8 million or 9% attributable to the economic recession. While property taxes overall decreased modestly by 0.5%, the portion deposited in the General Fund dropped \$8.2 million. Intergovernmental revenue increased \$10 million during 2009 as the Homestead Tax Relief Credit was received from the State.

There were no significant changes between the original and final amended revenue budgets during 2009. All departments were directed to reduce expenditures to match the anticipated revenue shortfalls. Each department's budget was reduced accordingly. Elimination of merit increases, unfunding an employee holiday and a freeze on new hires helped reduce personal services and employee benefits costs by \$7 million in the General Fund.

Funds availability monitoring against the annual budget within the County's automated purchasing and financial management information system was established at the absolute level which is the department level within each fund, the legal level of budget control in the County. In order for a department to receive a purchase order for goods or services, the automated purchasing system would determine whether funds were currently available within the requesting department's budget. Additionally, potential savings from vacant position salaries were excluded from discretionary spending categories such as purchased or contracted services and supplies. This prevents departments from purchasing more goods or services with salary savings.

The Office of Information Systems incurred expenditures significantly less than budget due to a reduction of maintenance and repair services contracts. Purchases of new equipment were also delayed. The Police Department also reduced maintenance and repair services contracts and supplies, resulting in a significant budgetary savings. The non-departmental expenses differs significantly from the final budget each year due to an unexpended budgetary reserve.

### **Capital Assets**

The County's investment in capital assets as of year-end amounts to \$2,697,606,000 (net of accumulated depreciation). The investment in capital assets includes land, land improvements, buildings, plants, infrastructure, vehicles and portable equipment, other equipment, leaseholds, and construction in progress. The County continued to purchase land in 2009 under the Greenspace Program and the 2006 General Obligation Bond program, adding \$3.4 million in land assets. Governmental infrastructure assets increased by \$11.6 million relating to roads, sidewalks, and drainage improvements funded by the same general obligation bonds. Construction in progress related to governmental activities increased \$26.0 million during 2009.

In 2007, the Watershed System placed into service a new 150 million gallon a day (MGD) water filtration treatment plant at a total construction cost of \$174 million. In 2009 construction was completed on the Chattahooche River Raw Water Intake Pump Station. The additional raw water transmission lines linking Intake Pump Station to the new plant are under construction. Readers should refer to note 5 of the financial statements for more information on capital asset activity.

Capital asset balances at year-end are as follows:

**Capital Assets**  
**December 31, 2009 and 2008**  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 234,865	\$ 231,452	\$ 42,428	\$ 42,428	\$ 277,293	\$ 273,880
Land improvements	24,891	24,680	137,315	133,838	162,206	158,518
Buildings	289,711	291,990	3,664	3,996	293,375	295,986
Plants	-	-	257,490	263,580	257,490	263,580
Infrastructure	517,212	505,642	535,188	533,557	1,052,400	1,039,199
Vehicles and portable equipment	-	-	54,264	50,047	54,264	50,047
Other equipment	21,565	21,991	36,474	40,099	58,039	62,090
Leaseholds	-	-	131,460	134,937	131,460	134,937
Construction in progress	219,341	193,227	191,738	154,320	411,079	347,547
Total	<u>\$ 1,307,585</u>	<u>\$ 1,268,982</u>	<u>\$ 1,390,021</u>	<u>\$ 1,356,802</u>	<u>\$ 2,697,606</u>	<u>\$ 2,625,784</u>

**Debt Administration**

DeKalb County's financial condition is measured by the current ratings of its bonds as of December 31, 2009:

	Moody's Investors Service	Standard and Poor's
General obligation	Aa1	AAA
Refunded general obligation	Aaa	AAA
Water and sewerage system revenue	Aa1	AA+
Refunded water and sewerage system revenue	Aaa	AAA
Certificates of participation	Aa2	AA+

In December 2009, the County's general obligation debt was rerated by Moody's as Aa1. Standard and Poor's upgraded the County's Water and Sewerage System revenue bonds debt to AA+ in 2009.

On a budget basis, \$24,635,000 of general obligation bonds were retired during the year. The County's gross principal amount, less debt retirement funds available on general obligation debt at year-end was \$345,347,000. The constitutional debt limit for general obligation bonds is 10% of the assessed value of taxable property within the County. Based on current gross assessed property values of \$27.0 billion, the County's net outstanding general obligation debt represented only 1.3% of gross assessed property values.

**Outstanding Debt**  
**December 31, 2009 and 2008**  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
General obligation bonds	\$ 356,745	\$ 381,380	\$ -	\$ -	\$ 356,745	\$ 381,380
Certificates of participation	20,010	21,055	-	-	20,010	21,055
Revenue bonds	86,915	89,975	538,990	550,235	625,905	640,210
Capital leases payments	5,920	9,374	381	718	6,301	10,092
Total	<u>\$ 469,590</u>	<u>\$ 501,784</u>	<u>\$ 539,371</u>	<u>\$ 550,953</u>	<u>\$ 1,008,961</u>	<u>\$ 1,052,737</u>

In terms of bonded debt per capita, the net direct general obligation debt outstanding at year-end decreased as a result of debt retirement to \$472.43 per capita, compared to \$523.87 in the previous year. Total direct and overlapping debt applicable to the County at December 31, 2009 was \$407,011,000, or \$556.63 per capita. This compares to \$605.73 at December 31, 2008. Details of direct and overlapping debt and legal debt margin are contained in the Statistical Section of this report.

Readers should refer to note 6 of the financial statements for more information on long-term debt activity.

#### **Economic Factors and Next Year's Budgets and Rates**

In accordance with the Homestead Option Sales Tax legislation, the County may allocate up to 20% of the previous year's receipts to capital outlay projects. In order to mitigate a potential tax burden, the 2009 Budget was adopted by the County providing for the use of only 10 percent, or \$9.5 million, for capital outlay projects. As a result of the decline in sales tax receipts, the Homestead Exemption Credit in 2009 decreased to 56.6% from 58.3%.

Primarily due to historically low home mortgage interest rates, the number of homestead properties in the County has increased from 125,000 in 1999 to 149,607 in 2009, or an increase of 19.7%. Population has increased from 610,000 in 1999 to 731,200 in 2009. This increase has impacted the need for services, especially in the areas of public safety and the business-type activities (sanitation and watershed).

The City of Dunwoody was created effective December 1, 2008. The population of Dunwoody represents approximately 5 percent of the County, and the property tax digest in Dunwoody represents 11.8 percent of the County. Starting in 2009, Dunwoody property taxpayers did not pay for special district services such as Parks & Recreation, Roads & Drainage and Police protection. Intergovernmental agreements have been approved, including the provision of Police services on a short term transition period. The County's revenues will also be impacted by the loss of business registration fees, excise fees and fines.

Pursuant to State law, the County had received a Homeowners Tax Relief Grant each year based upon the number of homestead multiplied by \$8,000 by the appropriate millage rates. The state withheld this grant in 2008 from all eligible governmental organizations. The County received the grant in 2009 for 2008, after which it may be granted only under favorable economic conditions. The County previously received approximately \$16.3 million per year, but does not anticipate receiving this grant in the next few years.

In 2006, a homestead freeze was approved by DeKalb voters pursuant to state law. The freeze exemption will be in effect from 2007 through 2011, unless extended. This allows homestead values to be frozen during this period for current owners. The revenue lost as a result of this legislation is approximately \$4-5 million each year.

### **Requests for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Finance Director, 1300 Commerce Drive, Decatur, Georgia 30030. 404-371-2741.

DeKalb County, Georgia  
Statement of Net Assets  
December 31, 2009  
(in thousands of dollars)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 241,423	\$ 80,586	\$ 322,009	\$ 7,560
Investments	-	-	-	793
Accounts receivable (net)	4,580	36,852	41,432	831
Taxes receivable (net)	47,356	-	47,356	-
Due from other governments	12,683	1,706	14,389	1,977
Inventories and prepaid items	2,910	5,288	8,198	90
Deferred bond issuance costs	1,976	3,709	5,685	-
Restricted assets:				
Cash and cash equivalents	-	84,448	84,448	205
Net pension assets	24,947	-	24,947	-
Capital assets not being depreciated	454,206	234,166	688,372	-
Capital assets net of accumulated depreciation	853,379	1,155,855	2,009,234	1,126
Total assets	<u>1,643,460</u>	<u>1,602,610</u>	<u>3,246,070</u>	<u>12,582</u>
<b>LIABILITIES</b>				
Accounts payable	43,749	9,771	53,520	272
Accrued interest payable	3,375	-	3,375	-
Other accrued liabilities	15,987	3,537	19,524	-
Advanced payments and deposits	3,247	222	3,469	-
Due to other governments	-	6,371	6,371	1,202
Due to others	1,513	-	1,513	-
Unearned revenue	4,538	902	5,440	146
Liabilities payable from restricted assets:				
Accrued interest on revenue bonds	-	6,661	6,661	-
Due to others	-	6,762	6,762	-
Noncurrent liabilities:				
Due within one year	72,405	26,923	99,328	312
Due in more than one year	558,660	587,444	1,146,104	1,179
Total liabilities	<u>703,474</u>	<u>648,593</u>	<u>1,352,067</u>	<u>3,111</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	996,928	906,295	1,903,223	1,080
Restricted for debt service	6,756	13,094	19,850	-
Restricted for grants	1,091	-	1,091	-
Restricted for capital projects	32,459	55,263	87,722	205
Unrestricted (deficit)	(97,248)	(20,635)	(117,883)	8,186
Total net assets	<u>\$ 939,986</u>	<u>\$ 954,017</u>	<u>\$ 1,894,003</u>	<u>\$ 9,471</u>

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

DeKalb County, Georgia  
Statement of Activities  
For the Year Ended December 31, 2009  
(in thousands of dollars)

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 113,045	\$ 30,535	\$ 6,407	\$ 124	\$ (75,979)	\$ -	\$ (75,979)	\$ -
Public safety	205,374	22,131	8,293	-	(174,950)	-	(174,950)	-
Civil and criminal court system	161,026	42,823	1,162	136	(116,905)	-	(116,905)	-
Planning and development	2,378	3,554	-	-	1,176	-	1,176	-
Public works	48,592	7,460	-	11,551	(29,581)	-	(29,581)	-
Human and community development	8,075	-	5,927	-	(2,148)	-	(2,148)	-
Parks and recreation	23,526	3,492	532	1,223	(18,279)	-	(18,279)	-
Library	13,510	-	-	631	(12,879)	-	(12,879)	-
Health and welfare	42,753	354	3,937	1	(38,461)	-	(38,461)	-
Bond issuance expense	221	-	-	-	(221)	-	(221)	-
Interest on long-term debt	22,834	-	-	-	(22,834)	-	(22,834)	-
Total governmental activities	<u>641,334</u>	<u>110,349</u>	<u>26,258</u>	<u>13,666</u>	<u>(491,061)</u>	<u>-</u>	<u>(491,061)</u>	<u>-</u>
Business-type activities:								
Water	79,435	72,343	-	660	-	(6,432)	(6,432)	-
Sewer	101,098	92,072	-	839	-	(8,187)	(8,187)	-
Sanitation	63,390	67,689	-	-	-	4,299	4,299	-
DeKalb Peachtree Airport	3,822	5,040	-	-	-	1,218	1,218	-
Stormwater	13,054	17,394	-	-	-	4,340	4,340	-
Total business-type activities	<u>260,799</u>	<u>254,538</u>	<u>-</u>	<u>1,499</u>	<u>-</u>	<u>(4,762)</u>	<u>(4,762)</u>	<u>-</u>
Total primary government	<u>\$ 902,133</u>	<u>\$ 364,887</u>	<u>\$ 26,258</u>	<u>\$ 15,165</u>	<u>(491,061)</u>	<u>(4,762)</u>	<u>(495,823)</u>	<u>-</u>
Component units:								
Board of health	30,140	11,834	14,481	-	-	-	-	(3,825)
Public library board	15,278	725	6	-	-	-	-	(14,547)
Total component units	<u>\$ 45,418</u>	<u>\$ 12,559</u>	<u>\$ 14,487</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,372)</u>
General revenues:								
Sales tax					86,978	-	86,978	-
Property tax					260,984	-	260,984	-
Motor vehicle tax					17,967	-	17,967	-
Hotel / motel tax					3,963	-	3,963	-
Alcoholic beverage tax					4,115	-	4,115	-
Insurance premium tax					29,040	-	29,040	-
Business license tax					20,359	-	20,359	-
Payments from primary government					-	-	-	17,768
Unrestricted investment earnings					8,601	465	9,066	31
Grants and contributions not restricted to specific programs					18,182	-	18,182	1,172
Miscellaneous					-	-	-	339
Transfers					1,300	(1,300)	-	-
Total general revenues and transfers					<u>451,489</u>	<u>(835)</u>	<u>450,654</u>	<u>19,310</u>
Change in net assets					<u>(39,572)</u>	<u>(5,597)</u>	<u>(45,169)</u>	<u>938</u>
Net assets - beginning					<u>979,558</u>	<u>959,614</u>	<u>1,939,172</u>	<u>8,533</u>
Net assets - ending					<u>\$ 939,986</u>	<u>\$ 954,017</u>	<u>\$ 1,894,003</u>	<u>\$ 9,471</u>

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



DeKalb County, Georgia  
Governmental Funds  
Balance Sheet  
December 31, 2009  
(in thousands of dollars)

	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	2006 Transportation, Parks, and Libraries Bonds	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 97,716	\$ 120,316	\$ 218,032
Taxes receivable (net)	9,108	3,256	28,998	-	5,994	47,356
Accounts receivable (net)	881	896	-	-	2,803	4,580
Due from other governments	-	-	-	733	11,950	12,683
Due from other funds	12,851	-	-	16,019	-	28,870
Inventories and prepaid items	103	-	-	-	-	103
Total assets	<u>\$ 22,943</u>	<u>\$ 4,152</u>	<u>\$ 28,998</u>	<u>\$ 114,468</u>	<u>\$ 141,063</u>	<u>\$ 311,624</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts and contracts payable	\$ 17,641	\$ 1,864	\$ 861	\$ 5,000	\$ 12,527	\$ 37,893
Other accrued liabilities	7,940	4,954	269	-	2,824	15,987
Advance payments and deposits	712	-	2,023	-	512	3,247
Due to other funds	16,019	1,458	1,792	-	9,601	28,870
Due to others	444	-	-	-	1,069	1,513
Deferred revenue	4,604	1,590	28,374	180	7,315	42,063
Total liabilities	<u>47,360</u>	<u>9,866</u>	<u>33,319</u>	<u>5,180</u>	<u>33,848</u>	<u>129,573</u>
Fund balances:						
Reserved for encumbrances	-	-	-	22,035	17,996	40,031
Reserved for inventories and prepaid items	103	-	-	-	-	103
Unreserved, reported in:						
General fund	(24,520)	-	-	-	-	(24,520)
Special revenue funds	-	(5,714)	(4,321)	-	11,977	1,942
Debt service funds	-	-	-	-	10,131	10,131
Capital projects funds	-	-	-	87,253	67,111	154,364
Total fund balances (deficit)	<u>(24,417)</u>	<u>(5,714)</u>	<u>(4,321)</u>	<u>109,288</u>	<u>107,215</u>	<u>182,051</u>
Total liabilities and fund balances	<u>\$ 22,943</u>	<u>\$ 4,152</u>	<u>\$ 28,998</u>	<u>\$ 114,468</u>	<u>\$ 141,063</u>	<u>\$ 311,624</u>

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

DeKalb County, Georgia  
 Reconciliation of the Governmental Funds Balance Sheet  
 to the Statement of Net Assets  
 (in thousands of dollars)

December 31, 2009

Total fund balances for governmental funds \$ 182,051

Total net assets reported for governmental activities in the Statement of Net Assets differs from total fund balances for governmental funds because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 1,307,585

An internal service fund is used by management to charge the costs of risk management to individual funds. The assets and liabilities of the risk management fund have been allocated to the governmental activities on the Statement of Net Assets. 8,609

Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the governmental funds. 37,525

Deferred bond issuance cost is not recognized as an asset in the governmental funds. 1,976

Deferred gain on debt refunding is not recognized as an asset in the governmental funds. 2,012

Net pension assets is not recognized as an asset in the governmental funds. 24,947

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the Statement of Net Assets.

Accrued interest on bonds	\$	(3,375)	
Contractual obligations payable		(5,920)	
Certificates of participation payable		(20,010)	
General obligation bonds payable		(356,745)	
Revenue bonds payable		(86,915)	
Unamortized premium on bonds payable		(9,263)	
Claims and judgments not accounted for in the internal service funds		(485)	
Net other postemployment benefits (OPEB)		(105,746)	
Compensated absences		(36,260)	
Total long-term liabilities		(624,719)	(624,719)

Total net assets of governmental activities \$ 939,986

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

DeKalb County, Georgia  
Governmental Funds  
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)  
For the Year Ended December 31, 2009  
(in thousands of dollars)

	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	2006 Transportation, Parks, and Libraries Bonds	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Taxes	\$ 186,915	\$ 54,290	\$ 50,378	\$ -	\$ 114,892	\$ 406,475
Licenses and permits	165	982	18,317	-	3,447	22,911
Use of money and property	252	-	5	2,176	8,430	10,863
Intergovernmental	16,287	4,272	-	507	41,684	62,750
Fines and forfeitures	12,003	-	18,165	-	2,702	32,870
Charges for services	26,638	3,906	-	-	6,315	36,859
Miscellaneous	11,464	1,226	-	-	16,184	28,874
Total revenues	<u>253,724</u>	<u>64,676</u>	<u>86,865</u>	<u>2,683</u>	<u>193,654</u>	<u>601,602</u>
<b>EXPENDITURES</b>						
Current:						
General government	79,548	4,627	1,591	-	9,472	95,238
Public safety	14,844	103,577	1,966	-	66,984	187,371
Civil and criminal court system	138,897	-	3,482	-	2,994	145,373
Planning and development	1,234	-	1,174	-	-	2,408
Public works	492	23,233	-	-	9,925	33,650
Human and community development	-	-	-	-	7,388	7,388
Parks and recreation	-	17,557	-	-	1,199	18,756
Library	10,639	-	-	-	-	10,639
Health and welfare	11,963	-	-	-	29,831	41,794
Debt service:						
Principal	4,315	-	-	-	29,341	33,656
Interest	1,202	-	-	-	20,839	22,041
Capital outlay:						
General government	-	-	-	-	10,711	10,711
Public safety	-	-	-	-	2,477	2,477
Civil and criminal court system	-	-	-	-	4,499	4,499
Public works	-	-	-	9,216	16,960	26,176
Parks and recreation	-	-	-	10,334	2,339	12,673
Library	-	-	-	19,284	-	19,284
Health and welfare	-	-	-	-	13	13
Total expenditures	<u>263,134</u>	<u>148,994</u>	<u>8,213</u>	<u>38,834</u>	<u>214,972</u>	<u>674,147</u>
Excess (deficiency) of revenues over expenditures	<u>(9,410)</u>	<u>(84,318)</u>	<u>78,652</u>	<u>(36,151)</u>	<u>(21,318)</u>	<u>(72,545)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	10,713	79,667	-	-	18,273	108,653
Transfers out	(15,898)	(226)	(79,667)	-	(11,562)	(107,353)
Total other financing sources (uses)	<u>(5,185)</u>	<u>79,441</u>	<u>(79,667)</u>	<u>-</u>	<u>6,711</u>	<u>1,300</u>
Net change in fund balance	(14,595)	(4,877)	(1,015)	(36,151)	(14,607)	(71,245)
Fund balance (deficit) - beginning	(9,822)	(837)	(3,306)	145,439	121,822	253,296
Fund balance (deficit) - ending	<u>\$ (24,417)</u>	<u>\$ (5,714)</u>	<u>\$ (4,321)</u>	<u>\$ 109,288</u>	<u>\$ 107,215</u>	<u>\$ 182,051</u>

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

DeKalb County, Georgia  
 Reconciliation of the Statement of Revenues, Expenditures,  
 And Changes in Fund Balances (Deficit) of Governmental Funds  
 To the Statement of Activities  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

Net change in fund balance (deficit) - Total Governmental Funds \$ (71,245)

The change in net assets reported for governmental activities in the Statement of Activities differs from net change in fund balance for total governmental funds because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and reported as depreciation expense over their estimated useful lives. This is the amount by which capital outlays (\$75,172, net of \$2,240 that was not capitalized due to capitalization thresholds) and donated infrastructure assets (\$251) exceeded depreciation (\$34,581) in the current period. 38,602

Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Assets, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the related long-term liability in the Statement of Net Assets. This adjustment combines the net changes of the following:

Repayments of bonds	\$ 28,740	
Amortization of bond issuance expense	(221)	
Amortization of premium on bond sales	1,070	
Amortization of loss on bond refunding	<u>(401)</u>	29,188

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is recognized under the modified accrual basis of accounting when it is due, rather than as it accrues. This adjustment combines the net changes of the following:

Net pension obligation	\$ 2,001	
Net other postemployment benefits (OPEB) obligations	(38,323)	
Claims and judgments	(185)	
Compensated absences	(391)	
Capital leases	3,454	
Accrued interest on bonds	<u>319</u>	(33,125)

Deferred revenue in governmental funds is susceptible to full accrual on the Statement of Activities. (1,391)

An internal service fund is used by management to charge the costs of risk management to individual funds. The net revenue of the risk management fund is reported within governmental activities. (1,601)

Change in net assets of governmental activities \$ (39,572)

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

DeKalb County, Georgia  
General Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual  
For the Year Ended December 31, 2009  
Non-GAAP Budget Basis (in thousands of dollars)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
<b>Revenues:</b>				
Property taxes	\$ 173,004	\$ 155,240	\$ 134,794	\$ (20,446)
Sales taxes	57,466	55,893	52,457	(3,436)
Other taxes	-	6,201	6,788	587
Licenses and permits	-	180	164	(16)
Intergovernmental	27,097	27,059	15,541	(11,518)
Charges for services	15,037	23,597	26,707	3,110
Fines and forfeitures	16,287	16,787	11,728	(5,059)
Investment income	2,677	2,602	363	(2,239)
Miscellaneous	4,193	4,065	11,459	7,394
Total revenues	<u>295,761</u>	<u>291,624</u>	<u>260,001</u>	<u>(31,623)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Chief executive officer	2,005	1,998	1,969	(29)
Board of commissioners	3,005	2,968	2,706	(262)
Law department	4,587	4,383	3,218	(1,165)
Ethics	1	1	0	(1)
Geographic information system	2,400	2,395	2,106	(289)
Facilities management	18,832	18,816	17,958	(858)
Purchasing	4,270	4,258	3,926	(332)
Human resources and merit system	4,047	4,040	2,997	(1,043)
Office of information systems	23,093	20,861	20,345	(516)
Finance	6,418	6,390	6,090	(300)
Property appraisal and assessments	4,844	4,830	4,330	(500)
Tax commissioner	7,173	7,155	6,994	(161)
Registrar and elections	1,823	1,821	1,478	(343)
Economic development	1,203	1,200	1,100	(100)
Cooperative extension	1,032	1,029	975	(54)
Citizens' help center	855	613	597	(16)
Non-departmental	25,151	22,302	11,966	(10,336)
Total general government	<u>110,739</u>	<u>105,060</u>	<u>88,755</u>	<u>(16,305)</u>
<b>Public safety:</b>				
Police	5,531	5,246	3,193	(2,053)
Fire and rescue services	16,213	16,167	15,242	(925)
Total public safety	<u>21,744</u>	<u>21,413</u>	<u>18,435</u>	<u>(2,978)</u>
<b>Civil and criminal court system:</b>				
Sheriff	74,990	74,745	74,035	(710)
Juvenile court	9,865	8,457	8,234	(223)
Superior court	8,858	8,837	8,663	(174)
Clerk, superior court	5,300	5,285	5,136	(149)
State court	12,404	12,345	12,184	(161)
Solicitor, state court	5,070	4,957	4,718	(239)
District attorney	12,092	11,701	11,300	(401)
Child advocate	1,769	1,763	1,677	(86)
Probate court	1,729	1,723	1,682	(41)
Medical examiner	2,646	2,642	2,285	(357)
Public defender	6,797	6,774	6,602	(172)
Magistrate court	2,512	2,506	2,476	(30)
Total civil and criminal court system	<u>144,032</u>	<u>141,735</u>	<u>138,992</u>	<u>(2,743)</u>

(Continued)

DeKalb County, Georgia  
General Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual  
For the Year Ended December 31, 2009  
Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Expenditures (continued):				
Current (continued):				
Planning and development	\$ 1,674	\$ 1,670	\$ 1,300	\$ (370)
Public works:				
Administration	513	511	483	(28)
Library system	12,855	12,819	10,574	(2,245)
Health and welfare:				
Public health	5,164	5,164	5,114	(50)
Community service board	2,256	2,256	2,256	-
Human and community development	5,601	3,561	2,848	(713)
Family and children services	1,905	1,905	1,905	-
Total health and welfare	14,926	12,886	12,123	(763)
Total expenditures	306,483	296,094	270,662	(25,432)
Excess (deficiency) of revenues over expenditures	(10,722)	(4,470)	(10,661)	(6,191)
Other financing sources (uses):				
Transfers in	11,569	10,276	10,713	437
Transfers out	(10,969)	(15,928)	(15,898)	30
Excess (deficiency) of revenues and other sources over expenditures and other uses	(10,122)	(10,122)	(15,846)	(5,724)
Fund balance (deficit), beginning of year	10,122	10,122	(9,822)	(19,944)
Fund balance (deficit), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>(25,668)</u>	<u>\$ (25,668)</u>
Explanation of differences between budget basis and GAAP:				
Deficiency of revenues and other sources over expenditures and other uses - budget basis			\$ (15,846)	
Differences - budget basis to GAAP:				
Due to revenues:				
Accrued receivables 12-31-2008			(15,262)	
Accrued receivables 12-31-2009			4,691	
Deferred revenues 12-31-2008			5,302	
Deferred revenues 12-31-2009			(4,604)	
Due to expenditures:				
Accrued payables 12-31-2008			26,432	
Accrued payables 12-31-2009			(24,197)	
Due to encumbrances 12-31-2009			8,889	
Net change in fund balance (deficit) - GAAP basis			<u>\$ (14,595)</u>	

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

DeKalb County, Georgia  
 Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual  
 For the Year Ended December 31, 2009  
 Non-GAAP Budget Basis (in thousands of dollars)

	Major Special Revenue Funds Special Tax District - Designated Services				Major Special Revenue Funds Special Tax District - Unincorporated			
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
<b>Revenues:</b>								
Property taxes	\$ 61,141	\$ 58,101	\$ 54,186	\$ (3,915)	\$ 661	\$ -	\$ 305	\$ 305
Sales taxes	2,020	1,799	1,748	(51)	50,487	14,221	14,863	642
Other taxes	-	-	-	-	-	36,817	35,355	(1,462)
Licenses and permits	896	896	982	86	18,550	18,740	18,337	(403)
Intergovernmental	6,319	6,319	4,272	(2,047)	-	-	-	-
Charges for services	2,950	2,980	3,906	926	190	-	-	-
Fines and forfeitures	-	-	-	-	21,444	21,444	18,165	(3,279)
Investment income	(148)	(250)	(163)	87	350	350	11	(339)
Miscellaneous	205	277	344	67	-	-	(20)	(20)
<b>Total revenues</b>	<u>73,383</u>	<u>70,122</u>	<u>65,275</u>	<u>(4,847)</u>	<u>91,682</u>	<u>91,572</u>	<u>87,016</u>	<u>(4,556)</u>
<b>Expenditures:</b>								
<b>Current:</b>								
General government:								
Chief executive officer	-	-	-	-	313	313	315	2
Finance	-	-	-	-	962	958	875	(83)
<b>Total general government</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,275</u>	<u>1,271</u>	<u>1,190</u>	<u>(81)</u>
Public safety:								
Police	109,771	106,707	104,422	(2,285)	-	-	-	-
Code enforcement	-	-	-	-	-	2,192	1,961	(231)
<b>Total public safety</b>	<u>109,771</u>	<u>106,707</u>	<u>104,422</u>	<u>(2,285)</u>	<u>-</u>	<u>2,192</u>	<u>1,961</u>	<u>(231)</u>
Civil and criminal court system - recorders court	-	-	-	-	4,021	3,957	3,720	(237)
Planning and development	-	-	-	-	2,225	1,427	1,351	(76)
Public works:								
Transportation	4,708	4,697	3,176	(1,521)	-	-	-	-
Roads and drainage	21,866	21,752	22,045	293	1,436	-	-	-
<b>Total public works</b>	<u>26,574</u>	<u>26,449</u>	<u>25,221</u>	<u>(1,228)</u>	<u>1,436</u>	<u>-</u>	<u>-</u>	<u>-</u>
Parks and recreation	20,537	20,296	18,559	(1,737)	-	-	-	-
Arts, culture, and entertainment	109	52	45	(7)	-	-	-	-
Miscellaneous:								
Non-departmental	4,580	4,579	4,577	(2)	194	194	153	(41)
Total miscellaneous	4,580	4,579	4,577	(2)	194	194	153	(41)
<b>Total expenditures</b>	<u>161,571</u>	<u>158,083</u>	<u>152,824</u>	<u>(5,259)</u>	<u>9,151</u>	<u>9,041</u>	<u>8,375</u>	<u>(666)</u>
Excess (deficiency) of revenues over expenditures	(88,188)	(87,961)	(87,549)	412	82,531	82,531	78,641	(3,890)
Other financing sources (uses):								
Transfers in	83,943	83,943	79,667	(4,276)	-	-	-	-
Transfers out	-	(227)	(226)	1	(83,346)	(83,346)	(79,667)	3,679
Excess (deficiency) of revenues and other sources over expenditures and other uses	(4,245)	(4,245)	(8,108)	(3,863)	(815)	(815)	(1,026)	(211)
Fund balance (deficit), beginning of year	4,245	4,245	(837)	(5,082)	815	815	(3,306)	(4,121)
Fund balance (deficit), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,945)</u>	<u>\$ (8,945)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,332)</u>	<u>\$ (4,332)</u>
<b>Explanation of differences between budget basis and GAAP:</b>								
Deficiency of revenues and other sources over expenditures and other uses - budget basis			\$ (8,108)				\$ (1,026)	
Differences - budget basis to GAAP:								
Due to revenues:								
Accrued receivables 12-31-2008			(3,108)				(29,555)	
Accrued receivables 12-31-2009			2,319				28,998	
Deferred revenues 12-31-2008			1,536				28,786	
Deferred revenues 12-31-2009			(1,590)				(28,374)	
Due to expenditures:								
Accrued payables 12-31-2008			6,502				900	
Accrued payables 12-31-2009			(6,396)				(1,114)	
Due to encumbrances 12-31-2009			3,968				370	
Net change in fund balance (deficit) - GAAP basis			<u>\$ (4,877)</u>				<u>\$ (1,015)</u>	

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

DeKalb County, Georgia  
Proprietary Funds Statement of Net Assets  
December 31, 2009  
(in thousands of dollars)

	Watershed System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 14,959	\$ 33,266	\$ 13,658	\$ 61,883	\$ 42,094
Restricted cash and cash equivalents	11,566	-	-	11,566	-
Accounts receivable (net)	31,861	4,512	479	36,852	-
Due from other funds	637	-	-	637	1,316
Due from other governments	575	-	1,131	1,706	-
Inventories and prepaid items	3,062	-	-	3,062	5,033
Total current assets	<u>62,660</u>	<u>37,778</u>	<u>15,268</u>	<u>115,706</u>	<u>48,443</u>
Noncurrent assets:					
Restricted cash and cash equivalents	72,882	-	-	72,882	-
Deferred bond issuance costs	3,709	-	-	3,709	-
Capital assets (net)	1,145,301	102,017	87,760	1,335,078	54,943
Total noncurrent assets	<u>1,221,892</u>	<u>102,017</u>	<u>87,760</u>	<u>1,411,669</u>	<u>54,943</u>
Total assets	<u>1,284,552</u>	<u>139,795</u>	<u>103,028</u>	<u>1,527,375</u>	<u>103,386</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	4,961	829	777	6,567	9,060
Claims and judgments payable, current portion	8,665	-	-	8,665	6,880
Obligation under capital leases, current portion	-	-	-	-	351
Compensated absences payable	3,271	2,084	103	5,458	708
Other accrued liabilities	1,898	1,211	61	3,170	367
Advance payments and deposits	188	-	34	222	-
Due to other governments	6,371	-	-	6,371	-
Due to other funds	-	-	637	637	1,316
Deferred revenue	-	-	902	902	-
Payable from restricted assets:					
Revenue bonds payable, current portion	11,705	-	-	11,705	-
Accrued interest on revenue bonds	6,661	-	-	6,661	-
Due to others	6,762	-	-	6,762	-
Total current liabilities	<u>50,482</u>	<u>4,124</u>	<u>2,514</u>	<u>57,120</u>	<u>18,682</u>
Noncurrent liabilities:					
Claims and judgments payable, long-term portion	-	-	-	-	4,853
Landfill closure and postclosure cost	-	21,690	-	21,690	-
Pollution remediation obligation	-	1,432	-	1,432	-
Obligation under capital leases, long-term portion	-	-	-	-	30
OPEB Obligation	16,286	9,951	828	27,065	5,217
Revenue bonds payable, long-term portion	527,285	-	-	527,285	-
Unamortized premium on bonds payable	25,744	-	-	25,744	-
Deferred loss on debt refunding	(20,983)	-	-	(20,983)	-
Total noncurrent liabilities	<u>548,332</u>	<u>33,073</u>	<u>828</u>	<u>582,233</u>	<u>10,100</u>
Total liabilities	<u>598,814</u>	<u>37,197</u>	<u>3,342</u>	<u>639,353</u>	<u>28,782</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	661,575	102,017	87,760	851,352	54,943
Restricted for debt service	13,094	-	-	13,094	-
Restricted for capital projects	55,263	-	-	55,263	-
Unrestricted (deficit)	(44,194)	581	11,926	(31,687)	19,661
Total net assets	<u>\$ 685,738</u>	<u>\$ 102,598</u>	<u>\$ 99,686</u>	<u>888,022</u>	<u>\$ 74,604</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				65,995	
Net assets of business-type activities				<u>\$ 954,017</u>	

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



DeKalb County, Georgia  
 Proprietary Funds  
 Statement of Revenues, Expenses, and Changes in Net Assets  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

	Watershed System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating revenues:					
Metered sales	\$ 162,877	\$ -	\$ -	\$ 162,877	\$ -
Collection and disposal fees	-	67,607	-	67,607	-
Rental fees	-	-	4,525	4,525	-
Intergovernmental	-	-	8,343	8,343	128
Charges for services	-	-	9,566	9,566	118,569
Miscellaneous	1,538	82	-	1,620	523
Total operating revenues	<u>164,415</u>	<u>67,689</u>	<u>22,434</u>	<u>254,538</u>	<u>119,220</u>
Operating expenses:					
Salaries and employee benefits	58,681	38,250	2,184	99,115	10,764
Supplies	10,030	2,419	230	12,679	15,646
Operating services and charges	36,059	15,513	12,747	64,319	96,620
Leasehold operating expenses	16,015	-	-	16,015	-
Miscellaneous	2,005	988	-	2,993	284
Depreciation and amortization	33,776	2,078	612	36,466	14,661
Labor, overhead, and vehicle charges capitalized	(2,322)	-	-	(2,322)	-
Total operating expenses	<u>154,244</u>	<u>59,248</u>	<u>15,773</u>	<u>229,265</u>	<u>137,975</u>
Operating income	10,171	8,441	6,661	25,273	(18,755)
Nonoperating revenues (expenses)					
Interest income	297	104	65	466	138
Interest expense	(14,494)	-	-	(14,494)	(25)
Income (loss) before capital donations and transfers	(4,026)	8,545	6,726	11,245	(18,642)
Capital donations	1,499	-	-	1,499	-
Transfers out	-	(1,000)	-	(1,000)	(300)
Change in net assets	(2,527)	7,545	6,726	11,744	(18,942)
Net assets - beginning	688,265	95,053	92,960		93,546
Net assets - ending	<u>\$ 685,738</u>	<u>\$ 102,598</u>	<u>\$ 99,686</u>		<u>\$ 74,604</u>
				(15,695)	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				<u>\$ (3,951)</u>	
Change in net assets of business-type activities					

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

DeKalb County, Georgia  
Proprietary Funds  
Statement of Cash Flows  
For the Year Ended December 31, 2009  
(in thousands of dollars)

	Watershed System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	\$ 162,877	\$ 67,607	\$ 21,919	\$ 252,403	\$ 119,220
Cash payments to suppliers for goods and services	(69,427)	(5,920)	(4,098)	(79,445)	(111,308)
Cash payments to employees for services	(58,681)	(38,250)	(2,184)	(99,115)	(10,764)
Other operating revenues	1,538	82	515	2,135	-
Net cash provided by operating activities	<u>36,307</u>	<u>23,519</u>	<u>16,152</u>	<u>75,978</u>	<u>(2,852)</u>
Cash flows from noncapital financing activities:					
Transfers (to) from other funds	-	(1,000)	-	(1,000)	1,316
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>(1,000)</u>	<u>-</u>	<u>(1,000)</u>	<u>1,316</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(54,584)	(12,490)	(6,614)	(73,688)	(20,831)
Proceeds from sale of capital assets	-	-	-	-	420
Principal and interest paid on revenue bonds	(25,739)	-	-	(25,739)	-
Payments on leases	-	-	-	-	(361)
Decrease in escrow deposits	(1,352)	-	-	(1,352)	-
Capital donations	1,499	-	-	1,499	-
Net cash (used) by capital and related financing activities	<u>(80,176)</u>	<u>(12,490)</u>	<u>(6,614)</u>	<u>(99,280)</u>	<u>(20,772)</u>
Cash flows from investing activities:					
Interest on investments	297	104	65	466	138
Net cash provided by investing activities	<u>297</u>	<u>104</u>	<u>65</u>	<u>466</u>	<u>138</u>
Net increase (decrease) in cash and cash equivalents	(43,572)	10,133	9,603	(23,836)	(22,170)
Cash and cash equivalents at beginning of year	142,979	23,133	4,055	170,167	64,264
Cash and cash equivalents at end of year	<u>\$ 99,407</u>	<u>\$ 33,266</u>	<u>\$ 13,658</u>	<u>\$ 146,331</u>	<u>\$ 42,094</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 10,171	\$ 8,441	\$ 6,661	\$ 25,273	\$ (18,755)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	33,776	2,078	612	36,466	14,661
OPEB obligation	16,286	9,951	828	27,065	5,217
Change in assets and liabilities:					
Increase in receivables	(5,299)	(246)	14,730	9,185	-
Increase in inventories	(357)	-	-	(357)	(1,393)
Increase (decrease) in payables	(18,436)	3,204	(337)	(15,569)	(2,585)
Increase in other liabilities	185	91	(6,342)	(6,066)	3
Increase in advance deposits	(19)	-	-	(19)	-
Net cash provided (used) by operating activities	<u>\$ 36,307</u>	<u>\$ 23,519</u>	<u>\$ 16,152</u>	<u>\$ 75,978</u>	<u>\$ (2,852)</u>
Noncash capital donations	<u>\$ 1,499</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,499</u>	<u>\$ -</u>

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

DeKalb County, Georgia  
 Fiduciary Funds  
 Statement of Fiduciary Net Assets  
 December 31, 2009  
 (in thousands of dollars)

	General Employees' Pension	Agency Funds
	<u>                    </u>	<u>                    </u>
<u>ASSETS</u>		
Cash and cash equivalents	\$ 39,114	\$ 27,705
Investments:		
US Government securities	102,596	-
Collateralized mortgage obligations	57,009	-
Corporate bonds	203,257	-
Corporate stocks	635,655	-
Accrued interest receivable	3,593	-
Taxes receivable	-	58,069
Total assets	<u>1,041,224</u>	<u>85,774</u>
 <u>LIABILITIES</u>		
Accounts payable	1194	-
Due to others	95	85,774
Total liabilities	<u>1,289</u>	<u>85,774</u>
 <u>NET ASSETS</u>		
Held in trust for pension benefits and other purposes (see also Note 1A of Required Supplemental Information)	<u>\$ 1,039,935</u>	

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

DeKalb County, Georgia

Fiduciary Funds

Statement of Changes in Fiduciary Net Assets

For the Year Ended December 31, 2009  
(in thousands of dollars)

	General Employees' Pension
Additions:	
Contributions:	
Employer	\$ 29,490
Employee	14,019
Other	124
Total contributions	<u>43,633</u>
Investment earnings:	
Dividends and interest	24,794
Net increase in fair market value of investments	204,447
Total investment earnings	<u>229,241</u>
Less investment expense	<u>(3,365)</u>
Net investment earnings	<u>225,876</u>
Total additions	<u>269,509</u>
Deductions:	
Benefit payments	82,530
Refunds of contributions	1,349
Administrative expenses	393
Total deductions	<u>84,272</u>
Change in net assets	185,237
Net assets, beginning of year	<u>854,698</u>
Net assets, end of year	<u>\$ 1,039,935</u>

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

## DeKalb County, Georgia

## Component Units

## Statement of Net Assets

December 31, 2009

(in thousands of dollars)

	Board of Health	Public Library Board	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 5,134	\$ 2,426	\$ 7,560
Cash and cash equivalents, restricted	205	-	205
Investments	-	793	793
Accounts receivable (net)	808	23	831
Due from other governments	1,977	-	1,977
Prepaid items	90	-	90
Capital assets (net)	179	947	1,126
Total assets	<u>8,393</u>	<u>4,189</u>	<u>12,582</u>
<u>LIABILITIES</u>			
Accounts and contracts payable	16	256	272
Due to other governments	1,202	-	1,202
Deferred revenue	146	-	146
Noncurrent liabilities:			
Due within one year	289	23	312
Due in more than one year	1,155	24	1,179
Total liabilities	<u>2,808</u>	<u>303</u>	<u>3,111</u>
<u>NET ASSETS</u>			
Invested in capital assets (net of related debt)	179	901	1,080
Restricted	205	-	205
Unrestricted	5,201	2,985	8,186
Total net assets	<u>\$ 5,585</u>	<u>\$ 3,886</u>	<u>\$ 9,471</u>

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

DeKalb County, Georgia

Component Units

Statement of Activities

Year Ended December 31, 2009

(in thousands of dollars)

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Board of	Public	Total
					Health	Library Board	
Board of Health	\$ 30,140	\$ 11,834	\$ 14,481	\$ -	\$ (3,825)	\$ -	\$ (3,825)
Public Library Board	15,278	725	6	-	-	(14,547)	(14,547)
Total component units	<u>\$ 45,418</u>	<u>\$ 12,559</u>	<u>\$ 14,487</u>	<u>\$ -</u>	<u>(3,825)</u>	<u>(14,547)</u>	<u>(18,372)</u>
General revenues:							
Intergovernmental, not restricted for specific programs					-	1,172	1,172
Payments from DeKalb County					5,072	12,696	17,768
Unrestricted investment earnings					-	31	31
Miscellaneous					42	177	219
Total general revenues					<u>5,114</u>	<u>14,076</u>	<u>19,190</u>
Change in net assets					1,289	(471)	818
Net assets - beginning					4,296	4,357	8,653
Net assets - ending					<u>\$ 5,585</u>	<u>\$ 3,886</u>	<u>\$ 9,471</u>

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

DEKALB COUNTY, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2009

**1. Summary of Significant Accounting Policies**

The financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental units. DeKalb County, Georgia's significant accounting policies are described below.

(A) The Financial Reporting Entity

DeKalb County, Georgia (the "County") was created by legislative act in 1822, and operates under an elected Chief Executive Officer and County Commission (seven members) form of government. As required by GAAP, the financial statements of the financial reporting entity include those of DeKalb County (the primary government) and its component units. Also, the fiduciary activities of the County's pension plan and various constitutional officers, judges, and other judicial officials are included in the fiduciary funds. These include the Tax Commissioner, Sheriff, Clerk of Superior Court, State Court, State Court Probation, Juvenile Court, Probate Court, and Magistrate Court.

The component units discussed below are included in the County's financial reporting entity because of the County's financial accountability for the entities and the significance of their operational and financial relationships with the County. In conformity with GAAP, the financial statements of the DeKalb County Board of Health and the DeKalb County Public Library Board have been included as discretely presented component units. The component units column in the financial statements includes the financial data for the County's two component units, as reflected in their most recent audited financial statements. These component units are reported in a column separate from the County's financial information to emphasize that they are legally separate from the County. The following discretely presented component units are incorporated into the County's financial report:

DeKalb County Board of Health (the "Board of Health") - The governing board of the Board of Health consists of seven members: the Chief Executive Officer of the County, the Superintendent of the DeKalb County Board of Education (both by virtue of their offices), three members appointed by the County Commission, and two members appointed by other jurisdictions. The County, by virtue of its appointments and the presence of the Chief Executive Officer on the governing board, controls a majority of the Board of Health's governing body positions. Although the County does not have the authority to approve or modify the Board of Health's operational and capital budgets, it does have the ability to control the amount of funding it provides to the Board of Health. Such funding is significant to the overall operations of the Board of Health.

DeKalb County Public Library Board (the "Public Library Board") - The governing board of the Public Library Board consists of twelve members: the Chief Executive Officer of the County, the Executive Assistant to the Chief Executive Officer (both by virtue of their offices), eight members appointed by the County Commission, and two members appointed by other jurisdictions. The County, by virtue of its appointments and the presence of the Chief Executive Officer and the Executive Assistant to the Chief Executive Officer on the governing board, controls a majority of Public Library Board governing body positions. Although the County does not have the authority to approve or modify the Public Library Board's operational and capital budgets, it does have the ability to control the amount of funding it provides to the Public Library Board. Such funding is significant to the overall operations of the Public Library Board.

Both component units have June 30 fiscal year-ends. Complete financial statements of the individual component units can be obtained directly from their administrative offices. Addresses for these administrative offices are as follows:

DeKalb County Board of Health  
 445 Winn Way Richardson Health Center  
 Decatur, GA 30030

DeKalb County Public Library Board  
 215 Sycamore Street  
 Decatur, GA 30030

In 2003, the County established the DeKalb County Building Authority (the "Building Authority") which is governed by a board comprised solely of members appointed by the Chief Executive Officer of the County and the County's Board of Commissioners. The Public Safety and Judicial Facilities Authority was also created in 2003, established to construct and equip County court-related facilities. Although both are legally separate from the County's Board of Commissioners, these authorities are reported as if they were a part of the primary government,

blended component units, because their sole purpose is to finance and construct County public buildings. The Building Authority's funds are included as non-major debt service and capital projects funds. The Public Safety and Judicial Facilities Authority's funds are included as non-major capital projects funds. No separate financial statements are available.

The County is also responsible for appointing the members of the DeKalb County Housing Authority. The County's accountability does not extend beyond making these appointments.

The Fulton-DeKalb Hospital Authority is considered a joint venture with Fulton County, Georgia. The Atlanta Regional Commission is considered a joint venture with other governments of metropolitan Atlanta.

(B) Basis of presentation

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) display information about the primary government and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Internal activities have been eliminated. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for the various business-type activities of the County and for each function of the governmental activities. Direct expenses are those that are specifically associated with and clearly identifiable to a particular program or function. Administrative overhead charges are included in direct expenses for the business-type activities. Program revenues include 1) fees, fines, and charges paid by the recipients of goods or services offered by the programs 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.

The fund financial statements provide information about the County's funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and proprietary funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the fund's principal ongoing operations. The principal operating revenues of the County's proprietary funds are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, other governmental units, and/or other funds.

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

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Special Tax District Designated Services Fund accounts for operations of the County's police, roads and drainage, and recreation departments. Financing is provided by a specific annual property tax levy and transfers from the special tax district unincorporated fund. Such property taxes are used only to provide police, roads and drainage, and recreation services for all residents of the County not provided with these services by other municipalities.

The Special Tax District Unincorporated Fund accounts for operations of various County activities which collect revenues that are restricted for use in the unincorporated areas of the County.

The 2006 Transportation, Parks, and Libraries Bonds Fund accounts for the proceeds from the 2006 general obligation bond issue and the related capital expenditures.



The County reports the following major proprietary funds:

The Watershed System Fund accounts for the provision of water and sewer services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

The Sanitation Fund accounts for the provision of sanitation services to residents of the County. All activities necessary to provide such services are accounted for in this fund.

The County reports the following fiduciary funds:

The General Employees' Pension Fund accounts for accumulated resources for pension benefit payments to qualified County employees.

The Agency Funds account for the assets held by the County in a trustee capacity as an agent for individuals, governmental units, and/or other funds.

The County reports the following other fund types:

Internal Service Funds account for vehicle maintenance, vehicle replacement, and risk management-related activities provided to other departments of the County on a cost reimbursement basis.

(C) Measurement Focus, Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds have no measurement focus. 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 as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met within the available period.

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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of grants which are recognized when all eligibility requirements have been met. 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 and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

All governmental and business-type activities of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The County has elected not to follow the option allowed under GASB Statement 20 and thus does not follow any FASB Statements issued after November 30, 1989.

(D) Budgetary Data

An operating budget is legally adopted each fiscal year for all governmental funds except capital projects funds. The level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is the department level. Supplemental appropriations may be made annually at mid-year by the Board of Commissioners. Supplemental appropriations are also made out of the County's General Fund contingency account by the Board of Commissioners to fund unforeseen expenditures within the County's governmental funds at any time during the year. Presented final budgetary information reflects all supplemental appropriations as legally adopted by the Board of Commissioners. Individual amendments were not material in relation to the original appropriations. The Board of Commissioners must approve any department-level changes to a previously adopted budget. Management may amend the budget without seeking the approval of the Board at any level below the department level.

In accordance with Georgia law, the County has project length balanced budgets for all capital projects funds.

The annual budget cycle begins in August of the preceding year, when budget workbooks are distributed to each department. The County Code requires that the Chief Executive Officer of the County submit a proposed budget to the Board of Commissioners by December 15 or January 15 following an election year. The Chief Executive Officer and Board of Commissioners advertise and conduct public hearings on the proposed budget, in adherence to local ordinance and state law, and adopt a final budget prior to March 1.

The tax millage is set and tax bills are issued around July 1. A revised budget, based on fund balance carryovers and current revenue and expenditure trends, may be adopted prior to this date. Unencumbered appropriations lapse at year-end.

(E) Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the appropriation, is employed in the governmental funds.

(F) Property Taxes

Property tax billing and collection cycle dates are as follows: lien date - January 1 of each year; levy date - Fourth Tuesday in June; due dates - August 15 and November 15; and collection dates - anytime during the year.

(G) Cash, Cash Equivalents, and Investments

Cash management pools which are used essentially as demand deposit accounts and investments with maturities within 90 days of purchase are considered cash equivalents for purposes of the statement of cash flows. Investments are stated at fair value, based on quoted market prices. The Georgia Fund 1 investment pool (a local government investment pool) is not SEC registered, but is operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Therefore, fair value of the County's investment in the Georgia Fund 1 is based on the price of the County's share in the pool. The Georgia Office of Treasury and Fiscal Services is the agency with regulatory oversight for the Georgia Fund 1.

(H) Inventories and Prepaid Items

Inventories are determined by actual physical count and are stated at cost (using average cost flow assumptions) for the governmental activities and at the lower of average cost or market for the business-type activities. Inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to suppliers reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

(I) Restricted Assets

Proceeds from the sale of watershed revenue bonds plus interest earned on the investment of these funds are restricted to the construction of new capital facilities and other improvements to the water and sewerage system. All monies in excess of those required to maintain the working capital of the water and sewerage system's operations are transferred to a separate account and restricted to the construction of new capital facilities and other expenditures as allowed by the water and sewerage system's bond resolutions. Sinking fund monies are restricted to the payment of bond principal and interest requirements as they become due, as well as the maintenance of required reserves. Liabilities payable from these restricted assets are reported separately to indicate that the source of payment is the restricted assets.

The government-wide statement of net assets reports \$108,663,000 of restricted net assets, of which \$75,010,000 is restricted by enabling legislation.

(J) Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets consist of the road network assets that were acquired or that received substantial improvements subsequent to January 1, 1980 and are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' useful lives are not capitalized. The County capitalized \$4,245,050 of interest incurred in business-type activities for the year. Capital assets are depreciated using the straight-line method over the following estimated useful lives and with the following capitalization thresholds:

Asset Class	Estimated Useful Lives (In years)	Capitalization Threshold
Buildings	20-50	\$ 40,000 - 100,000
Land improvements	15-50	30,000 - 100,000
Infrastructure	10-50	20,000 - 100,000
Vehicles	1-10	All Capitalized
Equipment	5	5,000

(K) Claims, Judgments, and Compensated Absences

Liabilities for claims and judgments against the County, including estimated liabilities for claims incurred but not reported at year-end, have been accrued. Liabilities for compensated absences have been accrued in the government-wide and proprietary fund financial statements and are all considered long-term obligations of the County. A liability for these amounts is reported in the governmental funds if they have matured and are expected to be paid with expendable available resources.

Employees earn annual leave at the rate of 15 days per year for the first 5 years of employment up to a maximum of 30 days per year after 25 years of employment. There is no requirement that annual leave be taken, but the maximum permissible accumulation at year-end is 60 days. Any accumulation of annual leave greater than 60 days is converted to sick leave at year-end. At termination, employees are paid for any accumulated annual leave up to the 60 day maximum. Employees earn sick leave at the rate of 13 days per year with no limitations. At termination, accumulated sick leave is converted to annual leave at the rate of 15 days to 1 day and is subject to the 60-day limitation. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

(L) Landfill Closure and Postclosure Care Costs

State and federal laws and regulations require the County to place a final cover on its Seminole Road landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense during each period based on landfill capacity used as of each financial reporting date. The \$21,690,000 reported as landfill closure and postclosure cost liability at year-end represents the cumulative amount reported to date based on the use of 52.3% of the estimated capacity of the landfill, net of related expenditures to date of \$4,766,000. The County will recognize the remaining estimated cost of closure and postclosure care of \$24,128,000 as the remaining estimated capacity is filled. These amounts are based on the estimated cost to perform all closure and postclosure in 2009. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Closure and postclosure care financial assurance requirements will be met by adjusting the sanitation rate structures in the enterprise fund as required. The County expects to close the current landfill cell in the year 2010, but has previously acquired enough additional land to meet landfill needs through 2019.

(M) Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenditures / expenses during the reporting period. Actual results could differ from those estimates. Significant items subject to such estimates and assumptions include: useful lives of capital assets, allowances, pension obligations, legal liabilities, and landfill closure and postclosure cost estimates.

## 2. Joint Ventures

DeKalb County is party to a contract with Fulton County, Georgia and the Fulton-DeKalb Hospital Authority (the "Hospital Authority") for the operation of Grady Memorial Hospital (the "Hospital"). The Hospital provides health services to indigent citizens of both counties. Three members of the Hospital Authority's Board of Trustees are appointed by the DeKalb County Board of Commissioners with another seven members appointed by the Fulton County Board of Commissioners. The entire operations of the Hospital Authority are disclosed as a component unit in the Fulton County, Georgia Comprehensive Annual Financial Report. DeKalb County has a financial interest in the Hospital Authority because operating deficits of the Hospital, up to an annually predetermined amount relating to indigent care, must be funded by Fulton County or DeKalb County under the terms of the contract. The funding formula is based on the ratio of patient levels between the two counties. For the year 2009, DeKalb County funded \$14,593,000 of the Hospital's operating deficit. DeKalb County has limited control over the operating budget of the Hospital, but must approve any debt issuance of the Hospital Authority. The Hospital Authority's debt is secured by a pledge of the operating revenues of the Hospital. Payments to the Hospital Authority are made from the County's other governmental funds. For the year 2009, DeKalb County paid an additional \$7,602,000 towards the Hospital Authority's debt service. Separate financial statements of the Hospital Authority may be obtained from: Fulton-DeKalb Hospital Authority; 80 Butler St. SE; Atlanta, Georgia 30314.

Condensed financial information for the Hospital Authority as of and for the year ended December 31, 2008 (December 31, 2009 amounts are unavailable) is as follows (in thousands of dollars):

Total Assets	\$ 604,180	Total Operating Revenues	\$ 529,136
Total Liabilities	505,270	Total Operating Expenses	658,149
Total Net Assets (Deficit)	98,910	Non-operating Revenue (Net)	449
Current Debt	16,594	Fulton County and DeKalb County Contributions	104,909
Long-term Debt	208,869	Decrease in Net Assets	193,068

The Atlanta Regional Commission (ARC) is the regional planning and intergovernmental coordination agency for the 10-county Atlanta metropolitan area. Under Georgia law, the County, in conjunction with other cities and counties in metropolitan Atlanta, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto. During 2009, the County paid \$709,740 in such dues. Membership in the ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the ARC. The ARC 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 obligations of the ARC. Separate ARC financial statements may be obtained from: Atlanta Regional Commission; 40 Courtland St NE; Atlanta, Georgia 30303.

There were no known related-party transactions involving either joint venture.

## 3. Budget Basis of Accounting

Due to legal requirements, revenues and appropriations for governmental funds are budgeted on a basis that is not consistent with GAAP. The actual results of operations on the budget basis for the General Fund and Major Special Revenue Funds are presented in this report.

The major differences between the budget basis and GAAP are:

- (1) Revenues (principally property taxes, grants, and interest) are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
- (2) Expenditures (principally payroll, workers' compensation, and purchases) are recorded when paid (budget basis) as opposed to when incurred (GAAP);
- (3) Debt service requirements due January 1, 2010 are recorded as expenditures in 2009 when paid (budget basis) as opposed to 2010 when obligations are due (GAAP);

## 4. Cash, Cash Equivalents, and Investments

Following are the components of the County's cash and cash equivalents, and investments (including the General Employees' Pension Fund, Agency Funds, and the Component Units) at December 31, 2009 (in thousands of dollars).

	Unrestricted	Restricted	Pension Restricted	Agencies Unrestricted	Total	Component Units
Cash and Cash Equivalents	\$ 322,009	\$ 84,448	\$ 39,114	\$ 27,705	\$ 473,276	\$ 7,765
Investments	-	-	1,002,110	-	1,002,110	793
	<u>\$ 322,009</u>	<u>\$ 84,448</u>	<u>\$ 1,041,224</u>	<u>\$ 27,705</u>	<u>\$ 1,475,386</u>	<u>\$ 8,558</u>

Statutes authorize the County to invest in obligations of the United States Treasury or agencies, banker's acceptances, bank money market accounts, repurchase agreements, and the Georgia Fund 1 investment pool (a local government investment pool). The General Employees' Pension Fund is also authorized to invest in corporate bonds and debentures which are not in default as to principal and interest; corporate stocks, common or preferred; first loans on real estate where the loans are guaranteed by the Administrator of Veterans Affairs or by the Federal Housing Authority of the United States; certificates of deposit in national banks and state banks insured by the FDIC; and any other investments approved by the Pension Board. The Pension Trust Fund also invests in collateralized mortgage obligations (CMOs). These securities are based on cash flows from interest and principal payments on underlying mortgages. CMOs are sensitive to prepayments by mortgages, which may result from a decline in interest rates. The County invests in these securities in part to maximize yields and in part to hedge against a rise in interest rates.

#### Custodial Credit Risk - Deposits

To control custodial credit risk, the County's investment policy requires all securities and collateral to be held by an independent third-party custodian in the County's name. The custodian provides the County with monthly values. The County's investment in the Georgia Fund 1 investment pool is stated at fair value, which also approximates the value of the investment upon withdrawal.

#### Concentration of Credit Risk

The County diversifies its use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions, or maturities. The County's primary government investment policy limits County investments to the following maximum percentages: U.S. Treasury Obligations 100%, Obligations of U.S. Government Agencies 100%, Repurchase Agreements 25%, Certificates of Deposit (Commercial Banks) 75%, Certificates of Deposit (S&L Associations) 10%, Local Government Investment Pool (State-Sponsored) 100% and Commercial Bank Money Market Accounts 25%. Maximums may be exceeded temporarily with the prior approval of the County's Finance Director. The County's investment policy also requires that maturities shall be timed such that a minimum of 80% be invested for a period of less than one year and 100% be invested for a period less than two years. The County's investment policy limits the pension investments to the following maximum percentages based on cost: Domestic securities 60%, Non-domestic securities 10%, and Fixed income investments and Cash 40%.

As of December 31, 2009, the County's reporting entity had the following investments:  
(in thousands of dollars)

Type of Investment	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
<b>Primary Government</b>					
Georgia Fund 1	\$ 257,738	\$ 257,738	\$ -	\$ -	\$ -
Restricted Trust Accounts	89,786	89,786	-	-	-
<b>Total Primary Government (non-fiduciary)</b>	<b>\$ 347,524</b>	<b>\$ 347,524</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Fiduciary Fund</b>					
<b>Pension Trust Fund:</b>					
Corporate Stocks	\$ 635,655	\$ -	\$ -	\$ -	\$ -
Money Market Mutual Funds	39,114	-	-	-	-
U.S. Government Securities	102,596	1	26,907	20,037	55,651
CMOs	57,009	917	4,927	1,809	49,356
Corporate Bonds	203,257	3,662	100,717	30,046	68,832
<b>Total Fiduciary Fund</b>	<b>\$ 1,037,631</b>	<b>\$ 4,580</b>	<b>\$ 132,551</b>	<b>\$ 51,892</b>	<b>\$ 173,839</b>

#### Credit Risk - Investments

As a means of limiting exposure to credit risk, the risk of loss due to the failure of the security issuer or backer, the County limits investments to obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government and those deposit-type items which can be collateralized at 110% of the face value. The County's pension funds are not collateralized and are subject to credit and interest rate risk.

The County's investment policy requires that repurchase agreements be "marked to market," i.e., the current market value of securities purchased must meet or exceed the cost of investment plus anticipated interest earnings. The County did not hold repurchase agreements in 2009.

The County's pension trust fund (the Plan) investment policy requires that the fixed income portfolio be of high quality and chosen with respect to maturity ranges, coupon levels, refunding characteristics, and marketability. Fixed income managers are engaged to reduce volatility of the Plan's assets, provide a deflation hedge, and produce a highly predictable and dependable source of income. The quality rating of the overall portfolio must be A or better at all times. As of December 31, 2009, the weighted average of the fixed income portfolio for Denver Investment Advisors was AA and the Tattersall Advisory Group was A by Standard & Poor's Rating Service.

#### Interest Rate Risk - Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the portfolio using the duration method. This method is used in the management of fixed income portfolios to quantify the portfolios' sensitivity to interest rate changes. As of December 31, 2009, the weighted average of the Option Adjusted Duration of the pension fund's fixed income portfolio for Denver Investment Advisor was 4.11 years and Tattersall Advisory Group was 5.54, as compared to the benchmark BC Aggregate Bond Index duration of 4.57 years.

Georgia's State Depository Board through the Director of the Office Treasury and Fiscal Services is the oversight agency for Georgia Fund 1. The primary investment objectives of the Georgia Fund 1 investment pool are safety of capital, liquidity, yield, and diversification with primary emphasis of safety of capital and liquidity. Georgia Fund 1 is rated AAAm by Standard and Poor's and had a WAM (weighted average maturity) of 56 days as of December 31, 2009. The County's fair value in the pool is the same as the value of the pool shares.

## 5. Capital Assets

Changes in capital assets are as follows (in thousands of dollars):

	Balance 12/31/2008	Additions	Deletions	Balance 12/31/2009	Accumulated Depreciation and Amortization 12/31/2008	Additions	Deletions	Accumulated Depreciation and Amortization 12/31/2009	Book Value 12/31/2009
<b>Governmental activities</b>									
Not depreciated:									
Land	\$ 231,452	\$ 3,413	\$ -	\$ 234,865	\$ -	\$ -	\$ -	\$ -	\$ 234,865
Construction in progress	193,228	68,631	(42,518)	219,341	-	-	-	-	219,341
Depreciated:									
Land improvements	38,232	961	-	39,193	13,553	748	-	14,302	24,891
Buildings	395,634	6,061	-	401,695	103,645	8,339	-	111,984	289,711
Infrastructure	682,507	28,609	-	711,116	176,864	17,041	-	193,904	517,212
Other equipment	41,839	8,027	(7,161)	42,705	19,848	8,453	(7,161)	21,140	21,565
Totals	<u>\$ 1,582,892</u>	<u>\$ 115,702</u>	<u>\$ (49,679)</u>	<u>\$ 1,648,915</u>	<u>\$ 313,910</u>	<u>\$ 34,581</u>	<u>\$ (7,161)</u>	<u>\$ 341,330</u>	<u>\$ 1,307,586</u>
<b>Business-type activities</b>									
Not depreciated:									
Land	\$ 42,428	\$ -	\$ -	\$ 42,428	\$ -	\$ -	\$ -	\$ -	\$ 42,428
Construction in progress	154,320	62,400	(24,982)	191,738	-	-	-	-	191,738
Depreciated:									
Land improvements	156,426	5,899	-	162,325	22,588	2,422	-	25,010	137,315
Buildings	11,733	-	-	11,733	7,737	332	-	8,069	3,664
Plants	334,669	2,275	-	336,944	71,089	8,365	-	79,454	257,490
Lines	759,748	16,955	(4,001)	772,702	226,191	15,324	(4,001)	237,514	535,188
Water meters	65,463	995	(3,236)	63,222	30,725	4,298	(3,236)	31,787	31,435
Vehicles and portable equipment	158,671	18,647	(5,647)	171,671	108,624	14,379	(5,596)	117,407	54,264
Other equipment	12,231	1,952	(1,323)	12,860	6,870	2,274	(1,323)	7,821	5,039
Leaseholds	169,411	-	-	169,411	34,474	3,477	-	37,951	131,460
Totals	<u>\$ 1,865,100</u>	<u>\$ 109,123</u>	<u>\$ (39,189)</u>	<u>\$ 1,935,034</u>	<u>\$ 508,298</u>	<u>\$ 50,871</u>	<u>\$ (14,156)</u>	<u>\$ 545,013</u>	<u>\$ 1,390,021</u>
<b>Component units</b>									
Depreciated:									
Other equipment	\$ 1,747	\$ 543	\$ (29)	\$ 2,261	\$ 1,062	\$ 73	\$ -	\$ 1,135	\$ 1,126

During fiscal year 2009, the County did not experience any capital asset impairment loss with respect to the provisions of GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*.

Depreciation was charged to functions / programs of the primary government during 2009 as follows (in thousands of dollars):

<u>Governmental activities:</u>		<u>Business-type activities</u>	
General government	\$ 4,033	Water and sewerage system	\$ 33,520
Public safety	4,720	Sanitation	2,078
Civil and criminal court system	4,547	DeKalb Peachtree Airport	472
Planning & Development	41	Stormwater	140
Public works	17,189	Vehicle maintenance	283
Community development	148	Vehicle replacement	14,378
Library	1,671		
Parks and recreation	1,381		
Health and welfare	851		
	<u>\$ 34,581</u>		<u>\$ 50,871</u>

Construction in progress at December 31, 2009 is composed of the following (in thousands of dollars):

	<u>Project Authoriza- tion</u>	<u>Expended as of 12/31/2009</u>	<u>Committed</u>
<u>Governmental activities</u>			
Parks and recreation facilities	\$ 182,916	\$ 38,989	\$ 143,927
Infrastructure	180,992	105,161	75,832
Court facilities	31,356	14,591	16,765
Public safety facilities	29,103	19,155	9,948
General government facilities	17,872	11,869	6,003
Library facilities	55,711	29,575	26,137
Totals	<u>\$ 497,950</u>	<u>\$ 219,340</u>	<u>\$ 278,612</u>
<u>Business-type activities</u>			
Water and sewer facilities	\$ 137,110	\$ 86,508	\$ 50,602
Sanitation facilities	93,968	68,861	25,107
Airport facilities	24,143	14,762	9,381
Stormwater facilities	23,889	21,535	2,354
Vehicle maintenance	389	71	318
Totals	<u>\$ 279,499</u>	<u>\$ 191,737</u>	<u>\$ 87,762</u>



## 6. Long-Term Obligations

Changes in long-term obligations for the year ended December 31, 2009 are as follows (in thousands of dollars):

	Balance 12/31/2008	Additions	Payments/ Retirements	Balance 12/31/2009	Current Portion	Long-term Portion
<u>Governmental activities</u>						
Claims and judgments payable	\$ 13,847	\$ 83,273	\$ (84,902)	\$ 12,218	\$ 7,365	\$ 4,853
Net OPEB obligation	67,423	38,323	-	105,746	-	105,746
Compensated absences payable	35,869	31,991	(31,600)	36,260	31,991	4,269
Capital leases (equipment)	9,374	-	(3,454)	5,920	2,740	3,180
General obligation bonds payable	381,380	-	(24,635)	356,745	25,440	331,305
Revenue bonds payable	89,975	-	(3,060)	86,915	3,145	83,770
Certificates of participation payable	21,055	-	(1,045)	20,010	1,080	18,930
Unamortized premium on bonds payable	10,332	-	(1,069)	9,263	1,007	8,256
Deferred gain on bond refunding	(2,413)	-	401	(2,012)	(363)	(1,649)
Totals	<u>\$ 626,842</u>	<u>\$ 153,587</u>	<u>\$ (149,364)</u>	<u>\$ 631,065</u>	<u>\$ 72,405</u>	<u>\$ 558,660</u>
<u>Business-type activities</u>						
Claims and judgments payable	\$ 4,000	\$ 4,665	\$ -	\$ 8,665	\$ 8,665	\$ -
Landfill closure and postclosure costs	19,004	2,686	-	21,690	-	21,690
Pollution remediation obligation	1,432	-	-	1,432	-	1,432
Net OPEB obligation	21,128	11,154	-	32,282	-	32,282
Compensated absences payable	6,276	6,908	(7,018)	6,166	6,166	-
Capital leases (vehicles)	717	-	(336)	381	351	30
Revenue bonds payable	550,235	-	(11,245)	538,990	11,705	527,285
Unamortized premium on bonds payable	27,382	-	(1,638)	25,744	1,623	24,121
Deferred gain on bond refunding	(22,600)	-	1,617	(20,983)	(1,587)	(19,396)
Totals	<u>\$ 607,574</u>	<u>\$ 25,413</u>	<u>\$ (18,620)</u>	<u>\$ 614,367</u>	<u>\$ 26,923</u>	<u>\$ 587,444</u>
<u>Component Units</u>						
Compensated absences payable	<u>\$ 1,610</u>	<u>\$ 47</u>	<u>\$ (166)</u>	<u>\$ 1,491</u>	<u>\$ 312</u>	<u>\$ 1,179</u>

### Governmental activities:

Claims and judgments payable typically have been liquidated in the other governmental funds and in the internal service funds. Capital leases have typically been liquidated in the General Fund, other governmental funds, and the internal service funds.

The following is a schedule of future minimum installment purchase payments on capital leases (equipment) in the governmental activities with the present value of the net minimum lease payments as of December 31, 2009 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2010	\$ 2,740	\$ 190	\$ 2,930
2011	1,628	101	1,729
2012	1,552	32	1,584
Totals	<u>\$ 5,920</u>	<u>\$ 323</u>	<u>\$ 6,243</u>

For financial accounting and reporting purposes, all governmental activities bonds defeased (\$28,740,000 in 2009) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements.

The following is a summary of the County's outstanding general obligation bond issues at December 31, 2009 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
1998	Jail	5.00	1-1 & 7-1	08/01/98	01/01/20	\$ 2,000	\$ -	\$ 2,000
2001	Parks	3.625-5.00	6-1 & 12-1	10/01/01	12/01/15	125,000	64,370	60,630
2003A	Refunding issue	3.625-4.00	1-1 & 7-1	07/22/03	01/01/20	53,295	25,415	27,880
2003B	Refunding issue	4.00-5.00	1-1 & 7-1	12/05/03	01/01/20	74,620	14,905	59,715
2006	Parks, Libraries, Transportation	3.30-5.00	6-1 & 12-1	02/07/06	12/01/30	230,000	23,480	206,520
	Totals					<u>\$ 484,915</u>	<u>\$ 128,170</u>	<u>\$ 356,745</u>

The proceeds of the General Obligation Refunding Bonds, Series 2003A, were used to refund: (1) \$28,630,000 of the Series 1992 General Obligation Refunding Bonds, and (2) \$24,170,000 of the Series 1993 General Obligation Bonds (issued to fund health care facilities capital improvements).

The proceeds of the General Obligation Refunding Bonds, Series 2003B, were used to refund \$77,410,000 of the Series 1993 General Obligation Refunding Bonds. The Series 1993 General Obligation Refunding Bonds had partially refunded the Series 1991 General Obligation Bonds (issued to fund jail capital improvements).

The following is a summary of general obligation bonds debt service requirements to maturity as of December 31, 2009 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2010	\$ 25,440	\$ 15,922	\$ 41,362
2011	22,220	15,020	37,240
2012	23,310	14,036	37,346
2013	24,335	12,923	37,258
2014	25,555	11,772	37,327
2015-2019	96,290	43,205	139,495
2020-2024	61,520	25,356	86,876
2025-2029	63,490	12,478	75,968
2030	14,585	638	15,223
Totals	<u>\$ 356,745</u>	<u>\$ 151,350</u>	<u>\$ 508,095</u>

The County is subject to the laws of the State of Georgia, which limit the amount of net bonded debt (exclusive of revenue bonds) the County may have outstanding to 10% of the assessed valuation of taxable property within the County. At year-end, general obligation bonds outstanding, net of amounts available in the Debt Service Funds, totaled \$345,349,000. The statutory limit at that date was \$2,703,900,000, providing a debt margin of \$2,358,551,000.

The following is a summary of the County's outstanding Certificates of Participation at December 31, 2009 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2003	Office building and courthouse	4.00-4.75	6-1 & 12-1	10/14/03	12/01/23	\$ 25,000	\$ 4,990	\$ 20,010

The following is a summary of Certificates of Participation debt service requirements to maturity as of December 31, 2009 (in thousands of dollars):

Year Payable	Interest Rate (%)	Principal	Interest	Total
2010	4.0	\$ 1,080	\$ 874	\$ 1,954
2011	4.0	1,120	831	1,951
2012	4.5	1,165	787	1,952
2013	4.0	1,220	734	1,954
2014	4.0	1,270	685	1,955
2015-2019	4.10-4.50	7,180	2,594	9,774
2020-2023	4.50-4.75	6,975	839	7,814
Totals		\$ 20,010	\$ 7,344	\$ 27,354

The following is a summary of the County's outstanding governmental activities revenue bond issues at December 31, 2009 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2003	Juvenile Justice Center	2.5-5.0	6-1 & 12-1	07/01/03	12/01/23	\$ 15,000	\$ 3,660	\$ 11,340
2004	Public Safety and Judicial Facilities	3.0-5.0	6-1 & 12-1	12/29/04	12/01/34	50,000	4,970	45,030
2005	Juvenile Justice Center	3.0-5.0	6-1 & 12-1	07/14/05	12/01/25	35,670	5,125	30,545
						\$ 100,670	\$ 13,755	\$ 86,915

The following is a summary of the County's governmental activities revenue bonds debt service requirements to maturity as of December 31, 2009 (in thousands of dollars):

Year Payable	Interest Rate (%)	Principal	Interest	Total
2010	2.5-3.0	\$ 3,145	\$ 3,664	\$ 6,809
2011	2.63-5.0	3,235	3,572	6,807
2012	3.0-3.25	3,360	3,448	6,808
2013	3.0-5.0	3,465	3,341	6,806
2014	3.0-5.0	3,610	3,201	6,811
2015-2019	3.25-4.0	20,210	13,835	34,045
2020-2024	3.88-5.0	23,465	9,495	32,960
2025-2029	4.25-5.0	13,030	5,084	18,114
2030-2034	5.0	13,395	2,074	15,469
Totals		\$ 86,915	\$ 47,714	\$ 134,629

Business-type activities:

Pursuant to the provisions of GASB Statement No. 49, Accounting and Financial Reporting for Pollution Remediation Obligations, the County is reporting a \$1,432,000 liability in its Sanitation Enterprise Fund for its estimated liability due to its standing as a potentially responsible party (PRP) in the Crymes Landfill site. The Crymes Landfill is a privately owned off-site landfill which the Georgia Environmental Protection Division determined required remediation in 1998 pursuant to the Georgia Hazardous Site response Act (HSRA) HIS Listed 102292. DeKalb County is one of forty-five participants in the Crymes Landfill HSRA action and is responsible for 15% of the remediation costs. For several years, the County sent household waste to the Crymes Landfill, extending the life of its own facility. The County has funded its current share based on prior engineering efforts in the Sanitation Enterprise Capital Fund. Post remediation costs are unlikely.

The following is a schedule of future minimum installment purchase payments on capital leases for vehicles in the business-type activities with the present value of the net minimum payments as of December 31, 2009 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2010	\$ 351	\$ 10	\$ 361
2011	30	-	30
Totals	<u>\$ 381</u>	<u>\$ 10</u>	<u>\$ 391</u>

The following is a summary of the County's outstanding business-type activities revenue bond issues as of December 31, 2009 (in thousands of dollars):

Series	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Out-standing	Callable	Call Premiums
1999	4.50-4.625	4-1 10-1	05/01/99	10/01/11	\$ 96,345	\$ 93,830	\$ 2,515	\$ 2,515	0-1%
2000	4.75-5.25	4-1 10-1	11/01/00	10/01/11	214,525	207,370	7,155	3,660	1%
2003	3.25-5.0	4-1 10-1	11/18/03	10/01/35	179,865	12,235	167,630	145,875	0%
2006A	4.0-5.0	4-1 10-1	04/27/06	10/01/35	94,990	5,195	89,795	75,020	0%
2006B	4.25-5.25	4-1 10-1	04/27/06	10/01/35	271,895	-	271,895	244,190	0%
Totals					<u>\$ 857,620</u>	<u>\$ 318,630</u>	<u>\$ 538,990</u>	<u>\$ 471,260</u>	

The following is the purpose of each series of the County's outstanding business-type activities revenue bond issues as of December 31, 2009:

Series	Purpose
1999	Water reservoir expansion, City of Atlanta Phosphorous Reduction Program
2000	New filter plant, sewer plant improvements, relief sewers
2003	Refunding issue, Nancy Creek Tunnel, new Water & Sewer administration building, sewer renovation
2006A	New raw water pump station, sewer plant improvement design, lift station improvements
2006B	Refunding issue

Part of the proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 2003, was used to refund \$114,335,000 of the Series 1993 Water and Sewerage Revenue Bonds. The proceeds of the Water and Sewerage Revenue Bonds, Series 1993, were used to: (1) fund a portion of the City of Atlanta Phosphorous Reduction Program, (2) to refund \$5,195,000 in Series 1985 Water and Sewerage Refunding Revenue Bonds, and (3) to refund \$23,870,000 in Series 1990 Water and Sewerage Revenue Bonds (issued to fund filter plant expansion and relief sewer capital projects). The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 1985, were used to refund all outstanding Water and Sewerage Revenue Bonds at that time, which was \$92,235,000 in Series 1962, Series 1963, Series 1971, Series 1973, Series 1974, and Series 1978 Water and Sewerage Revenue Bonds. The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 2006B were used to refund \$90,440,000 of the Series 1999 Water and Sewerage Revenue Bonds, and to refund \$191,940,000 of the Series 2000 Water and Sewerage Revenue Bonds.

For financial accounting and reporting purposes, all revenue bonds defeased (\$11,245,000 in 2009) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements.

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverages. As of December 31, 2009, the County believes it was in compliance with all such significant limitations and restrictions.

The following is a summary of the County's outstanding business-type activities revenue bonds debt service requirements to maturity as of December 31, 2009 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2010	\$ 11,705	\$ 27,133	\$ 38,838
2011	12,190	26,644	38,834
2012	12,595	26,073	38,668
2013	13,190	25,480	38,670
2014	13,825	24,841	38,666
2015-2019	79,655	113,693	193,348
2020-2024	102,185	91,364	193,549
2025-2029	126,540	61,960	188,500
2030-2034	135,720	29,053	164,773
2035	31,385	1,569	32,954
Totals	\$ 538,990	\$ 427,810	\$ 966,800

**7. Leases**

Operating Leases

The County leases building and office facilities and equipment under leases and rental agreements which are cancelable annually. In 2009, the County paid \$4,808,104 to lease office space for Tax Commissioner, Police, Registrar, Economic Development, Workforce Development, and the DeKalb Development Authority. The County leases office equipment, emergency construction, and event equipment on an as needed basis. In 2009, equipment rentals totaled \$3,127,139.

The Development Authority of DeKalb County issued the Series 2006 Revenue Bonds for the purpose of financing the costs of the acquisition, design, construction, installation and equipping of a performing arts center facility and related parking deck. The Series 2006 Bonds are secured by a pledge of the Development Authority's right, title and interest in the rents and other payments derived by the Development Authority pursuant to a lease agreement between the Development Authority and the County. Under the lease agreement, the County is obligated to make rental payments to the Development Authority in amounts sufficient to pay the principal, premium and interest on the 2006 Bonds. In 2009, that amount was \$707,825. The future minimum lease payments as of December 31, 2009 are as follows (in thousands of dollars):

Year Payable	Amount
2010	710
2011	705
2012	709
2013	708
2014	705
2015-2017	2,120
	<u>\$ 5,657</u>

Funding for the County's rental payments is provided through a 3% tax on motor vehicle rentals.

Capital Leases

The County has entered into a multi-year lease purchase arrangement pursuant to OCGA 36-60-13 for the purchase of certain vehicles, equipment and other capital outlay projects. These leases are paid over periods not to exceed five (5) years. In 2009 the County did not enter into any new leases.

The following is a schedule summarizing future lease payments by the following major asset classes as of December 31, 2009 (in thousands of dollars):

	Equipment	Vehicles	Total
Governmental activities:	\$ 5,920	\$ -	\$ 5,920
Business-type activities:	-	381	381
	<u>\$ 5,920</u>	<u>\$ 381</u>	<u>\$ 6,301</u>

**8. Employee Benefits**

(A) Defined Benefit Pension Plan Description

The County provides pension benefits for substantially all of its full-time and permanent part-time employees through a single employer defined benefit plan (the "Plan"). The Plan is administered by the DeKalb County Pension Board (the "Board"), composed of seven voting members (the Chief Executive Officer of DeKalb County, two members elected by County employees, two members selected by the DeKalb County Board of Commissioners, one member elected by County retirees, and one member appointed by the other voting members of the Board) and two non-voting members (the County Director of Finance and the County Merit System Director). The Plan does not issue separate financial statements. The County's payroll for employees covered by the Plan for the year ended December 31, 2009 was \$327,945,000, as compared to a total County payroll of \$345,106,000.

Employees participating prior to September 1, 2005: The Plan provides retirement benefits of 2.75% of average salary (based on the highest consecutive 36 months of pay over the last 10 years of employment) times years of service with a maximum retirement benefit of 82.5% of average salary. Normal retirement, with at least 10 years of service, is at age 55 or older. Early retirement (subject to reductions in benefits) is allowed at age 50 with 10 or more years of service. Employees with 30 years of service can retire at any age with no reduction in benefits. An employee can retire at age 65 with three or more years of service.

Termination benefits are as follows: Within the first three years of service, the participant's contributions will be returned without interest. After three but less than ten years of service, the participant may either withdraw contributions plus interest or leave contributions in the Plan and receive a monthly benefit to commence at age 65 equal to his accrued benefit as of the date of termination. After ten years of service, the participant may either withdraw contributions plus interest or leave contributions in the Plan and receive a monthly benefit to commence at his normal retirement date equal to his accrued benefit as of the date of termination. Such terminating employee may elect to receive reduced benefits any time after he attains 50 years of age.

Employees beginning participation on or after September 1, 2005: The Plan provides retirement benefits of 2.25% of average salary (based on the highest consecutive 36 months of pay over the last ten years of employment) times years of service with a maximum retirement benefit of 67.5% of average salary. Normal retirement, with at least 10 years of service, at age 62 or older. Early retirement (subject to reductions in benefits) is allowed at age 55 with 10 or more years of service. Employees age 55 with 25 years of service can retire with no reduction in benefits. An employee can retire at age 65 with seven or more years of service.

Termination benefits are as follows: Within the first three years of service, the participant's contributions will be returned without interest. After three but less than seven years of service, the participant's contributions plus interest shall be returned. After seven years of service, the participant may either withdraw contributions plus interest or leave contributions in the Plan and receive a monthly benefit to commence at his normal retirement date equal to his accrued benefit as of the date of termination. Such terminating employee may elect to receive benefits any time after he attains 55 years of age.

Retirement benefits are payable monthly for life (ten years guaranteed) with survivor options available subject to reduced monthly benefits. The Plan also provides disability benefits. These benefit provisions and all other requirements are established by State statute and by the DeKalb Pension Act. Any changes to the Plan benefits must be approved by the DeKalb County Board of Commissioners. Contribution levels to the Plan are determined using the actuarial basis specified by statute. Contribution levels in 2009, as approved by the DeKalb County Board of Commissioners, are employee 4.5% and County 9.5% of employee earnings. The accrual basis of accounting is used to report the activities of the Plan. Plan member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Assets are valued at fair value, based on quoted market prices, with actuarial valuations of investments adjusted to market at a 5-year smoothed rate. As of year end, no investment in any one organization represented 5% or more of plan assets. Administrative costs of the Plan are financed through investment earnings. As of year-end 2008, Plan membership was composed of the following:

Active vested employees covered by the Plan	2,531
Active nonvested employees covered by the Plan	4,487
Retirees currently receiving normal retirement benefits	2,673
Retirees currently receiving disability benefits	121
Beneficiaries of deceased retirees currently receiving benefits	246
Terminated employees entitled to benefits, but not yet receiving them because of age	446
Total members	10,504

(B) Actuarial assumptions

The actuarial accrued liability was computed as part of an actuarial valuation performed as of April 1, 2009. Under GASB 27, for financial reporting purposes, an actuarial valuation should be performed at least biennially only if no significant changes. Significant actuarial assumptions used in the valuation include: (a) rate of return on investment of present and future assets of 8.0% per year compounded annually, (b) projected salary increases of 3.5% to 7.8% for inflation plus 3.5% for merit / seniority based on an age-graduated scale, compounded annually, (c) no postretirement benefit increases were assumed. In 2010, the County offered to employees meeting certain age and years of service criteria, an early retirement incentive program. The program is estimated to generate 750 retirements. The program credits employees with 2 additional years of service and reimburses the employee for 1.5 times the accrued unused annual leave, up to a maximum of 480 hours. The total cost is to be born by the Plan. The next valuation will be performed after the impact of the early retirement incentive program has been realized.

(C) Actuarially Determined Pension Plan Contribution Requirements and Contributions Made

The Plan's funding policy provides for actuarially determined contributions at rates that, for individual employees, are a level percentage of payroll. The contribution rate for normal rate for normal cost was changed from the projected unit credit cost method to the entry age normal method for 2006. The recommended contribution calculated under the entry age normal cost method is less than the contribution calculated under projected unit credit. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the actuarial accrued liability as described above. The actuaries used an asset valuation method that gradually adjusts to market value. Under this valuation method, the full value of market fluctuations is not recognized in a single year and, as a result, the asset value and the plan costs are more stable. To develop the Annual Required Contribution, the UAL has been amortized over 10 years using level dollar amortization in years when an overfunding existed, and over 30 years as a level percentage of payroll in years of underfunding. The total contributions to the Plan for the year were made in accordance with actuarially determined requirements computed through an actuarial valuation performed April 1, 2009. The April 2009 valuation report was revised from previously issued reports pursuant to action by the County to bring the Plan into compliance with State funding requirements. Some of the historical information in this report has been revised to reflect changes made to meet such compliance standards.

The April 1, 2009 valuation is used to determine the recommended contribution for the fiscal year beginning January 1, 2011. The recommended contribution is the minimum amount required to satisfy the minimum funding standards under Georgia law by virtue of Code section 47-20-10. The minimum required contribution under Georgia law is based on the Plan's normal cost plus the sum of individual bases established for experience gains and losses, plan amendments, assumption changes and method changes. Georgia Code Section 47-20-10(b) also allows a Plan to be in compliance if the sponsor makes contributions equal to the Annual Required Contribution (ARC) under GASB.

Based on the April 1, 2009 valuation, employer contributions of \$30,600,000 represent 105% of the employer annual required contribution. The net pension obligation of \$24,947,000 was determined in accordance with GASB Statement No. 27, Accounting for Pensions by State and Local Governmental Employers. The amortization period for the County's actuarial accrued surplus is open.

Schedule of Funding Progress (in thousands of dollars where applicable):

	Valuation Date April 1, 2009
Actuarial value of plan assets	\$ 1,209,256
Actuarial accrued liability (AAL)	1,677,163
Assets in excess of / unfunded actuarial accrued liability (UAAL)	\$ (467,907)
Funded ratio	72.10%
Annual covered payroll	\$ 315,482
UAAL as a percentage of covered payroll (not less than zero)	148.31%

Schedule of Employer Contributions (in thousands of dollars where applicable):

	Fiscal Year			
	2009	2008	2007	2006
Annual required contribution (ARC)	\$ 28,932	\$ 29,038	\$ 24,482	\$ 13,091
Interest on net pension obligation	(1,772)	(2,010)	(2,441)	(2,591)
Annual required contribution adjustment	1,359	1,453	4,211	4,469
Annual pension cost (APC)	28,519	28,481	26,252	14,969
Annual employer contributions made	(30,520)	(26,296)	(20,866)	(13,101)
Change in net pension obligation	(2,001)	2,185	5,386	1,868
Beginning of year net pension obligation (NPO) / asset	(22,946)	(25,131)	(30,517)	(32,385)
End of year net pension obligation (NPO) / asset	\$ (24,947)	\$ (22,946)	\$ (25,131)	\$ (30,517)
Amortization	16.8215	17.3015	7.2469	7.2469
Percentage of annual employer contributions made to annual required contributions	105.49%	90.56%	85.23%	100.00%
Percentage of annual employer contributions made to annual pension cost	107.02%	92.33%	79.48%	87.52%



The schedules of funding progress and employer contributions, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

(D) Schedule of contributions as a percentage of salary

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Employee	4.5%	4.0%	3.5%	2.5%	1.5%	.5%	.5%	.5%	.5%	.5%
Employer	9.5%	8.0%	6.5%	4.0%	3.0%	.5%	.5%	.5%	.5%	.5%

The Board of Commissioners has not approved any changes to the employee and employer contributions to the Pension Plan as of December 31, 2009.

(E) Other Postretirement Benefits

Group health benefits are available to all retirees, beneficiaries of, and dependents of retirees, with the County paying up to 70% of the total cost and the retiree paying the remaining amount. Life insurance in the amount of \$5,000 is provided to all retirees without cost to the retiree. These benefits are provided by the DeKalb County Board of Commissioners each year and are not statutory, contractual, or required by other authority. The total cost of retiree health benefits (including retirees' portions), \$19,010,468 for 2009, is recognized as an expense in the Internal Service Funds as claims are incurred. The enterprise funds and major governmental funds reimburse the Internal Service Funds for their share of these expenses. Currently 4,220 retirees, beneficiaries, and dependents of retirees are receiving group health benefits under the Plan.

The DeKalb County Employee and Postretirement Medical & Life Insurance Benefits Plan, administered by the County's Board of Commissioners, is a single-employer defined healthcare plan. The plan provides medical, dental and life insurance benefits to active employees, and eligible retirees, and eligible beneficiaries and dependents of retirees. The annual contribution made is based on the projected pay-as-you-go financing requirements. The County does not prepare a separate audited GAAP-basis postemployment benefit plan report.

The County's annual other postemployment benefit (OPEB) cost is calculated based on the Annual Required Contribution of the Employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. Under GASB 45, for financial reporting purposes, an actuarial valuation is required at least biennially for OPEB plans with a total membership (including employees in active service, terminated employees who have accumulated benefits but are not yet receiving them, and retired employees and beneficiaries currently receiving benefits) of 200 or more. The following schedule shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation.

Schedule of Funding Progress (in thousands of dollars where applicable):

	Valuation Date <u>January 1, 2009</u>
Actuarial accrued liability:	
Retired employees	\$ 614,907
Active employees	855,149
Unfunded actuarial accrued liability (UAAL)	<u>\$ 1,470,056</u>
Annual covered payroll	\$ 315,482
UAAL as a percentage of covered payroll (not less than zero)	466.0%

Schedule of Contributions to Other Postemployment Benefit (OPEB) (in thousands of dollars where applicable):

	2009	2008	2007
Amortization of unfunded accrued liability (UAAL)	\$ 59,635	\$ 41,596	\$ 37,200
Normal cost at beginning of year	90,945	59,612	57,319
Annual required contribution (ARC)	150,580	101,208	94,519
Interest on annual required contribution	6,023	4,048	3,781
Annual OPEB cost	156,603	105,256	98,300
Annual employer contributions made	(18,575)	(16,705)	(14,089)
Net OPEB obligation - December 31	\$ 138,028	\$ 88,551	\$ 84,211
Annual increase in net OPEB obligation	\$ 49,477	\$ 4,340	\$ 84,211
Percentage of annual employer contributions made to annual required contributions	12.34%	16.51%	14.91%
Percentage of annual employer contributions made to annual OPEB cost	11.86%	15.87%	14.33%
Net OPEB obligation attributable to:			
Governmental Funds	\$ 105,746	\$ 67,423	\$ 64,118
Business-type Funds	32,282	21,128	17,081
Total	\$ 138,028	\$ 88,551	\$ 81,199

The schedules of funding progress and employer contributions, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, currently presents only the first two years of transition, but will in future years present multiyear trend information about whether the actuarial value of the plan is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

For the April 1, 2009 actuarial valuation, the projected unit credit method was used. This method allocates benefits of each individual by a consistent formula to valuation years. The amortization amount of the unfunded actuarial accrued liability (UAAL) has been computed as a level percentage of payroll using a 30-year amortization period. A closed amortization period has been used which reduces the period by one year annually such that the unfunded liability becomes fully amortized 30 years from the initial valuation.

The investment return assumption (or discount rate) is to be selected as the estimated long-term investment return on the investments that are expected to be used to finance the payment of benefits. For funded plans, the considerations in selecting this rate would be similar to selecting the funding interest rate for a pension plan. However, for unfunded plans such as DeKalb County's, the discount rate should be determined with reference to the employer's general assets. In this instance, governmental unrestricted general assets are invested in very short-term fixed instruments. This asset allocation leads to a low discount rate. For the purposes of the 2009 actuarial valuation, a discount rate of 4.00% has been used.

Other actuarial assumptions include healthcare cost trend rates ranging from 10% in 2010 to 5% in 2014 and beyond. Employee salary increases are projected at a range from 6.50% for employees 25 years of age to 3.50% for employees 55 years and older. Retiree medical contributions are assumed to increase at the same rates as incurred claims. A constant cost sharing between employer and employee is assumed. All future retirees and 60% of the spouses of married participants are assumed to elect coverage. While not obligated to continue to provide coverage, it is assumed for the purposes of this valuation that DeKalb County will maintain a consistent level of cost sharing and benefit provisions.

## (F) Deferred Compensation Plan

The County offers its employees an optional deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the participant or other beneficiary) solely the property and rights of a Trust created by the County for the benefit of the participants and administered by third parties. The County has adopted the provisions of GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, which required the removal of plan assets and liabilities from the financial statements of the County.

## 9. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; law enforcement liability; injuries to employees; assumed risks for employee benefits; damage to private parties; and natural disasters. By provision of the State of Georgia Constitution, the County may be immune from liability for most forms of bodily injury and property damage arising out of its operations, if such losses are not insured. It is the policy of the County to utilize immunity as a legal defense against liability claims whenever the risk of loss is not insured and immunity may be asserted.

DeKalb County has a Risk Management Fund to account for and to finance its purchase of insurance and coverage of uninsured risks of loss when immunity cannot be asserted. Under this program, the Risk Management Fund finances two reserves: workers' compensation and incurred but unpaid claims under a self-funded employee medical benefit program. The County retains the first \$500,000 of expense for each occurrence of workers' compensation injuries, and it retains the first \$200,000 of medical expense claims per year for each covered employee under the comprehensive medical insurance plan. Beyond these limits, the County purchases specific excess insurance to limit further loss. Reserves are established for the medical insurance liabilities based on actuarial projection provided by the plan administrator (Blue Cross and Blue Shield of Georgia). Reserves for workers' compensation are established as follows: (1) an estimate of future expenses for known claims and known treatment needs, and (2) a statistical projection of incurred but unreported claims, based on recent historical experience of loss development in the County's claims.

The County purchases commercial automobile liability insurance to cover its automobile, trucks, and other on-road vehicles. It also purchases liability coverage for its helicopter fleet and for airport operations. Beyond the limits of the liability policies, the County asserts immunity, and has never been required to pay a claim in excess of those policies. Consequently, no reserve is established for these risk exposures.

Buildings and contents are insured through an "all risk" property damage insurance policy, and the County retains the first \$250,000 of each loss, with an aggregate limit of \$200,000,000. This retention level is funded by an annual appropriation of \$500,000 which, historically, has been adequate to cover all claims.

The changes in the liabilities for self-insurance for the last five years are as follows (in thousands of dollars):

	2009	2008	2007	2006	2005
Workers' compensation:					
Incurred claims, net of any changes	\$ 5,780	\$ 5,593	\$ 3,987	\$ 4,292	\$ 2,952
Payments	(6,080)	(4,262)	(4,097)	(4,456)	(3,244)
Ending balance	<u>8,098</u>	<u>8,398</u>	<u>7,067</u>	<u>7,177</u>	<u>7,341</u>
Health and dental:					
Incurred claims, net of any changes	75,292	72,245	70,699	64,233	57,424
Payments	(76,806)	(72,816)	(69,871)	(63,723)	(57,883)
Ending balance	<u>3,635</u>	<u>5,149</u>	<u>5,720</u>	<u>4,892</u>	<u>4,382</u>
Total liability for self-insurance	<u>\$ 11,733</u>	<u>\$ 13,547</u>	<u>\$ 12,787</u>	<u>\$ 12,069</u>	<u>\$ 11,723</u>

**10. Proprietary Funds**

Contracts and agreements

The County has a shared interest in various water pollution control plants with the City of Atlanta, Gwinnett County, and Fulton County. Each of these agreements requires the County to pay a pro rata share of the plants' operating costs and additional capital improvements which may be made by the other equity interest. During 2009, the County incurred the following operating costs (no capital costs were incurred) (in thousands of dollars):

R. M. Clayton Plant - City of Atlanta (incurred for May-Dec 2007)	\$ 10,405
R. M. Clayton Plant - City of Atlanta (incurred for Jan-Dec 2008)	14,244
R. M. Clayton Plant - City of Atlanta (incurred for Jan-Aug 2009)	7,892
Big Creek Plant, John's Creek Plant & Marsh Creek Plant - Fulton County	606
Jackson Creek Plant - Gwinnett County	211
Total	<u>\$ 33,358</u>

The County stopped paying the City of Atlanta for RM Clayton costs in 2007 due to unresolved issues relating to the invoices. In 2009 those issues were resolved and the County made payments for the months May 2007 through August 2009.

**11. Allowance For Uncollectible Receivables**

Allowances for uncollectible receivables at December 31, 2009 are as follows (in thousands of dollars):

	Gross Receivables	Uncollectible Receivables	Net Receivables
Governmental activities:			
Taxes receivable	\$ 49,377	\$ 2,021	\$ 47,356
Accounts receivable	12,844	8,264	4,580
	<u>\$ 62,221</u>	<u>\$ 10,285</u>	<u>\$ 51,936</u>
Business-type activities:			
Accounts receivable	\$ 43,150	\$ 6,298	\$ 36,852

**12. Due From Other Governments**

Amounts due from other governments at December 31, 2009 are as follows (in thousands of dollars):

Governmental activities:		Business-type activities:	
Georgia Department of Transportation	\$ 2,573	Georgia Emergency Management Agency	\$ 540
Georgia Emergency Management Agency	3,918	Federal Aviation Administration	382
Georgia Regional Transportation Administration	2,714	Georgia Department of Transportation	209
Atlanta Regional Commission	266	Other local governments	575
U. S. Department of Housing & Urban Development	223	Total	<u>\$ 1,706</u>
U. S. Department of Labor	876		
Georgia Department of Human Resources	411	Component units:	
U. S. Department of Health and Human Services	300	Miscellaneous State Agencies	\$ 1,977
Office of National Drug Control	323		
Federal Emergency Management Agency	527		
Others	552		
Total	<u>\$ 12,683</u>		

### 13. Interfund Balances and Activity

#### (A) Balances Due To / From Other Funds

Balances due to / from other funds at December 31, 2009 consist of the following (in thousands of dollars):

Due to the General Fund from other governmental funds representing short-term loans.	\$ 12,851
Due to the 2006 Transportation, Parks and Libraries Bond Fund from other governmental funds representing short-term loans.	16,019
Due to Watershed System Enterprise Fund from Nonmajor Enterprise Funds, representing a short-term loan.	637
Due between Internal Service Funds, representing a short-term loan.	1,316
	<u>\$ 30,823</u>

#### (B) Transfers To / From Other Funds

Transfers to / from other funds for the year consist of the following:

Transfer from General Fund to other Nonmajor Governmental funds to match federal and state grants.	\$ 2,530
Transfer from General Fund to other Nonmajor Governmental funds for capital projects.	11,868
Transfer from General Fund to other Nonmajor Governmental funds to fund operations.	1,500
Transfer from Special Tax District Designated Services Fund to other Nonmajor Governmental funds to match federal and state grants.	163
Transfer from Special Tax District Designated Services Fund to other Nonmajor Governmental funds for capital projects.	63
Transfer from Special Tax District Unincorporated Fund to Special Tax District Designated Services Fund to fund operations.	79,667
Transfer from other Nonmajor Governmental funds to General Fund to fund programs.	10,713
Transfer between other Nonmajor Governmental funds for capital projects.	216
Transfer between other Nonmajor Governmental funds to match grants.	633
Transfer from Sanitation Enterprise Fund to Nonmajor Governmental funds to fund operations.	1,000
Transfer from Internal Service Funds to Nonmajor Governmental funds for capital projects.	300
	<u>\$ 108,653</u>

### 14. Commitments and Contingencies

The County is required by state law to spend 2% of the 5% hotel / motel tax collected on contracts promoting tourism. In fiscal year 2006, the County Board of Commissioners voted to appropriate this 2% portion of the hotel / motel tax collected by the County to the DeKalb Convention and Visitors Bureau ("DCVB"). During 2009, the County paid \$1,531,815 to the DCVB.

Litigation - The County is defendant in various legal actions related to claims for alleged damages to persons and property, civil rights violations, zoning matters, and other similar types of actions arising in the course of normal County operations. In the opinion of the County's management and legal counsel, there are no suits pending or unasserted claims that would have a material adverse effect on the financial condition of the County.

Grant Contingencies - The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County's management expects such amounts, if any, will not be significant.

**15. Fund Deficits and Liquidity**

The three major tax funds all completed 2009 with fund balance deficits as follows: the General Fund (\$24,417,000); the Special Tax District-Designated Services Fund (\$5,714,000); the Special Tax District-Unincorporated Fund (\$4,321,000). These deficits were caused by a downturn in the economy forcing revenue to lag behind expenditures. The 2010 Budget and its proper management should eliminate these deficits. The Nonmajor Special Revenue - Development Fund ended fiscal 2009 with a fund balance deficit of (\$1,072,000). As development activity has slowed due to the slow down in the economy, the County will be required to reduce expenditures in the Development Fund. Some fees will also be increased. The Nonmajor Special Revenue Recreation Fund ended fiscal 2009 with a fund balance deficit of (\$293,000). The County will reduce expenditures to match anticipated income from charges for services at pools and parks. The Nonmajor Special Revenue - 2004 Local Law Enforcement Block Grant Fund ended fiscal 2009 with a fund balance deficit of (\$8,000). The 2001-2004 Local Law Enforcement Block Grants are essentially complete and the funds are being reconciled for closure. The Nonmajor Special Revenue-Grant-in-Aid Fund ended 2009 with a (\$21,000) deficit due to expenses incurred prior to being reimbursed. The Nonmajor Special Revenue-Fire Fund ended 2009 with a deficit of (\$2,696,000). Tax allocation to the fund will be increased to cover growth in expenditures. The Nonmajor Special Revenue-Hospital Fund ended 2009 with a (\$219,000) deficit. The County will increase the fund's tax allocation and reduce expenditures to eliminate this deficit. The Nonmajor Capital Projects -Host Capital Projects Fund ended 2009 with a (\$3,340,000) deficit. An amount necessary to eliminate the negative fund balance will be transferred to the fund in 2010. The Nonmajor Capital Projects -ARRA Fund ended 2009 with a (\$103,000) deficit due to expenses incurred prior to being reimbursed. The Nonmajor Debt Service - Building Authority Revenue Bonds Fund ended the year with a fund balance deficit of (\$1,289,000). This deficit will be eliminated through future interest earnings. The Internal Service Fund - Vehicle Maintenance ended fiscal 2009 with a fund balance deficit of (\$4,507,000). The County will reduce expenditures to match anticipated income from charges for services.

Liquidity risk is the risk that the County does not have sufficient liquid financial resources to meet its obligations when they fall due, or would have to incur excessive costs to do so. During times of economic stress such as the current national recession, the County faces a significant risk to its ability to generate cash from revenues sufficient to pay operating expenditures. Two of the County's largest revenue streams, property taxes and sales taxes, are especially susceptible to major downturns in the economy and have declined in recent years due to increasing levels of unemployment, declining property values and the foreclosure crisis. Unemployment increased rapidly from 7.7% in December 2008 to 10.2% in December 2009 (compared to 10% state and 10% national).

The County acknowledges the urgency and criticality of reversing the trend of negative fund balances in certain funds, particularly the general fund, and building back adequate reserves. The current general fund deficit poses significant liquidity risk and potentially could increase the cost of any new bond issuances, and a reduction in services and service levels. The County currently limits its borrowings to fixed interest obligations for essential projects. In response, the County has implemented a number of major deficit reduction initiatives designed to reduce expenditures and increase revenues in 2010 and beyond.

In mid-2010, the County offered early retirement incentives to 1,200 eligible employees, resulting in 843 employees opting for early retirement and a reduction in annual salaries totaling more than \$30 million. In addition, the County's liability for unused vacation related to these employees was reduced and paid out by the Pension Fund. The Board of Commissioners eliminated all vacated positions, and authorized primarily the re-creation of certain critical public safety and business type activity positions. The County also implemented changes to the employee insurance programs to limit the growing cost of health insurance; this effort is on-going and is expected to continue to result in significant cost reductions. As a part of the 2010 budget, seven unpaid holidays were implemented, four of which were converted to furlough days. The County maintains absolute funds checking to mitigate the risk of unauthorized over-spending, and the CEO continues to direct activities under his office's control to eliminate unnecessary expenditures.

In mid-2010, the CEO and Board of Commissioners established a Revenue Enhancement Commission consisting of business representatives and community leaders. The Commission will complete its recommendations for new and enhanced revenues in the third quarter of 2010, with potential increases in hotel-motel taxes and business registration fees, identifying under-reported property values, and other revenue streams. House Bill 1221, adopted by the General Assembly in 2010, amended the application of the Homestead Option Sales Tax to include food items effective January 1, 2011. This amendment will potentially increase revenues by more than \$10 million annually. Other adopted State legislation will increase various fees charged by various courts starting in 2011. The County has devoted considerable attention to increasing revenues by the reduction of unpaid traffic fines, and implementing a paperless citation procedure and other court measures to streamline collections.

In the event that the deficit reduction initiatives described were to fall short of anticipated results, the county would evaluate other available options including additional tax levies.

**16. Budget Information**

The County exceeded the legal level of budgeted expenditures in the following departments during 2009 (in thousands of dollars):

Fund	Department	Amount
Special Revenue - Special Tax District - Designated	Roads and drainage	\$ 293
Special Revenue - Special Tax District - Unincorporated	CEO	2
Nonmajor Special Revenue Recreation	Parks and Recreation	81
Nonmajor Special Revenue Grant-in-Aid	Cooperative Extension	7
Nonmajor Special Revenue Grant-in-Aid	State Court	2
Nonmajor Special Revenue Grant-in-Aid	Human and Community Development	39

The overages in the Special Revenue - Special Tax District - Designated Fund were caused by unexpected expenditures during 2009. The budget for this department in 2010 will be sufficient to cover expenditures. The overages in the Special Revenue - Special Tax District - Unincorporated Fund were a result of the CEO's Office charging maintenance charges to this fund rather than the General Fund. The overages in the Recreation Fund were a result of contractual services and related operating supplies costing more than anticipated. The departmental overage in the Grant-in-Aid Fund results from having to expend on grants prior to reimbursement and establishment of the grant.

As mandated by Georgia law, the County maintains a project-length balanced budget for each capital projects fund. The following is a summary of each of these fund's project-length budgets (in thousands of dollars):

	1987 Parks Bonds	Jail Bonds	Health Facilities Bonds	2001 Parks Bonds	2006 Transportation, Parks, and Libraries Bonds	HOST Capital Projects	
Project-length revenues:							
Budget	\$ 169	\$ 472	\$ 120	\$ 41,707	\$ 150,459	\$ 28,877	
Actual	3	4	8	298	1,589	6,001	
Project-length expenditures:							
Budget	169	472	120	41,707	150,459	28,877	
Actual	41	252	-	2,220	39,020	8,721	

	Capital Improvement Projects	COPS Bonds	Community Greenspace Program	Public Safety Judicial Facilities Authority	Building Authority Juvenile Court Project	ARRA Capital Projects	Total
Project-length revenues:							
Budget	\$ 98,544	\$ 5,815	\$ -	\$ 4,540	\$ 1,930	\$ -	\$ 332,633
Actual	14,171	6	-	(43)	(17)	-	22,020
Project-length expenditures:							
Budget	98,544	5,815	-	4,540	1,930	-	332,633
Actual	19,312	4,200	-	1,597	76	133	75,572

**17. Fund Balance Reserves**

Reserved fund balances in the various funds are as follows (in thousands of dollars):

	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	2006 Transportation, Parks, and Libraries Bonds	Other Governmental Funds	Total Governmental Funds
Reserved for encumbrances	\$ -	\$ -	\$ -	\$ 22,035	\$ 17,996	\$ 40,031
Reserved for inventories	103	-	-	-	-	103
Total reserved	\$ 103	\$ -	\$ -	\$ 22,035	\$ 17,996	\$ 40,134

**18. Subsequent Event Disclosure**

In response to the rising cost of personnel, the County has completed an early retirement incentive program in April, 2010. As a result, 843 employees retired, the vast majority as of May 31, 2010, and the refilling of these vacated positions will be mainly in the areas of sworn public safety. The County will realize an annual reduction in salaries and benefits of approximately \$30 million in 2011. This will reduce the 2010 and 2011 budget requirements and allow for the adequate funding of pension obligations. The County's 2009 and 2010 budget established unpaid holiday pay for one day in 2009 and seven days in 2010 to reduce expenses.

**DEKALB COUNTY, GEORGIA**  
**REQUIRED SUPPLEMENTAL INFORMATION**

**DECEMBER 31, 2009**

(Unaudited)

**1. Pension Plan**

**(A) Unaudited Schedule of Funding Progress (in thousands of dollars where applicable):**

	Valuation Date						
	4-1-2009	4-1-2008	4-1-2007	4-1-2006	4-1-2005	4-1-2004	4-1-2003
Actuarial value of plan assets	\$ 1,209,256	\$ 1,289,817	\$ 1,266,830	\$ 1,243,750	\$ 1,225,338	\$ 1,211,522	\$ 1,200,580
Actuarial accrued liability (AAL)	1,677,163	1,576,182	1,495,475	1,415,719	1,140,305	1,038,214	983,393
Assets in excess/unfunded of actuarial accrued liability (UAAL)	\$ (467,907)	\$ (286,365)	\$ (228,645)	\$ (171,969)	\$ 85,033	\$ 173,308	\$ 217,187
Funded ratio	72.10%	81.83%	84.71%	87.85%	107.46%	116.69%	122.09%
Annual covered payroll	\$ 315,482	\$ 306,037	\$ 292,963	\$ 284,989	\$ 266,022	\$ 261,248	\$ 254,259
UAAL as a percentage of covered payroll (not less than zero)	148.31%	93.57%	78.05%	60.34%	0.00%	0.00%	0.00%

**(B) Unaudited Schedule of Employer Contributions (in thousands of dollars where applicable):**

	Fiscal Year						
	2009	2008	2007	2006	2005	2004	2003
Annual required contribution (ARC)	\$ 28,932	\$ 29,038	\$ 24,482	\$ 13,091	\$ 6,253	\$ 3,254	\$ (7,005)
Interest on net pension obligation	(1,772)	(2,010)	(2,441)	(2,591)	(2,484)	(2,736)	(2,199)
Annual required contribution adjustment	1,359	1,453	4,211	4,469	4,285	4,719	3,793
Annual pension cost (APC)	28,519	28,481	26,252	14,969	8,054	5,237	(5,411)
Annual employer contributions made	(30,520)	(26,296)	(20,866)	(13,101)	(9,385)	(2,093)	(1,297)
Change in net pension obligation	(2,001)	2,185	5,386	1,868	(1,331)	3,144	(6,708)
Net pension obligation (NPO) / asset	\$ (24,947)	\$ (22,946)	\$ (25,131)	\$ (30,517)	\$ (32,385)	\$ (31,054)	\$ (34,198)
Amortization	16.8215	17.3015	7.2469	7.2469	7.2469	7.2469	7.2469
Percentage of annual employer contributions made to annual required contributions	105.49%	90.56%	85.23%	100.00%	100.00%	64.32%	100.00%
Percentage of annual employer contributions made to annual pension cost	107.02%	92.33%	79.48%	87.52%	116.53%	39.97%	23.97%



**DEKALB COUNTY, GEORGIA**  
**REQUIRED SUPPLEMENTAL INFORMATION**

(Unaudited)

**2. Other Postemployment Benefits (OPEB)**

**(A) Unaudited Schedule of Funding Progress (in thousands of dollars where applicable):**

	Valuation Date		
	1-1-2009	1-1-2008	1-1-2007
Actuarial accrued liability:			
Retired employees	\$ 614,907	\$ 414,901	\$ 411,698
Active employees	855,149	713,608	629,906
Unfunded of actuarial accrued liability (UAAL)	<u>\$ 1,470,056</u>	<u>\$ 1,128,509</u>	<u>\$ 1,041,604</u>
Covered Payroll	\$ 315,482	\$ 328,689	\$ 315,072
UAAL as a percentage of Covered Payroll	466.0%	343.3%	330.6%

**(B) Unaudited Schedule of Contributions to Other Postemployment Benefits (OPEB) (in thousands of dollars where applicable):**

	2009	2008	2007
Amortization of unfunded accrued liability (UAAL)	\$ 59,635	\$ 41,596	\$ 37,200
Normal cost at beginning of year	90,945	59,612	57,319
Annual required contribution (ARC)	<u>150,580</u>	<u>101,208</u>	<u>94,519</u>
Interest on annual required contribution	6,023	4,048	3,781
Annual OPEB cost	<u>156,603</u>	<u>105,256</u>	<u>98,300</u>
Annual employer contributions made	(18,575)	(16,705)	(14,089)
Net OPEB obligation - December 31	<u>\$ 138,028</u>	<u>\$ 88,551</u>	<u>\$ 84,211</u>
Annual increase in net OPEB obligation	<u>\$ 49,477</u>	<u>\$ 4,340</u>	<u>\$ 84,211</u>
Percentage of annual employer contributions made to annual required contributions	12.34%	16.51%	14.91%
Percentage of annual employer contributions made to annual OPEB cost	11.86%	15.87%	14.33%

DEKALB COUNTY, GEORGIA

COMBINING STATEMENTS AND SCHEDULES

DEKALB COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

DeKalb County, Georgia  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2009  
 (in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<u>ASSETS</u>				
Cash and cash equivalents	\$ 24,492	\$ 10,322	\$ 85,502	\$ 120,316
Taxes receivable (net)	3,767	2,227	-	5,994
Accounts receivable (net)	2,803	-	-	2,803
Due from other funds	-	-	-	-
Due from other governments	7,246	-	4,704	11,950
Total assets	<u>\$ 38,308</u>	<u>\$ 12,549</u>	<u>\$ 90,206</u>	<u>\$ 141,063</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts and contracts payable	\$ 5,217	\$ 5	\$ 7,305	\$ 12,527
Other accrued liabilities	2,824	-	-	2,824
Advance payments and deposits	512	-	-	512
Due to other funds	7,741	1,289	571	9,601
Due to others	1,069	-	-	1,069
Deferred revenue	5,965	1,124	226	7,315
Total liabilities	<u>23,328</u>	<u>2,418</u>	<u>8,102</u>	<u>33,848</u>
Fund balances:				
Reserved	3,003	-	14,993	17,996
Unreserved	11,977	10,131	67,111	89,219
Total fund balances	<u>14,980</u>	<u>10,131</u>	<u>82,104</u>	<u>107,215</u>
Total liabilities and fund balances	<u>\$ 38,308</u>	<u>\$ 12,549</u>	<u>\$ 90,206</u>	<u>\$ 141,063</u>

See accompanying independent auditors' report.

DeKalb County, Georgia  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<u>REVENUES</u>				
Taxes	\$ 70,667	\$ 44,225	\$ -	\$ 114,892
Licenses and permits	3,447	-	-	3,447
Use of money and property	2,638	5,542	250	8,430
Intergovernmental	32,926	-	8,758	41,684
Fines and forfeitures	2,702	-	-	2,702
Charges for services	6,315	-	-	6,315
Miscellaneous	14,460	-	1,724	16,184
Total revenues	<u>133,155</u>	<u>49,767</u>	<u>10,732</u>	<u>193,654</u>
<u>EXPENDITURES</u>				
Current:				
General government	9,459	13	-	9,472
Public safety	66,984	-	-	66,984
Civil and criminal court system	2,994	-	-	2,994
Public works	9,925	-	-	9,925
Human and community development	7,388	-	-	7,388
Parks and recreation	1,199	-	-	1,199
Health and welfare	29,831	-	-	29,831
Debt service:				
Principal	284	27,695	1,362	29,341
Interest	36	20,724	79	20,839
Capital outlay:				
General government	-	-	10,711	10,711
Public safety	-	-	2,477	2,477
Civil and criminal court system	-	-	4,499	4,499
Public works	-	-	16,960	16,960
Parks and recreation	-	-	2,339	2,339
Health and welfare	-	-	13	13
Total expenditures	<u>128,100</u>	<u>48,432</u>	<u>38,440</u>	<u>214,972</u>
Excess (deficiency) of revenues over expenditures	<u>5,055</u>	<u>1,335</u>	<u>(27,708)</u>	<u>(21,318)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	6,126	-	12,147	18,273
Transfers out	(9,117)	-	(2,445)	(11,562)
Total other financing sources (uses)	<u>(2,991)</u>	<u>-</u>	<u>9,702</u>	<u>6,711</u>
Net change in fund balance	2,064	1,335	(18,006)	(14,607)
Fund balance - beginning	12,916	8,796	100,110	121,822
Fund balance - ending	<u>\$ 14,980</u>	<u>\$ 10,131</u>	<u>\$ 82,104</u>	<u>\$ 107,215</u>

See accompanying independent auditors' report.

DeKalb County, Georgia  
Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

The following Nonmajor Special Revenue Funds are used by the County:

Development Fund - to account for operations of the County's development department, whose financing is provided by license and permit fees.

PEG Support Fund - to account for monies collected from cable companies to provide infrastructure for government access channels.

County Jail Fund - to account for monies collected as a result of a 10% penalty on certain court cases, which are used for the construction, operation, and staffing of County detention facilities.

Victim Assistance Fund - to account for fines assessed in State and Superior Courts in DeKalb County which are used for victim assistance programs.

Recreation Fund - to account for the operations of various recreational activities provided by the County whose financing is through user fees.

Juvenile Services Fund - to account for monies collected under Georgia law for probation services to juvenile offenders which are used for providing treatment to juvenile offenders.

Drug Abuse Treatment and Education Fund - to account for monies collected under Georgia law related to additional penalties on controlled substance offenses which are used for drug abuse treatment and education programs relating to controlled substances and marijuana.

Law Enforcement Confiscated Monies Fund - to account for monies confiscated under Georgia law by DeKalb law enforcement officers related to controlled substance offenses which are used to defray the cost of complex investigations and to purchase equipment relating to said investigations.

Street Lights Fund - to account for street light assessments on County residents and businesses which are used for providing street light services for the County's citizens.

Speed Humps Fund - to account for speed hump assessments on County residents which are used for providing speed hump services for the County's citizens.

Emergency Telephone System Fund - to account for monies collected under Georgia law by the telephone company on behalf of DeKalb County which are used for providing emergency 911 services to residents of the County.

Grant-in-Aid Fund - to account for operations of various grant-in-aid programs. Financing is provided by contributions from various governmental agencies. Such contributions are used only to finance expenditures permitted by the various grant-in-aid contracts and agreements.

2001 Local Law Enforcement Block Grant Fund - to account for year 2001 local law enforcement block grant monies which are used to support law enforcement in the County.

2002 Local Law Enforcement Block Grant Fund - to account for year 2002 local law enforcement block grant monies which are used to support law enforcement in the County.

2003 Local Law Enforcement Block Grant Fund - to account for year 2003 local law enforcement block grant monies which are used to support law enforcement in the County.

2004 Local Law Enforcement Block Grant Fund - to account for year 2004 local law enforcement block grant monies which are used to support law enforcement in the County.

2005 Justice Assistance Grant Fund (formerly LLEBG) - to account for year 2005 local law enforcement block grant monies which are used to support law enforcement in the County.

ARRA Fund (American Recovery and Reinvestment Act 2009) - to account for year 2009 stimulus monies which are used to support local governments.

Fire Fund - to account for operations of the County's fire department whose financing is provided by a specific annual property tax levy. Such property taxes are used to provide fire protection for all residents of the County not protected by municipal fire departments.

Hospital Fund - to account for contractual payments made by the County to the Fulton DeKalb Hospital Authority whose financing is provided by a specific annual property tax levy.

Hotel/Motel Tax Fund - to account for taxes collected by hotels and motels within the County which are used for the promotion of the tourism and convention trade within the County.

Rental Motor Vehicle Tax Fund - to account for taxes collected on motor vehicles rented within the County which is used to fund rental payments on the Porter Sanford III Performing Arts and Center.

Law Library - to account for fees received from State and Superior Courts and used to finance the Law Library's operation and purchase of reference materials.

Alternative Dispute Resolution - to account for fees received from State, Magistrate, Probate, and Superior Courts and used to fund dispute resolution matters.

DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Balance Sheet  
 December 31, 2009  
 (in thousands of dollars)

	Development	PEG Support	County Jail	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education	Law Enforcement Confiscated Monies	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid
<b>ASSETS</b>												
Cash and cash equivalents	\$ -	\$ 1,545	\$ 251	\$ 224	\$ -	\$ 270	\$ 107	\$ 6,785	\$ 903	\$ 1,538	\$ 6,174	\$ -
Taxes receivable (net)	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable (net)	1,181	-	-	-	-	-	-	-	329	10	1,187	-
Due from other governments	-	-	-	-	-	-	-	-	-	-	-	7,110
<b>Total assets</b>	<u>\$ 1,181</u>	<u>\$ 1,545</u>	<u>\$ 251</u>	<u>\$ 224</u>	<u>\$ -</u>	<u>\$ 270</u>	<u>\$ 107</u>	<u>\$ 6,785</u>	<u>\$ 1,232</u>	<u>\$ 1,548</u>	<u>\$ 7,361</u>	<u>\$ 7,110</u>
<b>LIABILITIES AND FUND BALANCES</b>												
Liabilities:												
Accounts and contracts payable	\$ 11	\$ 7	\$ -	\$ -	\$ 17	\$ -	\$ -	\$ 107	\$ 397	\$ -	\$ 240	\$ 3,716
Other accrued liabilities	159	2	-	-	16	-	-	-	4	-	353	350
Advance payments and deposits	-	-	-	-	-	-	-	512	-	-	-	-
Due to other funds	2,083	-	-	-	260	-	-	-	-	-	-	2,456
Due to others	-	-	-	-	-	-	-	998	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	609
<b>Total liabilities</b>	<u>2,253</u>	<u>9</u>	<u>-</u>	<u>-</u>	<u>293</u>	<u>-</u>	<u>-</u>	<u>1,617</u>	<u>401</u>	<u>-</u>	<u>593</u>	<u>7,131</u>
Fund balances:												
Reserved	-	33	-	-	-	-	-	135	20	3	434	-
Unreserved	(1,072)	1,503	251	224	(293)	270	107	5,033	811	1,545	6,334	(21)
<b>Total fund balances (deficit)</b>	<u>(1,072)</u>	<u>1,536</u>	<u>251</u>	<u>224</u>	<u>(293)</u>	<u>270</u>	<u>107</u>	<u>5,168</u>	<u>831</u>	<u>1,548</u>	<u>6,768</u>	<u>(21)</u>
<b>Total liabilities and fund balances</b>	<u>\$ 1,181</u>	<u>\$ 1,545</u>	<u>\$ 251</u>	<u>\$ 224</u>	<u>\$ -</u>	<u>\$ 270</u>	<u>\$ 107</u>	<u>\$ 6,785</u>	<u>\$ 1,232</u>	<u>\$ 1,548</u>	<u>\$ 7,361</u>	<u>\$ 7,110</u>

(continued)

DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Balance Sheet  
 December 31, 2009  
 (in thousands of dollars)  
 (continued)

	2001 Local Law Enforcement Block Grant	2002 Local Law Enforcement Block Grant	2003 Local Law Enforcement Block Grant	2004 Local Law Enforcement Block Grant	2005 Justice Assistance Grant	ARRA Grant	Fire	Hospital	Hotel / Motel Tax	Rental Motor Vehicle Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>													
Cash and cash equivalents	\$ 1	\$ 8	\$ 107	\$ -	\$ 499	\$ 4,288	\$ -	\$ -	\$ 136	\$ 202	\$ 353	\$ 1,101	\$ 24,492
Taxes receivable (net)	-	-	-	-	-	-	2,583	1,077	103	4	-	-	3,767
Accounts receivable (net)	-	-	-	-	-	-	27	-	-	-	13	56	2,803
Due from other governments	-	-	-	-	-	136	-	-	-	-	-	-	7,246
<b>Total assets</b>	<b>\$ 1</b>	<b>\$ 8</b>	<b>\$ 107</b>	<b>\$ -</b>	<b>\$ 499</b>	<b>\$ 4,424</b>	<b>\$ 2,610</b>	<b>\$ 1,077</b>	<b>\$ 239</b>	<b>\$ 206</b>	<b>\$ 366</b>	<b>\$ 1,157</b>	<b>\$ 38,308</b>
<b>LIABILITIES AND FUND BALANCES</b>													
<b>Liabilities:</b>													
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ -	\$ 80	\$ 232	\$ 410	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,217
Other accrued liabilities	-	-	-	-	3	81	1,856	-	-	-	-	-	2,824
Advance payments and deposits	-	-	-	-	-	-	-	-	-	-	-	-	512
Due to other funds	-	-	-	8	-	-	1,745	758	-	-	-	431	7,741
Due to others	-	-	-	-	-	-	-	-	-	-	71	-	1,069
Deferred revenue	-	-	-	-	259	3,264	1,295	538	-	-	-	-	5,965
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8</b>	<b>342</b>	<b>3,577</b>	<b>5,306</b>	<b>1,296</b>	<b>-</b>	<b>-</b>	<b>71</b>	<b>431</b>	<b>23,328</b>
<b>Fund balances:</b>													
Reserved	-	-	-	-	41	2,337	-	-	-	-	-	-	3,003
Unreserved	1	8	107	(8)	116	(1,490)	(2,696)	(219)	239	206	295	726	11,977
<b>Total fund balances (deficit)</b>	<b>1</b>	<b>8</b>	<b>107</b>	<b>(8)</b>	<b>157</b>	<b>847</b>	<b>(2,696)</b>	<b>(219)</b>	<b>239</b>	<b>206</b>	<b>295</b>	<b>726</b>	<b>14,980</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1</b>	<b>\$ 8</b>	<b>\$ 107</b>	<b>\$ -</b>	<b>\$ 499</b>	<b>\$ 4,424</b>	<b>\$ 2,610</b>	<b>\$ 1,077</b>	<b>\$ 239</b>	<b>\$ 206</b>	<b>\$ 366</b>	<b>\$ 1,157</b>	<b>\$ 38,308</b>

See accompanying independent auditors' report.



DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

REVENUES	Development	PEG Support	County Jail	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education	Law	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid
								Enforcement Confiscated Monies				
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	3,447	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	-	7	-	-	-	1	1	174	-	10	25	50
Intergovernmental	-	-	191	378	-	-	-	3,155	-	-	-	23,410
Fines and forfeitures	-	-	1,735	947	-	-	20	-	-	-	-	-
Charges for services	28	-	-	-	996	53	-	-	4,994	244	-	-
Miscellaneous	-	77	-	-	-	-	-	24	-	-	12,461	971
<b>Total revenues</b>	<b>3,475</b>	<b>84</b>	<b>1,926</b>	<b>1,325</b>	<b>996</b>	<b>54</b>	<b>21</b>	<b>3,353</b>	<b>4,994</b>	<b>254</b>	<b>12,486</b>	<b>24,431</b>
<b>EXPENDITURES</b>												
<b>Current:</b>												
General government	-	85	-	-	-	-	-	-	-	-	-	3,728
Public safety	-	-	-	-	-	-	-	1,454	-	-	5,355	7,889
Civil and criminal court system	-	-	-	13	-	18	44	305	-	-	-	1,649
Public works	5,832	-	-	-	-	-	-	-	3,916	177	-	-
Community development	-	-	-	-	-	-	-	-	-	-	-	7,388
Parks and recreation	-	-	-	-	586	-	23	-	-	-	-	590
Health and welfare	-	-	-	-	-	-	-	-	-	-	-	6,231
Debt Service												
Principle	48	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>5,880</b>	<b>85</b>	<b>-</b>	<b>13</b>	<b>586</b>	<b>18</b>	<b>67</b>	<b>1,759</b>	<b>3,916</b>	<b>177</b>	<b>5,355</b>	<b>27,475</b>
Excess (deficiency) of revenues over expenditures	(2,405)	(1)	1,926	1,312	410	36	(46)	1,594	1,078	77	7,131	(3,044)
<b>OTHER FINANCING SOURCES (USES)</b>												
Transfers in	2,500	-	-	-	-	-	-	300	-	-	-	3,177
Transfers out	-	-	(1,675)	(2,117)	-	-	-	(214)	-	-	(4,839)	-
<b>Total other financing sources (uses)</b>	<b>2,500</b>	<b>-</b>	<b>(1,675)</b>	<b>(2,117)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>86</b>	<b>-</b>	<b>-</b>	<b>(4,839)</b>	<b>3,177</b>
<b>Net change in fund balance</b>	<b>95</b>	<b>(1)</b>	<b>251</b>	<b>(805)</b>	<b>410</b>	<b>36</b>	<b>(46)</b>	<b>1,680</b>	<b>1,078</b>	<b>77</b>	<b>2,292</b>	<b>133</b>
Fund balance (deficits) - beginning	(1,167)	1,537	-	1,029	(703)	234	153	3,488	(247)	1,471	4,476	(154)
<b>Fund balance (deficits) - ending</b>	<b>\$ (1,072)</b>	<b>\$ 1,536</b>	<b>\$ 251</b>	<b>\$ 224</b>	<b>\$ (293)</b>	<b>\$ 270</b>	<b>\$ 107</b>	<b>\$ 5,168</b>	<b>\$ 831</b>	<b>\$ 1,548</b>	<b>\$ 6,768</b>	<b>\$ (21)</b>

(continued)

DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)  
 (continued)

	2001 Local Law Enforcement Block Grant	2002 Local Law Enforcement Block Grant	2003 Local Law Enforcement Block Grant	2004 Local Law Enforcement Block Grant	2005 Justice Assistance Grant	ARRA Grant	Fire	Hospital	Hotel / Motel Tax	Rental Motor Vehicle Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,611	\$ 22,089	\$ 1,410	\$ 557	\$ -	\$ -	\$ 70,667
Licenses and permits	-	-	-	-	-	-	-	-	-	-	-	-	3,447
Use of money and property	-	-	-	-	3	2,340	-	-	-	2	2	23	2,638
Intergovernmental	-	-	-	-	222	1,794	2,774	1,002	-	-	-	-	32,926
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	2,702
Charges for services	-	-	-	-	-	-	-	-	-	-	-	-	6,315
Miscellaneous	-	-	-	-	-	-	-	-	-	106	166	655	14,460
Total revenues	-	-	-	-	225	4,134	49,385	23,091	1,410	665	168	678	133,155
<b>EXPENDITURES</b>													
Current:													
General government	-	-	-	-	-	3,405	-	-	1,532	709	-	-	9,459
Public safety	-	-	-	-	435	-	51,851	-	-	-	-	-	66,984
Civil and criminal court system	-	-	-	-	-	-	-	-	-	-	153	812	2,994
Public works	-	-	-	-	-	-	-	-	-	-	-	-	9,925
Community development	-	-	-	-	-	-	-	-	-	-	-	-	7,388
Parks and recreation	-	-	-	-	-	-	-	-	-	-	-	-	1,199
Health and welfare	-	-	-	-	-	-	-	23,600	-	-	-	-	29,831
Debt Services													
Principle	-	-	-	-	-	-	236	-	-	-	-	-	284
Interest	-	-	-	-	-	-	36	-	-	-	-	-	36
Total expenditures	-	-	-	-	435	3,405	52,123	23,600	1,532	709	153	812	128,100
Excess (deficiency) of revenues over expenditures	-	-	-	-	(210)	729	(2,738)	(509)	(122)	(44)	15	(134)	5,055
<b>OTHER FINANCING SOURCES (USES)</b>													
Transfers in	-	-	-	-	31	118	-	-	-	-	-	-	6,126
Transfers out	-	-	-	-	-	-	(272)	-	-	-	-	-	(9,117)
Total other financing sources (uses)	-	-	-	-	31	118	(272)	-	-	-	-	-	(2,991)
Net change in fund balance	-	-	-	-	(179)	847	(3,010)	(509)	(122)	(44)	15	(134)	2,064
Fund balance (deficits) - beginning	1	8	107	(8)	336	-	314	290	361	250	280	860	12,916
Fund balance (deficits) - ending	\$ 1	\$ 8	\$ 107	\$ (8)	\$ 157	\$ 847	\$ (2,696)	\$ (219)	\$ 239	\$ 206	\$ 295	\$ 726	\$ 14,980

See accompanying independent auditors' report.

## DeKalb County, Georgia

## Nonmajor Special Revenue Funds

## Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)

	Development			PEG Support		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:						
Licenses and permits	\$ 4,567	\$ 3,477	\$ (1,090)			\$ -
Charges for services	30	28	(2)	-	-	-
Investment income	(17)	(16)	1	10	10	-
Miscellaneous	-	(18)	(18)	147	77	(70)
Total revenues	<u>4,580</u>	<u>3,471</u>	<u>(1,109)</u>	<u>157</u>	<u>87</u>	<u>(70)</u>
Expenditures:						
Current:						
General government	-	-	-	1,747	200	(1,547)
Planning & development	6,370	6,208	(162)	-	-	-
Total expenditures	<u>6,370</u>	<u>6,208</u>	<u>(162)</u>	<u>1,747</u>	<u>200</u>	<u>(1,547)</u>
Excess (deficiency) of revenues over expenditures	(1,790)	(2,737)	(947)	(1,590)	(113)	1,477
Other financing sources (uses):						
Transfers out	2,500	2,500	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	710	(237)	(947)	(1,590)	(113)	1,477
Fund balance, beginning of year	(710)	(1,167)	(457)	1,590	1,537	(53)
Fund balance, end of year	<u>\$ -</u>	<u>\$ (1,404)</u>	<u>\$ (1,404)</u>	<u>\$ -</u>	<u>\$ 1,424</u>	<u>\$ 1,424</u>
Explanation of differences between budget basis and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (237)			\$ (113)	
Differences - budget basis to GAAP:						
Due to revenues:						
Accrued receivables 12-31-2008		3			(3)	
Accrued receivables 12-31-2009		-			-	
Due to expenditures:						
Accrued payables 12-31-2008		453			56	
Accrued payables 12-31-2009		(140)			(9)	
Due to encumbrances 12-31-2009		16			68	
Net change in fund balance - GAAP basis		<u>\$ 95</u>			<u>\$ (1)</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	County Jail			Victim Assistance			Recreation		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
<b>Revenues:</b>									
Intergovernmental	\$ 80	\$ 191	\$ 111	\$ 300	\$ 378	\$ 78	\$ 1,217	\$ (10)	\$ (1,227)
Charges for services	-	-	-	-	-	-	-	995	995
Fines and forfeitures	1,595	1,735	140	1,000	947	(53)	-	-	-
Total revenues	1,675	1,926	251	1,300	1,325	25	1,217	985	(232)
<b>Expenditures:</b>									
Current:									
Civil and criminal court system - district attorney	-	-	-	17	(7)	(24)	-	-	-
Parks and recreation	-	-	-	-	-	-	573	654	81
Total expenditures	-	-	-	17	(7)	(24)	573	654	81
Excess (deficiency) of revenues over expenditures	1,675	1,926	251	1,283	1,332	49	644	331	(313)
Other financing sources (uses):									
Transfers out	(1,675)	(1,675)	-	(2,312)	(2,117)	195	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	251	251	(1,029)	(785)	244	644	331	(313)
Fund balance, beginning of year	-	-	-	1,029	1,029	-	(644)	(703)	(59)
Fund balance, end of year	\$ -	\$ 251	\$ 251	\$ -	\$ 244	\$ 244	\$ -	\$ (372)	\$ (372)
<b>Explanation of differences between budget basis and GAAP:</b>									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 251			\$ (785)			\$ 331	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008								1	
Accrued receivables 12-31-2009								8	
Due to expenditures:									
Accrued payables 12-31-2008		-			-			58	
Accrued payables 12-31-2009		-			-			(34)	
Due to encumbrances 12-31-2009		-			(20)			46	
Net change in fund balance - GAAP basis		\$ 251			\$ (805)			\$ 410	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Juvenile Services			Drug Abuse Treatment & Education			Law Enforcement Confiscated Monies		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,543	\$ 3,155	\$ 612
Charges for services	60	53	(7)	-	-	-	-	-	-
Fines and forfeitures	-	-	-	119	20	(99)	-	-	-
Investment income	5	1	(4)	2	1	(1)	-	46	46
Miscellaneous	-	-	-	-	-	-	-	24	24
Total revenues	<u>65</u>	<u>54</u>	<u>(11)</u>	<u>121</u>	<u>21</u>	<u>(100)</u>	<u>2,543</u>	<u>3,225</u>	<u>682</u>
Expenditures:									
Current:									
Public safety - police	-	-	-	-	-	-	6,254	2,646	(3,608)
Civil and criminal court system - sheriff	-	-	-	-	-	-	-	-	-
Civil and criminal court system - juvenile court	299	18	(281)	-	-	-	-	-	-
Civil and criminal court system - district attorney	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	274	67	(207)	-	-	-
Total expenditures	<u>299</u>	<u>18</u>	<u>(281)</u>	<u>274</u>	<u>67</u>	<u>(207)</u>	<u>6,254</u>	<u>2,646</u>	<u>(3,608)</u>
Excess (deficiency) of revenues over expenditures	(234)	36	270	(153)	(46)	107	(3,711)	579	4,290
Other financing sources (uses):									
Transfer In	-	-	-	-	-	-	300	300	-
Transfers out	-	-	-	-	-	-	(343)	(214)	129
Excess (deficiency) of revenues and other sources over expenditures and other uses	(234)	36	270	(153)	(46)	107	(3,754)	665	4,419
Fund balance, beginning of year	234	234	-	153	153	-	3,754	3,488	(266)
Fund balance, end of year	<u>\$ -</u>	<u>\$ 270</u>	<u>\$ 270</u>	<u>\$ -</u>	<u>\$ 107</u>	<u>\$ 107</u>	<u>\$ -</u>	<u>\$ 4,153</u>	<u>\$ 4,153</u>
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 36			\$ (46)			\$ 665	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008		-			-			(98)	
Accrued receivables 12-31-2009		-			-			226	
Due to expenditures:									
Accrued payables 12-31-2008		-			-			365	
Accrued payables 12-31-2009		-			-			(75)	
Due to encumbrances 12-31-2009		-			-			597	
Net change in fund balance - GAAP basis		<u>\$ 36</u>			<u>\$ (46)</u>			<u>\$ 1,680</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Street Lights			Speed Humps			Emergency Telephone System		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Charges for services	\$ 5,231	\$ 4,903	\$ (328)	\$ 258	\$ 245	\$ (13)	\$ -	\$ -	\$ -
Investment income	30	(5)	(35)	28	10	(18)	50	31	(19)
Miscellaneous	-	-	-	-	-	-	12,100	13,036	936
Total revenues	<u>5,261</u>	<u>4,898</u>	<u>(363)</u>	<u>286</u>	<u>255</u>	<u>(31)</u>	<u>12,150</u>	<u>13,067</u>	<u>917</u>
Expenditures:									
Current:									
Public safety	-	-	-	-	-	-	10,398	6,145	(4,253)
Public works - transportation	4,996	3,750	(1,246)	1,746	180	(1,566)	-	-	-
Public works - roads and drainage	-	-	-	-	-	-	-	-	-
Total expenditures	<u>4,996</u>	<u>3,750</u>	<u>(1,246)</u>	<u>1,746</u>	<u>180</u>	<u>(1,566)</u>	<u>10,398</u>	<u>6,145</u>	<u>(4,253)</u>
Excess (deficiency) of revenues over expenditures	265	1,148	883	(1,460)	75	1,535	1,752	6,922	5,170
Other financing sources (uses):									
Transfers out	-	-	-	-	-	-	(4,621)	(4,839)	(218)
Excess (deficiency) of revenues and other sources over expenditures and other uses	265	1,148	883	(1,460)	75	1,535	(2,869)	2,083	4,952
Fund balance (deficit), beginning of year	(265)	(247)	18	1,460	1,471	11	2,869	4,476	1,607
Fund balance, end of year	<u>\$ -</u>	<u>\$ 901</u>	<u>\$ 901</u>	<u>\$ -</u>	<u>\$ 1,546</u>	<u>\$ 1,546</u>	<u>\$ -</u>	<u>\$ 6,559</u>	<u>\$ 6,559</u>
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 1,148			\$ 75			\$ 2,083	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008		(237)			(11)			(1,768)	
Accrued receivables 12-31-2009		329			10			1,187	
Due to expenditures:									
Accrued payables 12-31-2008		219			-			162	
Accrued payables 12-31-2009		(401)			-			(570)	
Due to encumbrances 12-31-2009		20			3			1,198	
Net change in fund balance - GAAP basis		<u>\$ 1,078</u>			<u>\$ 77</u>			<u>\$ 2,292</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Grant-in-Aid			2001 Local Law Enforcement Block Grant			2002 Local Law Enforcement Block Grant		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	\$ 70,388	\$ 19,690	\$ (50,698)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	23,690	-	(23,690)	-	-	-	-	-	-
Total revenues	94,078	19,690	(74,388)	-	-	-	-	-	-
Expenditures:									
Current:									
General government:									
Registrar and elections	-	-	-	-	-	-	-	-	-
Cooperative extension	7	14	7	-	-	-	-	-	-
Keep DeKalb beautiful	26	-	(26)	-	-	-	-	-	-
Arts, culture, and entertainment	-	-	-	-	-	-	-	-	-
Workforce development	14,518	5,702	(8,816)	-	-	-	-	-	-
Total general government	14,551	5,716	(8,835)	-	-	-	-	-	-
Public safety:									
Police	6,741	3,042	(3,699)	1	-	(1)	20	-	(20)
Fire and rescue services	5,810	5,143	(667)	-	-	-	-	-	-
Total public safety	12,551	8,185	(4,366)	1	-	(1)	20	-	(20)
Civil and criminal court system:									
Sheriff	861	176	(685)	-	-	-	-	-	-
Juvenile court	131	7	(124)	-	-	-	-	-	-
Superior court	1,108	(202)	(1,310)	-	-	-	-	-	-
State court	-	2	2	-	-	-	-	-	-
Solicitor	345	142	(203)	-	-	-	-	-	-
District attorney	662	618	(44)	-	-	-	-	-	-
Magistrate court	872	249	(623)	-	-	-	-	-	-
Total civil and criminal court system	3,979	992	(2,987)	-	-	-	-	-	-
Public works:									
Administration	-	-	-	-	-	-	-	-	-
Fleet maintenance	-	-	-	-	-	-	-	-	-
Sanitation	12	-	(12)	-	-	-	-	-	-
Total public works	12	-	(12)	-	-	-	-	-	-
Human and community development	46,383	20,599	(25,784)	-	-	-	-	-	-
Parks and recreation	856	658	(198)	-	-	-	-	-	-
Health and welfare:									
Public health	1	-	(1)	-	-	-	-	-	-
Senior citizens services	7,384	2,887	(4,497)	-	-	-	-	-	-
Human and community development	1,733	1,772	39	-	-	-	-	-	-
Family and children services	3,727	2,029	(1,698)	-	-	-	-	-	-
Total health and welfare	12,845	6,688	(6,157)	-	-	-	-	-	-
Non-departmental	284	262	(22)	-	-	-	-	-	-
Total expenditures	91,461	43,100	(48,361)	1	-	(1)	20	-	(20)
Excess (deficiency) of revenues over expenditures	2,617	(23,410)	(26,027)	(1)	-	1	(20)	-	20
Other financing sources (uses):									
Transfers in	(2,617)	3,177	5,794	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	(20,233)	(20,233)	(1)	-	1	(20)	-	20
Fund balance (deficit), beginning of year	-	(154)	(154)	1	1	-	20	8	(12)
Fund balance (deficit), end of year	\$ -	\$ (20,387)	\$ (20,387)	\$ -	\$ 1	\$ 1	\$ -	\$ 8	\$ 8
Explanation of differences between budget basis and GAAP:		(20,387)							
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (20,233)			\$ -			\$ -	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008		(4,354)			-			-	
Accrued receivables 12-31-2009		9,095			-			-	
Due to expenditures:									
Accrued payables 12-31-2008		3,076			-			-	
Accrued payables 12-31-2009		(3,407)			-			-	
Due to encumbrances 12-31-2009		15,956			-			-	
Net change in fund balance - GAAP basis		\$ 133			\$ -			\$ -	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	2003 Local Law Enforcement Block Grant			2004 Local Law Enforcement Block Grant			2005 Justice Assistance Grant			Grants - ARRA		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:												
Intergovernmental	\$ 28	\$ -	\$ (28)	\$ 188	\$ -	\$ (188)	\$ 758	\$ 222	\$ (536)	\$ 6,254	\$ 1,777	\$ (4,477)
Investment income	379	-	(379)	(3)	-	3	7	4	(3)	-	3	3
Total revenues	407	-	(407)	185	-	(185)	765	226	(539)	6,254	1,780	(4,474)
Expenditures:												
Current:												
Public safety - police	16	-	(16)	-	-	-	1,555	627	(928)	6,254	3,097	(3,157)
Total expenditures	16	-	(16)	-	-	-	1,555	627	(928)	6,254	3,097	(3,157)
Excess (deficiency) of revenues over expenditures	391	-	(391)	185	-	(185)	(790)	(401)	389	-	(1,317)	(1,317)
Other financing sources (uses):												
Transfers in	-	-	-	-	-	-	158	31	(127)	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	391	-	(391)	185	-	(185)	(632)	(370)	262	-	(1,317)	(1,317)
Fund balance (deficit), beginning of year	(391)	107	498	(185)	(8)	177	632	336	(296)	-	-	-
Fund balance (deficit), end of year	\$ -	\$ 107	\$ 107	\$ -	\$ (8)	\$ (8)	\$ -	\$ (34)	\$ (34)	\$ -	\$ (1,317)	\$ (1,317)
Explanation of differences between budget basis and GAAP:												
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ -			\$ -			\$ (370)			\$ (1,317)	
Differences - budget basis to GAAP:												
Due to revenues:												
Accrued receivables 12-31-2008								(1)			-	
Accrued receivables 12-31-2009								-			2,473	
Due to expenditures:												
Accrued payables 12-31-2008		-			-			5			-	
Accrued payables 12-31-2009		-			-			(46)			(309)	
Due to encumbrances 12-31-2009		-			-			233			-	
Net change in fund balance - GAAP basis		\$ -			\$ -			\$ (179)			\$ 847	

(continued)



DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Fire			Hospital			Hotel / Motel Tax		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Property taxes	\$ 33,818	\$ 35,548	\$ 1,730	\$ 15,458	\$ 17,506	\$ 2,048	\$ 2,274	\$ 1,417	\$ (857)
Sales taxes	14,735	13,114	(1,621)	6,060	5,246	(814)	-	-	-
Other taxes	-	-	-	-	-	-	-	-	-
Intergovernmental	5,803	2,774	(3,029)	2,156	1,002	(1,154)	-	-	-
Investment income	(175)	(55)	120	(60)	(39)	21	-	-	-
Miscellaneous	55	7	(48)	-	-	-	-	-	-
Total revenues	<u>54,236</u>	<u>51,388</u>	<u>(2,848)</u>	<u>23,614</u>	<u>23,715</u>	<u>101</u>	<u>2,274</u>	<u>1,417</u>	<u>(857)</u>
Expenditures:									
Current:									
General government	2,183	2,181	(2)	-	-	-	2,525	1,532	(993)
Health and welfare - hospital	-	-	-	23,614	23,571	(43)	-	-	-
Public safety - fire and rescue services	52,665	50,420	(2,245)	-	-	-	-	-	-
Total expenditures	<u>54,848</u>	<u>52,601</u>	<u>(2,247)</u>	<u>23,614</u>	<u>23,571</u>	<u>(43)</u>	<u>2,525</u>	<u>1,532</u>	<u>(993)</u>
Excess (deficiency) of revenues over expenditures	(612)	(1,213)	(601)	-	144	144	(251)	(115)	136
Other financing sources (uses):									
Transfers out	(272)	(272)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(884)	(1,485)	(601)	-	144	144	(251)	(115)	136
Fund balance, beginning of year	884	314	(570)	-	290	290	251	361	110
Fund balance (deficits), end of year	<u>\$ -</u>	<u>\$ (1,171)</u>	<u>\$ (1,171)</u>	<u>\$ -</u>	<u>\$ 434</u>	<u>\$ 434</u>	<u>\$ -</u>	<u>\$ 246</u>	<u>\$ 246</u>
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (1,485)			\$ 144			\$ (115)	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008		(4,503)			(1,627)			(110)	
Accrued receivables 12-31-2009		2,273			960			103	
Deferred revenues 12-31-2008		1,464			552			-	
Deferred revenues 12-31-2009		(1,295)			(538)			-	
Due to expenditures:									
Accrued payables 12-31-2008		1,936			-			-	
Accrued payables 12-31-2009		(2,171)			-			-	
Due to encumbrance accrual 12-31-09		771			-			-	
Net change in fund balance - GAAP basis		<u>\$ (3,010)</u>			<u>\$ (509)</u>			<u>\$ (122)</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)  
(continued)

	Rental Motor Vehicle Tax			Law Library			Alternative Dispute Resolution		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
<b>Revenues:</b>									
Other taxes	\$ 650	596	(54)	\$ -	-	-	\$ -	-	-
Investment income	-	3	3	2	2	-	23	23	-
Miscellaneous	-	107	107	166	166	-	655	655	-
Total revenues	<u>650</u>	<u>706</u>	<u>56</u>	<u>168</u>	<u>168</u>	<u>-</u>	<u>678</u>	<u>678</u>	<u>-</u>
<b>Expenditures:</b>									
Current:									
Arts, culture, and entertainment	855	709	(146)	-	-	-	-	-	-
Civil and criminal court system:	-	-	-	280	153	(127)	860	812	(48)
Total expenditures	<u>855</u>	<u>709</u>	<u>(146)</u>	<u>280</u>	<u>153</u>	<u>(127)</u>	<u>860</u>	<u>812</u>	<u>(48)</u>
Excess (deficiency) of revenues over expenditures	(205)	(3)	202	(112)	15	127	(182)	(134)	48
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(205)	(3)	202	(280)	15	295	(860)	(134)	726
Fund balance, beginning of year	205	250	45	280	280	-	860	860	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 247</u>	<u>\$ 247</u>	<u>\$ -</u>	<u>\$ 295</u>	<u>\$ 295</u>	<u>\$ -</u>	<u>\$ 726</u>	<u>\$ 726</u>
<b>Explanation of differences between budget basis and GAAP:</b>									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (3)			\$ 15			\$ (134)	
Differences - budget basis to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2008		(45)			-			-	
Accrued receivables 12-31-2009		4			-			-	
Net change in fund balance - GAAP basis		<u>(44)</u>			<u>15</u>			<u>(134)</u>	

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Debt Service Funds

The following Nonmajor Debt Service Funds are used by the County:

General Obligation Bonds Debt Service Fund - to account for taxes levied to fund the principal and interest requirements on county-wide general obligation bond issues of the County.

Special Tax District General Obligation Bonds Debt Service Fund - to account for taxes levied to fund the principal and interest requirements on general obligation bond issues for unincorporated areas of the County.

Public Safety and Judicial Facilities Authority Revenue Bonds Debt Service Fund - to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Public Safety and Judicial Facilities Authority.

Building Authority Revenue Bonds Debt Service Fund - to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Building Authority.

DeKalb County, Georgia  
Nonmajor Debt Service Funds  
Combining Balance Sheet  
December 31, 2009  
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Total Nonmajor Debt Service Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 278	\$ 10,020	\$ 24	\$ -	\$ 10,322
Taxes receivable (net)	729	1,498	-	-	2,227
Total Assets	<u>\$ 1,007</u>	<u>\$ 11,518</u>	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ 12,549</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts and contracts payable	\$ 5	\$ -	\$ -	\$ -	\$ 5
Due to other funds	-	-	-	1,289	1,289
Deferred revenue	369	755	-	-	1,124
Total Liabilities	<u>374</u>	<u>755</u>	<u>-</u>	<u>1,289</u>	<u>2,418</u>
Fund balance (deficits)	<u>633</u>	<u>10,763</u>	<u>24</u>	<u>(1,289)</u>	<u>10,131</u>
Total liabilities and fund balances	<u>\$ 1,007</u>	<u>\$ 11,518</u>	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ 12,549</u>

DeKalb County, Georgia  
Nonmajor Debt Service Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)  
For the Year Ended December 31, 2009  
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Total Nonmajor Debt Service Funds
<b>REVENUES</b>					
Taxes	\$ 14,416	\$ 29,809	\$ -	\$ -	\$ 44,225
Use of money and property	-	50	3,114	2,378	5,542
Total revenues	<u>14,416</u>	<u>29,859</u>	<u>3,114</u>	<u>2,378</u>	<u>49,767</u>
<b>EXPENDITURES</b>					
General government	8	3	1	1	13
Debt service:					
Principal	9,735	14,900	1,065	1,995	27,695
Interest	4,167	12,805	2,031	1,721	20,724
Total debt service	<u>13,902</u>	<u>27,705</u>	<u>3,096</u>	<u>3,716</u>	<u>48,419</u>
Total expenditures	<u>13,910</u>	<u>27,708</u>	<u>3,097</u>	<u>3,717</u>	<u>48,432</u>
Excess (deficiency) of revenues over expenditures	506	2,151	17	(1,339)	1,335
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	506	2,151	17	(1,339)	1,335
Fund balance - beginning	<u>127</u>	<u>8,612</u>	<u>7</u>	<u>50</u>	<u>8,796</u>
Fund balance (deficits) - ending	<u>\$ 633</u>	<u>\$ 10,763</u>	<u>\$ 24</u>	<u>\$ (1,289)</u>	<u>\$ 10,131</u>

See accompanying independent auditors' report.

## DeKalb County, Georgia

## Nonmajor Debt Service Funds

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)

	General Obligation Bonds Debt Service			General Obligation Special Tax District Bonds Debt Service		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:						
Property taxes	\$ 14,212	\$ 14,232	\$ 20	\$ 25,241	\$ 29,372	\$ 4,131
Investment income	(250)	(54)	196	300	85	(215)
Total revenues	<u>13,962</u>	<u>14,178</u>	<u>216</u>	<u>25,541</u>	<u>29,457</u>	<u>3,916</u>
Expenditures:						
Debt service	<u>13,972</u>	<u>13,910</u>	<u>(62)</u>	<u>33,813</u>	<u>27,709</u>	<u>(6,104)</u>
Excess (deficiency) of revenues over expenditures	<u>(10)</u>	<u>268</u>	<u>278</u>	<u>(8,272)</u>	<u>1,748</u>	<u>10,020</u>
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(10)</u>	<u>268</u>	<u>278</u>	<u>(8,272)</u>	<u>1,748</u>	<u>10,020</u>
Fund balance, beginning of year	<u>10</u>	<u>127</u>	<u>117</u>	<u>8,272</u>	<u>8,612</u>	<u>340</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ 395</u>	<u>\$ 395</u>	<u>\$ -</u>	<u>\$ 10,360</u>	<u>\$ 10,360</u>
Explanation of differences between budget basis and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 268		\$ 1,748		
Differences - budget basis to GAAP:						
Due to revenues:						
Accrued receivables 12-31-2008		(534)		(1,291)		
Accrued receivables 12-31-2009		729		1,498		
Deferred revenues 12-31-2008		412		950		
Deferred revenues 12-31-2009		(369)		(755)		
Due to expenditures:						
Accrued payables 12-31-2008		5		1		
Accrued payables 12-31-2009		(5)		-		
Net change in fund balance - GAAP basis		<u>\$ 506</u>		<u>\$ 2,151</u>		

(continued)

DeKalb County, Georgia

Nonmajor Debt Service Funds

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficits) - Budget and Actual

For the Year Ended December 31, 2009

Non-GAAP Budget Basis (in thousands of dollars)

	Building Authority Revenue Bonds Debt Service			Public Safety Judicial Authority Revenue Bonds Debt Service		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:						
Investment income	\$ -	\$ 2	\$ 2	\$ -	\$ 6	\$ 6
Miscellaneous	3,683	2,376	(1,307)	3,104	3,108	4
Total revenues	<u>3,683</u>	<u>2,378</u>	<u>(1,305)</u>	<u>3,104</u>	<u>3,114</u>	<u>10</u>
Expenditures:						
Debt service	3,732	3,717	(15)	3,109	3,097	(12)
Excess (deficiency) of revenues over expenditures	<u>(49)</u>	<u>(1,339)</u>	<u>(1,290)</u>	<u>(5)</u>	<u>17</u>	<u>22</u>
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(49)</u>	<u>(1,339)</u>	<u>(1,290)</u>	<u>(5)</u>	<u>17</u>	<u>22</u>
Fund balance, beginning of year	49	50	1	5	7	2
Fund balance, end of year	<u>\$ -</u>	<u>\$ (1,289)</u>	<u>\$ (1,289)</u>	<u>\$ -</u>	<u>\$ 24</u>	<u>\$ 24</u>
Explanation of differences between budget basis and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (1,339)			\$ 17	
Differences - budget basis to GAAP:						
Due to revenues:						
Accrued receivables 12-31-2008		(1)			(2)	
Accrued receivables 12-31-2009		1			2	
Net change in fund balance - GAAP basis		<u>\$ (1,339)</u>			<u>\$ 17</u>	

See accompanying independent auditors' report.

## DeKalb County, Georgia

## Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities for the County's governmental funds.

The following Nonmajor Capital Projects Funds are used by the County:

1987 Parks Bonds Fund - to account for the proceeds of the 1987 General Obligation Bond issue and the related capital expenditures for parks.

Jail Bonds Fund - to account for the proceeds of the 1991 General Obligation Bond issue and the 1998 General Obligation Bond issue and the related capital expenditures for a new County jail.

Health Facilities Bonds Fund - to account for the proceeds of the 1993 General Obligation Bond issue and the related capital expenditures for health facilities.

2001 Parks Bonds Fund - to account for the proceeds of the 2001 General Obligation Bond issue and the related capital expenditures for parks.

HOST Capital Projects Fund - to account for the proceeds from the homestead option sales tax revenues designated for capital projects.

Capital Improvement Projects Fund - to account for all other monies related to capital expenditures of the County's governmental funds.

COPS Bond Projects Fund - to account for the proceeds of the 2003 Certificate of Participation Bond issue and the related capital expenditures.

COPS Morgue Project Fund - to account for the proceeds of the 1994 Certificate of Participation Bond issue and the related capital expenditures for the construction of a morgue / forensic science center.

Community Greenspace Program Fund - to account for monies donated for greenspace acquisitions within the County.

Public Safety and Judicial Facilities Authority Projects Fund - to account for the proceeds of the 2004 Revenue Bond issue and the related capital projects for purchase and renovation of various buildings for the Public Safety Department.

Building Authority Juvenile Court Project Fund - to account for the proceeds of the 2003 and 2005 Revenue Bonds and the related expenditures for the construction of a juvenile court facility for the County.

ARRA (American Recovery and Reinvestment Act 2009) Project fund - to account for proceeds from the year 2009 stimulus for capital projects.

DeKalb County, Georgia  
 Nonmajor Capital Project Funds  
 Combining Balance Sheet  
 December 31, 2009  
 (in thousands of dollars)

	1987 Parks Bonds	Jail Bonds	Health Facilities Bonds	2001 Parks Bonds	HOST Capital Projects	Capital Improvement Projects	COPS Bond Projects	COPS Morgue Project	Community Greenspace Program	Public Safety Judicial Facilities Authority Projects	Building Authority Juvenile Court Project	ARRA Capital Project	Total Nonmajor Capital Project Funds
<b>ASSETS</b>													
Cash and cash equivalents	\$ 62	\$ 317	\$ 126	\$ 43,126	\$ -	\$ 34,532	\$ 1,925	\$ 1	\$ 21	\$ 3,564	\$ 1,828	\$ -	\$ 85,502
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	34	4,537	-	-	-	-	-	133	4,704
Total assets	<u>\$ 62</u>	<u>\$ 317</u>	<u>\$ 126</u>	<u>\$ 43,126</u>	<u>\$ 34</u>	<u>\$ 39,069</u>	<u>\$ 1,925</u>	<u>\$ 1</u>	<u>\$ 21</u>	<u>\$ 3,564</u>	<u>\$ 1,828</u>	<u>\$ 133</u>	<u>\$ 90,206</u>
<b>LIABILITIES AND FUND BALANCES</b>													
Liabilities:													
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ 179	\$ 2,931	\$ 2,941	\$ 6	\$ -	\$ -	\$ 1,095	\$ 45	\$ 108	\$ 7,305
Due to other funds	-	-	-	-	443	-	-	-	-	-	-	128	571
Deferred revenue	-	-	-	-	-	226	-	-	-	-	-	-	226
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>179</u>	<u>3,374</u>	<u>3,167</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>1,095</u>	<u>45</u>	<u>236</u>	<u>8,102</u>
Fund balances:													
Reserved	-	98	-	2,247	-	10,950	260	-	-	1,353	85	-	14,993
Unreserved	62	219	126	40,700	(3,340)	24,952	1,659	1	21	1,116	1,698	(103)	67,111
Total fund balances	<u>62</u>	<u>317</u>	<u>126</u>	<u>42,947</u>	<u>(3,340)</u>	<u>35,902</u>	<u>1,919</u>	<u>1</u>	<u>21</u>	<u>2,469</u>	<u>1,783</u>	<u>(103)</u>	<u>82,104</u>
Total liabilities and fund balances	<u>\$ 62</u>	<u>\$ 317</u>	<u>\$ 126</u>	<u>\$ 43,126</u>	<u>\$ 34</u>	<u>\$ 39,069</u>	<u>\$ 1,925</u>	<u>\$ 1</u>	<u>\$ 21</u>	<u>\$ 3,564</u>	<u>\$ 1,828</u>	<u>\$ 133</u>	<u>\$ 90,206</u>

See accompanying independent auditors' report.



DeKalb County, Georgia  
 Nonmajor Capital Project Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)  
 For the Year Ended December 31, 2009

(in thousands of dollars)

	1987 Parks Bonds	Jail Bonds	Health Facilities Bonds	2001 Parks Bonds	HOST Capital Projects	Capital Improvement Projects	COPS Bond Projects	COPS Morgue Project	Community Greenspace Program	Public Safety Judicial Facilities Authority Projects	Building Authority Juvenile Court Project	ARRA Capital Project	Total Nonmajor Capital Project Funds
<b>Revenues</b>													
Use of money and property	\$ 1	\$ 3	\$ 1	\$ 234	\$ 5	\$ -	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250
Intergovernmental	-	-	-	-	4,670	3,955	-	-	-	-	-	133	8,758
Miscellaneous	-	-	-	-	1,514	210	-	-	-	-	-	-	1,724
<b>Total revenues</b>	<b>1</b>	<b>3</b>	<b>1</b>	<b>234</b>	<b>6,189</b>	<b>4,165</b>	<b>6</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>133</b>	<b>10,732</b>
<b>Expenditures</b>													
<b>Debt service:</b>													
Principal	-	-	-	-	-	1,362	-	-	-	-	-	-	1,362
Interest	-	-	-	-	-	79	-	-	-	-	-	-	79
Bond issuance costs	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Capital outlay:</b>													
General government	-	-	-	-	7,120	3,355	-	-	-	-	-	236	10,711
Public safety	-	-	-	-	-	258	-	-	-	2,219	-	-	2,477
Civil and criminal court system	-	239	-	-	-	-	4,149	-	-	-	111	-	4,499
Planning & development	-	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	2,380	14,580	-	-	-	-	-	-	16,960
Parks and recreation	40	-	-	2,261	-	38	-	-	-	-	-	-	2,339
Library	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	13	-	-	-	-	-	-	13
<b>Total expenditures</b>	<b>40</b>	<b>239</b>	<b>-</b>	<b>2,261</b>	<b>9,500</b>	<b>19,685</b>	<b>4,149</b>	<b>-</b>	<b>-</b>	<b>2,219</b>	<b>111</b>	<b>236</b>	<b>38,440</b>
Excess (deficiency) of revenues over expenditures	(39)	(236)	1	(2,027)	(3,311)	(15,520)	(4,143)	-	-	(2,219)	(111)	(103)	(27,708)
<b>Other Financing Sources (Uses)</b>													
Issuance of Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-	-	-	-	-	-	-	-	-
Contractual purchase obligations	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	12,147	-	-	-	-	-	-	12,147
Transfers out	-	-	-	-	(1,599)	(846)	-	-	-	-	-	-	(2,445)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,599)</b>	<b>11,301</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,702</b>
Net change in fund balance	(39)	(236)	1	(2,027)	(4,910)	(4,219)	(4,143)	-	-	(2,219)	(111)	(103)	(18,006)
Fund balance - beginning	101	553	125	44,974	1,570	40,121	6,062	1	21	4,688	1,894	-	100,110
<b>Fund balance (deficits) - ending</b>	<b>\$ 62</b>	<b>\$ 317</b>	<b>\$ 126</b>	<b>\$ 42,947</b>	<b>\$ (3,340)</b>	<b>\$ 35,902</b>	<b>\$ 1,919</b>	<b>\$ 1</b>	<b>\$ 21</b>	<b>\$ 2,469</b>	<b>\$ 1,783</b>	<b>\$ (103)</b>	<b>\$ 82,104</b>

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Enterprise Funds

The following Nonmajor Enterprise Funds are used by the County:

DeKalb Peachtree Airport Fund - to account for the provision of airport services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

Stormwater Utility Fund - to account for the provision of a stormwater drainage system for residents of the County. All activities necessary to provide such services are accounted for in this fund.

DeKalb County, Georgia  
 Nonmajor Proprietary Funds  
 Combining Statement of Net Assets  
 December 31, 2009  
 (in thousands of dollars)

<u>ASSETS</u>	DeKalb Peachtree Airport	Stormwater Utility	Total
Current assets:			
Cash and cash equivalents	\$ 13,658	\$ -	\$ 13,658
Accounts receivable (net)	108	371	479
Due from other funds	-	-	-
Due from other governments	591	540	1,131
Total current assets	<u>14,357</u>	<u>911</u>	<u>15,268</u>
Noncurrent assets:			
Capital assets (net)	58,501	29,259	87,760
Total assets	<u>72,858</u>	<u>30,170</u>	<u>103,028</u>
 <u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	569	208	777
Other accrued liabilities	61	-	61
Compensated absences payable	103	-	103
Advance payments and deposits	34	-	34
Due to other funds	-	637	637
Deferred revenue	-	902	902
Total current liabilities	<u>767</u>	<u>1,747</u>	<u>2,514</u>
Noncurrent liabilities:			
OPEB Obligation	828	-	828
Total liabilities	<u>1,595</u>	<u>1,747</u>	<u>3,342</u>
 <u>NET ASSETS</u>			
Invested in capital assets, net of related debt	58,501	29,259	87,760
Unrestricted (deficit)	12,762	(836)	11,926
Total net assets	<u>\$ 71,263</u>	<u>\$ 28,423</u>	<u>\$ 99,686</u>

See accompanying independent auditors' report.

DeKalb County, Georgia  
 Nonmajor Proprietary Funds  
 Combining Statement of Revenues, Expenses, and Changes in Net Assets  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Operating revenues:			
Rental fees	\$ 4,525	\$ -	\$ 4,525
Intergovernmental	515	7,828	8,343
Charges for services	-	9,566	9,566
Miscellaneous	-	-	-
Total operating revenues	<u>5,040</u>	<u>17,394</u>	<u>22,434</u>
Operating expenses:			
Salaries and employee benefits	2,184	-	2,184
Supplies	-	230	230
Operating services and charges	916	11,831	12,747
Depreciation and amortization	472	140	612
Total operating expenses	<u>3,572</u>	<u>12,201</u>	<u>15,773</u>
Operating income	<u>1,468</u>	<u>5,193</u>	<u>6,661</u>
Nonoperating revenues:			
Interest income	65	-	65
Income before transfers	1,533	5,193	6,726
Capital donations	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Change in net assets	1,533	5,193	6,726
Net assets - beginning	<u>69,730</u>	<u>23,230</u>	<u>92,960</u>
Net assets - ending	<u>\$ 71,263</u>	<u>\$ 28,423</u>	<u>\$ 99,686</u>

See accompanying independent auditors' report.

DeKalb County, Georgia  
 Nonmajor Enterprise Funds  
 Combining Statement of Cash Flows  
 For the Year Ended December 31, 2009  
 (in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
<b>Cash flows from operating activities:</b>			
Cash received from customers	\$ 4,525	\$ 17,394	\$ 21,919
Cash payments to suppliers for goods and services	8,611	(12,709)	(4,098)
Cash payments to employees for services	(2,184)	-	(2,184)
Other operating revenues	515	-	515
<b>Net cash provided by operating activities</b>	<b>11,467</b>	<b>4,685</b>	<b>16,152</b>
<b>Cash flows from noncapital financing activities:</b>			
Transfers from other funds	-	-	-
<b>Net cash required by noncapital financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash flows from capital and related financing activities:</b>			
Acquisition and construction of capital assets	(1,929)	(4,685)	(6,614)
Capital donations	-	-	-
<b>Net cash required by capital and related financing activities</b>	<b>(1,929)</b>	<b>(4,685)</b>	<b>(6,614)</b>
<b>Cash flows from investing activities:</b>			
Interest on investments	65	-	65
<b>Net cash provided by investing activities</b>	<b>65</b>	<b>-</b>	<b>65</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>9,603</b>	<b>-</b>	<b>9,603</b>
Cash and cash equivalents at beginning of year	4,055	-	4,055
<b>Cash and cash equivalents at end of year</b>	<b>\$ 13,658</b>	<b>\$ -</b>	<b>\$ 13,658</b>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>			
Operating income	\$ 1,468	\$ 5,193	\$ 6,661
<b>Adjustments to reconcile operating income to net cash provided (used) by operating activities:</b>			
Depreciation and amortization	472	140	612
OPEB obligation	828	-	828
<b>Change in assets and liabilities:</b>			
(Increase) decrease in receivables	8,240	6,490	14,730
Increase (decrease) in payables	454	(791)	(337)
Increase (decrease) in other liabilities	5	(6,347)	(6,342)
<b>Net cash provided by operating activities</b>	<b>\$ 11,467</b>	<b>\$ 4,685</b>	<b>\$ 16,152</b>
<b>Noncash capital donations</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying independent auditors' report.

DeKalb County, Georgia

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost reimbursement basis.

The following Internal Service Funds are maintained by the County:

Vehicle Maintenance Fund - to account for operations of the County's Vehicle Maintenance Department which maintains and repairs all of the County's vehicles.

Vehicle Replacement Fund - to account for all purchases and dispositions of the County's vehicles.

Risk Management Fund - to account for all of the County's risk management-related revenues and expenditures. This includes unemployment compensation insurance, group health and life insurance, general liability insurance, and workers' compensation insurance.

DeKalb County, Georgia  
Internal Service Funds  
Combining Statement of Net Assets (Deficit)  
December 31, 2009  
(in thousands of dollars)

<u>ASSETS</u>	<u>Vehicle Maintenance</u>	<u>Vehicle Replacement</u>	<u>Risk Management</u>	<u>Total</u>
<b>Current assets:</b>				
Cash and cash equivalents	\$ -	\$ 18,703	\$ 23,391	\$ 42,094
Due from other funds	-	1,316	-	1,316
Inventories and prepaid items	2,226	-	2,807	5,033
Total current assets	<u>2,226</u>	<u>20,019</u>	<u>26,198</u>	<u>48,443</u>
<b>Noncurrent assets:</b>				
Capital assets (net)	<u>679</u>	<u>54,264</u>	<u>-</u>	<u>54,943</u>
Total assets	<u>2,905</u>	<u>74,283</u>	<u>26,198</u>	<u>103,386</u>
<b><u>LIABILITIES</u></b>				
<b>Current liabilities:</b>				
Accounts payable	974	2,230	5,856	9,060
Claims and judgments payable, current portion	-	-	6,880	6,880
Obligation under capital leases, current portion	-	351	-	351
Compensated absences payable	708	-	-	708
Other accrued liabilities	367	-	-	367
Due to other funds	1,316	-	-	1,316
Total current liabilities	<u>3,365</u>	<u>2,581</u>	<u>12,736</u>	<u>18,682</u>
<b>Noncurrent liabilities:</b>				
Claims and judgments payable, long-term portion	-	-	4,853	4,853
Obligation under capital leases, long-term portion	-	30	-	30
OPEB Obligation	5,217	-	-	5,217
Total long-term liabilities	<u>5,217</u>	<u>30</u>	<u>4,853</u>	<u>10,100</u>
Total liabilities	<u>8,582</u>	<u>2,611</u>	<u>17,589</u>	<u>28,782</u>
<b><u>NET ASSETS (DEFICIT)</u></b>				
Invested in capital assets	679	54,264	-	54,943
Unrestricted (deficit)	(6,356)	17,408	8,609	19,661
Total net assets (deficit)	<u>\$ (5,677)</u>	<u>\$ 71,672</u>	<u>\$ 8,609</u>	<u>\$ 74,604</u>

See accompanying independent auditors' report.

DeKalb County, Georgia

Internal Service Funds

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets (Deficit)

For the Year Ended December 31, 2009  
(In thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Operating revenues:				
Charges for services	\$ 28,162	\$ 3,219	\$ 87,188	\$ 118,569
Intergovernmental	128	-	-	128
Other financing sources	-	420	-	420
Miscellaneous	103	-	-	103
Total operating revenues	<u>28,393</u>	<u>3,639</u>	<u>87,188</u>	<u>119,220</u>
Operating expenses:				
Salaries and employee benefits	10,764	-	-	10,764
Supplies	15,646	-	-	15,646
Operating services and charges	2,824	5,007	88,789	96,620
Miscellaneous	284	-	-	284
Depreciation	283	14,378	-	14,661
Total operating expenses	<u>29,801</u>	<u>19,385</u>	<u>88,789</u>	<u>137,975</u>
Operating income (loss)	(1,408)	(15,746)	(1,601)	(18,755)
Other income (expense):				
Interest income	-	138	-	138
Interest expense	-	(25)	-	(25)
Transfer in	-	-	-	-
Transfer out	<u>-</u>	<u>(300)</u>	<u>-</u>	<u>(300)</u>
Change in net assets	(1,408)	(15,933)	(1,601)	(18,942)
Net assets (deficit) - beginning	<u>(4,269)</u>	<u>87,605</u>	<u>10,210</u>	<u>93,546</u>
Net assets (deficit) - ending	<u>\$ (5,677)</u>	<u>\$ 71,672</u>	<u>\$ 8,609</u>	<u>\$ 74,604</u>

See accompanying independent auditors' report.



## DeKalb County, Georgia

## Internal Service Funds

## Combining Statement of Cash Flows

Year Ended December 31, 2009  
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Cash flows from operating activities:				
Cash received from customers	\$ 28,393	\$ 3,639	\$ 87,188	\$ 119,220
Cash payments to suppliers for goods and services	(13,460)	(6,941)	(90,907)	(111,308)
Cash payments to employees for services	(10,764)	-	-	(10,764)
Net cash provided by operating activities	<u>4,169</u>	<u>(3,302)</u>	<u>(3,719)</u>	<u>(2,852)</u>
Cash flows from noncapital financing activities:				
Transfers from other funds	1,316	-	-	1,316
Net cash provided by noncapital financing activities	<u>1,316</u>	<u>-</u>	<u>-</u>	<u>1,316</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(5,485)	(15,346)	-	(20,831)
Proceeds from sale of capital assets	-	420	-	420
Payments on leases	-	(361)	-	(361)
Net cash required by capital and related financing activities	<u>(5,485)</u>	<u>(15,287)</u>	<u>-</u>	<u>(20,772)</u>
Cash flows from investing activities:				
Interest on investments	-	138	-	138
Net cash provided by investing activities	<u>-</u>	<u>138</u>	<u>-</u>	<u>138</u>
Net increase (decrease) in cash and cash equivalents	<u>-</u>	<u>(18,451)</u>	<u>(3,719)</u>	<u>(22,170)</u>
Cash and cash equivalents at beginning of year	<u>-</u>	<u>37,154</u>	<u>27,110</u>	<u>64,264</u>
Cash and cash equivalents at end of year	<u>\$ -</u>	<u>\$ 18,703</u>	<u>\$ 23,391</u>	<u>\$ 42,094</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ (1,408)	\$ (15,746)	\$ (1,601)	\$ (18,755)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	283	14,378	-	14,661
OPEB Obligation	5,217	-	-	5,217
Change in assets and liabilities:				
(Increase) decrease in inventories and prepaid expenses	38	-	(1,431)	(1,393)
Increase (decrease) in payables	36	(1,934)	(687)	(2,585)
Increase (decrease) in other liabilities	3	-	-	3
Net cash provided by operating activities	<u>\$ 4,169</u>	<u>\$ (3,302)</u>	<u>\$ (3,719)</u>	<u>\$ (2,852)</u>

See accompanying independent auditors' report.

DeKalb County, Georgia

Agency Funds

Tax Commissioner - to account for all real, personal, tangible, and intangible recording taxes collected and forwarded to the County and other governmental units.

Sheriff - to account for collection fees, proceeds from judicial sales, bond forfeitures, and cash bonds, which are disbursed to other elected officials and agencies, the County, and individuals. The Sheriff also collects, maintains, and disburses monies for civil suits and minors per court order.

Seized Property - to account for monies seized by Public Safety during arrests. These monies are either returned to victims, the arrested party, or forfeited to the County.

The following agency funds are used to account for fines, fees, and other monies collected by the courts and remitted to other parties in accordance with court orders and state law:

Clerk of Superior Court  
State Court  
Juvenile Court

Probate Court  
Magistrate Court  
State Court Probation

DeKalb County, Georgia  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities  
Year Ended December 31, 2009  
(in thousands of dollars)

	Balance			Balance
	12/31/2008	Additions	Deductions	12/31/2009
<b>TAX COMMISSIONER</b>				
ASSETS				
Cash and Cash Equivalents	\$ 22,416	\$ 1,022,070	\$ 1,031,299	\$ 13,187
Taxes Receivable	44,316	1,995,619	1,981,866	58,069
Total Assets	<u>\$ 66,732</u>	<u>\$ 3,017,689</u>	<u>\$ 3,013,165</u>	<u>\$ 71,256</u>
LIABILITIES				
Due to Others	<u>\$ 66,732</u>	<u>\$ 3,017,689</u>	<u>\$ 3,013,165</u>	<u>\$ 71,256</u>
<b>SHERIFF</b>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 4,924</u>	<u>\$ 3,592</u>	<u>\$ 3,467</u>	<u>\$ 5,049</u>
LIABILITIES				
Due to Others	<u>\$ 4,924</u>	<u>\$ 3,592</u>	<u>\$ 3,467</u>	<u>\$ 5,049</u>
<b>CLERK OF SUPERIOR COURT</b>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 4,015</u>	<u>\$ 23,011</u>	<u>\$ 22,717</u>	<u>\$ 4,309</u>
LIABILITIES				
Due to Others	<u>\$ 4,015</u>	<u>\$ 23,011</u>	<u>\$ 22,717</u>	<u>\$ 4,309</u>
<b>STATE COURT</b>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 1,736</u>	<u>\$ 19,559</u>	<u>\$ 18,555</u>	<u>\$ 2,740</u>
LIABILITIES				
Due to Others	<u>\$ 1,736</u>	<u>\$ 19,559</u>	<u>\$ 18,555</u>	<u>\$ 2,740</u>
<b>JUVENILE COURT</b>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 18</u>	<u>\$ 139</u>	<u>\$ 139</u>	<u>\$ 18</u>
LIABILITIES				
Due to Others	<u>\$ 18</u>	<u>\$ 139</u>	<u>\$ 139</u>	<u>\$ 18</u>

**PROBATE COURT**

## ASSETS

Cash and Cash Equivalents	\$ 418	\$ 1,200	\$ 1,251	\$ 367
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## LIABILITIES

Due to Others	<u>\$ 418</u>	<u>\$ 1,200</u>	<u>\$ 1,251</u>	<u>\$ 367</u>
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**MAGISTRATE COURT**

## ASSETS

Cash and Cash Equivalents	<u>\$ 14</u>	<u>\$ 1,472</u>	<u>\$ 1,465</u>	<u>\$ 21</u>
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## LIABILITIES

Due to Others	<u>\$ 14</u>	<u>\$ 1,472</u>	<u>\$ 1,465</u>	<u>\$ 21</u>
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**STATE COURT PROBATION**

## ASSETS

Cash and Cash Equivalents	<u>\$ 1,741</u>	<u>\$ 2,716</u>	<u>\$ 2,971</u>	<u>\$ 1,486</u>
---------------------------	-----------------	-----------------	-----------------	-----------------

## LIABILITIES

Due to Others	<u>\$ 1,741</u>	<u>\$ 2,716</u>	<u>\$ 2,971</u>	<u>\$ 1,486</u>
---------------	-----------------	-----------------	-----------------	-----------------

**SEIZED PROPERTY**

## ASSETS

Cash and Cash Equivalents	<u>\$ 492</u>	<u>\$ 201</u>	<u>\$ 165</u>	<u>\$ 528</u>
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## LIABILITIES

Due to Others	<u>\$ 492</u>	<u>\$ 201</u>	<u>\$ 165</u>	<u>\$ 528</u>
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**TOTALS**

## ASSETS

Cash and Cash Equivalents	\$ 35,774	\$ 1,073,960	\$ 1,082,029	\$ 27,705
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Taxes Receivable	44,316	1,995,619	1,981,866	58,069
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Total Assets	<u>\$ 80,090</u>	<u>\$ 3,069,579</u>	<u>\$ 3,063,895</u>	<u>\$ 85,774</u>
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## LIABILITIES

Due to Others	<u>\$ 80,090</u>	<u>\$ 3,069,579</u>	<u>\$ 3,063,895</u>	<u>\$ 85,774</u>
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**STATISTICAL SECTION**

# DeKalb County, Georgia

## Statistical Section (Unaudited)

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These tables reflect social and economic data, financial trends, and the fiscal capacity of the government. The information in this section is presented as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	<b>S3-S8</b>
<b>Revenue Capacity</b> These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.	<b>S9-S14</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the County's current debt and the County's ability to issue additional debt in the future.	<b>S15-S20</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	<b>S21-S22</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	<b>S23-S27</b>

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments*, in 2002; schedules presenting government-wide information include information beginning in that year.

## DeKalb County, Georgia

### Comments Relative to the Statistical Section

The following statistical tables that are recommended for inclusion by the Government Finance Officer's Association are not included for the reasons stated below:

Special Assessment Collections - Last Ten Fiscal Years. (The County has had no special assessments for the past ten years related to any debt for which the County is obligated in some manner.)

DeKalb County, Georgia

Net Assets (deficit) by Component (unaudited)

Last Eight Years  
(in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002
<b>Governmental activities:</b>								
Invested in capital assets, net of related debt	\$ 996,928	\$ 969,556	\$ 920,759	\$ 849,228	\$ 762,138	\$ 723,385	\$ 670,833	\$ 618,643
Restricted	40,306	48,583	9,778	33,703	58,419	41,118	57,533	57,159
Unrestricted	(97,248)	(38,581)	20,676	109,402	38,377	34,064	51,388	51,653
<b>Total governmental activities net assets</b>	<b>\$ 939,986</b>	<b>\$ 979,558</b>	<b>\$ 951,213</b>	<b>\$ 992,333</b>	<b>\$ 858,934</b>	<b>\$ 798,567</b>	<b>\$ 779,754</b>	<b>\$ 727,455</b>
<b>Business-type activities:</b>								
Invested in capital assets, net of related debt	\$ 906,295	\$ 897,769	\$ 849,814	\$ 794,096	\$ 720,427	\$ 695,273	\$ 681,681	\$ 646,745
Restricted	68,357	100,375	120,006	130,607	43,508	58,580	49,015	59,822
Unrestricted	(20,635)	(38,530)	(3,558)	5,198	111,838	104,342	81,921	71,503
<b>Total business-type activities net assets</b>	<b>\$ 954,017</b>	<b>\$ 959,614</b>	<b>\$ 966,262</b>	<b>\$ 929,901</b>	<b>\$ 875,773</b>	<b>\$ 858,195</b>	<b>\$ 812,617</b>	<b>\$ 778,070</b>
<b>Primary government:</b>								
Invested in capital assets, net of related debt	\$ 1,903,223	\$ 1,867,325	\$ 1,770,573	\$ 1,643,324	\$ 1,482,565	\$ 1,418,658	\$ 1,352,514	\$ 1,265,388
Restricted	108,663	148,958	129,784	164,310	101,927	99,698	106,548	116,981
Unrestricted (deficit)	(117,883)	(77,111)	17,118	114,600	150,215	138,406	133,309	123,156
<b>Total primary government net assets</b>	<b>\$ 1,894,003</b>	<b>\$ 1,939,172</b>	<b>\$ 1,917,475</b>	<b>\$ 1,922,234</b>	<b>\$ 1,734,707</b>	<b>\$ 1,656,762</b>	<b>\$ 1,592,371</b>	<b>\$ 1,505,525</b>

Source: DeKalb County Finance Department

## DeKalb County, Georgia

## Changes in Net Assets (unaudited)

Last Eight Years  
(in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002
<b>Expenses</b>								
Governmental activities:								
General government	\$ 113,045	\$ 115,683	\$ 118,913	\$ 85,673	\$ 86,494	\$ 82,760	\$ 79,615	\$ 71,149
Public safety	205,374	192,545	224,885	153,741	167,085	166,585	148,775	137,806
Civil and criminal court system	161,026	150,360	163,121	114,529	124,713	123,479	110,237	103,493
Planning & development	2,378	2,591	2,339	1,935	1,703	1,686	1,599	1,374
Public works	48,592	49,737	63,773	49,729	60,965	63,510	50,950	47,761
Human and community development	8,075	10,544	12,685	6,700	13,559	13,323	9,444	8,266
Parks and recreation	23,526	20,286	24,819	20,148	23,213	23,306	18,003	20,600
Library	13,510	14,696	12,539	12,866	12,054	11,699	11,286	10,681
Health and welfare	42,753	36,259	45,623	40,814	34,728	35,118	34,539	34,590
Bond issuance expense	221	234	242	245	603	237	518	-
Interest on long-term debt	22,834	22,610	36,625	29,456	14,762	16,205	19,796	18,977
Total governmental activities expenses	<u>641,334</u>	<u>615,545</u>	<u>705,564</u>	<u>515,836</u>	<u>539,879</u>	<u>537,908</u>	<u>484,762</u>	<u>454,697</u>
Business-type activities:								
Water	79,435	74,348	68,881	55,085	55,269	53,187	48,421	44,917
Sewer	101,098	94,624	87,666	70,108	70,343	62,437	56,843	52,728
Sanitation	63,390	59,094	57,061	54,314	56,783	44,037	43,896	46,696
DeKalb Peachtree Airport	3,822	3,219	3,805	2,671	2,985	2,815	2,657	2,582
Stormwater utility	13,054	20,090	15,854	13,977	13,319	5,038	597	-
Total business-type activities expenses	<u>260,799</u>	<u>251,375</u>	<u>233,267</u>	<u>196,155</u>	<u>198,699</u>	<u>167,514</u>	<u>152,414</u>	<u>146,923</u>
Total primary government expenses	<u>\$ 902,133</u>	<u>\$ 866,920</u>	<u>\$ 938,831</u>	<u>\$ 711,991</u>	<u>\$ 738,578</u>	<u>\$ 705,422</u>	<u>\$ 637,176</u>	<u>\$ 601,620</u>
<b>Program Revenues</b>								
Governmental activities:								
Charges for services:								
Civil and criminal court system	\$ 42,823	\$ 55,514	\$ 46,038	\$ 43,127	\$ 34,280	\$ 37,319	\$ 42,628	\$ 34,539
Public safety	22,131	23,856	33,529	28,522	20,995	20,859	17,332	18,112
General government	30,535	24,672	14,107	15,088	11,432	20,061	13,742	10,524
Other activities	14,860	16,936	18,165	16,035	19,951	16,182	17,227	18,692
Operating grants and contributions	26,258	22,569	11,291	49,447	12,714	17,901	24,165	20,200
Capital grants and contributions	13,666	19,244	53,178	49,321	37,276	28,250	30,969	6,391
Total governmental activities program revenues	<u>150,273</u>	<u>162,791</u>	<u>176,308</u>	<u>201,540</u>	<u>136,648</u>	<u>140,572</u>	<u>146,063</u>	<u>108,458</u>
Business-type activities:								
Charges for services:								
Water	72,343	62,439	60,183	60,249	52,792	53,061	55,383	52,326
Sewer	92,072	79,468	76,596	76,680	67,190	62,289	65,015	56,687
Sanitation	67,689	62,475	69,554	66,387	57,067	58,405	52,506	54,934
Other activities	22,434	31,027	35,579	24,724	23,120	19,871	2,766	2,808
Capital grants and contributions	1,499	9,290	17,396	13,903	21,330	17,875	7,602	13,974
Total business-type activities program revenues	<u>256,037</u>	<u>244,699</u>	<u>259,308</u>	<u>241,943</u>	<u>221,499</u>	<u>211,501</u>	<u>183,272</u>	<u>180,729</u>
Total primary governmental program revenues	<u>\$ 406,310</u>	<u>\$ 407,490</u>	<u>\$ 435,616</u>	<u>\$ 443,483</u>	<u>\$ 358,147</u>	<u>\$ 352,073</u>	<u>\$ 329,335</u>	<u>\$ 289,187</u>

(continued)



DeKalb County, Georgia

Changes in Net Assets (unaudited)

Last Eight Years  
(in thousands of dollars)  
(continued)

	2009	2008	2007	2006	2005	2004	2003	2002
<b>Net (Expense)/Revenue</b>								
Governmental activities	\$ (491,061)	\$ (452,754)	\$ (529,256)	\$ (314,295)	\$ (403,231)	\$ (397,336)	\$ (338,699)	\$ (346,239)
Business-type activities	(4,762)	(6,676)	26,041	45,787	22,800	43,987	30,858	33,806
Total primary government net expense	<u>\$ (495,823)</u>	<u>\$ (459,430)</u>	<u>\$ (503,215)</u>	<u>\$ (268,508)</u>	<u>\$ (380,431)</u>	<u>\$ (353,349)</u>	<u>\$ (307,841)</u>	<u>\$ (312,433)</u>
<b>General Revenues and Other Changes in Net Assets</b>								
Governmental activities:								
Taxes:								
Property tax	\$ 260,984	\$ 275,427	\$ 272,850	\$ 252,294	\$ 231,516	\$ 209,783	\$ 219,265	\$ 189,354
Sales tax	86,978	95,350	100,649	94,921	91,488	85,365	81,684	83,143
Other taxes	75,444	86,983	90,805	86,698	78,919	77,728	66,502	62,872
Unrestricted investment earnings	8,601	2,278	8,290	8,876	6,048	2,326	2,627	3,620
Unrestricted grants and contributions	18,182	16,381	15,407	4,233	45,879	40,252	21,530	18,041
Transfers	1,300	4,680	135	672	9,748	695	(610)	1,569
Total governmental activities	<u>451,489</u>	<u>481,099</u>	<u>488,136</u>	<u>447,694</u>	<u>463,598</u>	<u>416,149</u>	<u>390,998</u>	<u>358,599</u>
Business-type activities:								
Unrestricted investment earnings	465	4,708	10,455	9,013	4,526	2,286	3,079	8,567
Transfers	(1,300)	(4,680)	(135)	(672)	(9,748)	(695)	610	(1,569)
Total business-type activities	<u>(835)</u>	<u>28</u>	<u>10,320</u>	<u>8,341</u>	<u>(5,222)</u>	<u>1,591</u>	<u>3,689</u>	<u>6,998</u>
Total primary government	<u>\$ 450,654</u>	<u>\$ 481,127</u>	<u>\$ 498,456</u>	<u>\$ 456,035</u>	<u>\$ 458,376</u>	<u>\$ 417,740</u>	<u>\$ 394,687</u>	<u>\$ 365,597</u>
<b>Change in Net Assets</b>								
Governmental activities:	\$ (39,572)	\$ 28,345	\$ (41,120)	\$ 133,399	\$ 60,367	\$ 18,813	\$ 52,299	\$ 12,360
Business-type activities:	(5,597)	(6,648)	36,361	54,128	17,578	45,578	34,547	40,804
Total primary government net expense	<u>\$ (45,169)</u>	<u>\$ 21,697</u>	<u>\$ (4,759)</u>	<u>\$ 187,527</u>	<u>\$ 77,945</u>	<u>\$ 64,391</u>	<u>\$ 86,846</u>	<u>\$ 53,164</u>

DeKalb County, Georgia  
Fund Balances of Governmental Funds (unaudited)  
Last Ten Years  
(in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General Fund:										
Reserved	\$ 103	\$ 5,219	\$ 2,649	\$ 8,491	\$ 8,040	\$ 1,608	\$ 5,804	\$ 7,352	\$ 6,558	\$ 6,783
Unreserved	(24,520)	(15,041)	19,447	23,380	23,893	19,793	16,709	20,183	22,710	33,974
Total General Fund	<u>(24,417)</u>	<u>(9,822)</u>	<u>22,096</u>	<u>31,871</u>	<u>31,933</u>	<u>21,401</u>	<u>22,513</u>	<u>27,535</u>	<u>29,268</u>	<u>40,757</u>
All Other Governmental Funds:										
Reserved	40,031	61,194	39,884	51,480	37,793	22,659	18,446	21,493	42,351	54,402
Unreserved, reported in:										
Special revenue funds	1,942	437	3,866	23,664	32,031	25,087	21,107	18,798	16,735	15,758
Capital projects funds	154,364	192,691	255,335	323,715	145,651	124,331	154,724	161,030	171,291	50,083
Debt service funds	10,131	8,796	4,346	19,322	15,911	13,186	11,500	14,976	17,610	12,979
Total all other governmental funds	<u>206,468</u>	<u>263,118</u>	<u>303,431</u>	<u>418,181</u>	<u>231,386</u>	<u>185,263</u>	<u>205,777</u>	<u>216,297</u>	<u>247,987</u>	<u>133,222</u>
Total governmental funds	<u>\$ 182,051</u>	<u>\$ 253,296</u>	<u>\$ 325,527</u>	<u>\$ 450,052</u>	<u>\$ 263,319</u>	<u>\$ 206,664</u>	<u>\$ 228,290</u>	<u>\$ 243,832</u>	<u>\$ 277,255</u>	<u>\$ 173,979</u>

## DeKalb County, Georgia

## Changes in Fund Balances of Governmental Funds (unaudited)

Last Ten Years  
(in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Revenues By Source:</b>										
Taxes	\$ 406,475	\$ 449,216	\$ 430,429	\$ 409,023	\$ 381,027	\$ 356,629	\$ 353,904	\$ 318,756	\$ 296,665	\$ 282,191
Licenses and permits	22,911	31,076	32,996	30,719	30,757	28,432	26,833	27,625	29,385	27,686
Use of money and property	10,863	13,474	25,467	36,546	8,075	2,467	4,284	4,237	7,280	10,556
Intergovernmental	62,750	37,371	46,655	59,703	63,057	46,613	46,704	47,228	48,929	55,613
Fines and forfeitures	32,870	38,333	32,676	34,376	31,429	33,674	29,311	24,162	21,571	20,171
Charges for services	36,859	39,718	36,522	29,386	42,467	46,786	35,835	35,580	28,994	28,894
Miscellaneous	28,874	20,695	17,814	22,317	7,296	8,043	6,742	4,262	5,470	3,610
<b>Total revenues</b>	<b>601,602</b>	<b>629,883</b>	<b>622,559</b>	<b>622,070</b>	<b>564,108</b>	<b>522,644</b>	<b>503,613</b>	<b>461,850</b>	<b>438,294</b>	<b>428,721</b>
<b>Expenditures By Function:</b>										
General government	\$ 95,238	\$ 106,917	\$ 100,988	\$ 95,017	\$ 79,115	\$ 75,847	\$ 73,532	\$ 65,663	\$ 61,622	\$ 57,120
Public safety	187,371	191,230	198,495	177,375	155,917	160,407	144,166	136,441	128,107	118,265
Civil and criminal court system	145,373	146,951	139,440	126,513	115,928	115,295	109,274	101,229	97,039	91,326
Planning and development	2,408	2,562	2,015	1,650	1,688	1,664	1,569	1,341	1,750	1,923
Public works	33,650	39,651	40,830	41,843	40,169	40,858	43,605	41,107	38,346	42,459
Human and community development	7,388	10,518	11,121	7,486	13,457	12,929	9,443	8,094	8,642	7,361
Parks and recreation	18,756	21,898	23,582	20,195	18,931	18,433	17,697	19,578	18,245	16,562
Library	10,639	11,323	13,141	12,013	11,446	11,004	10,828	10,071	10,171	8,525
Health and welfare	41,794	35,893	45,018	40,010	34,127	33,801	33,960	33,526	26,596	25,787
Debt service:										
Bond issuance expense	-	-	-	825	624	237	11,204	-	-	-
Interest	22,041	23,235	24,200	30,106	16,024	11,400	12,256	14,785	11,228	12,069
Principal	33,656	32,314	30,623	26,542	16,251	18,414	23,106	19,327	15,973	14,132
Capital outlays	75,833	84,302	129,621	97,094	51,477	101,517	71,934	46,650	42,148	16,473
<b>Total expenditures</b>	<b>674,147</b>	<b>706,794</b>	<b>759,074</b>	<b>676,669</b>	<b>555,154</b>	<b>601,806</b>	<b>562,574</b>	<b>497,812</b>	<b>459,867</b>	<b>412,002</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(72,545)</b>	<b>(76,911)</b>	<b>(136,515)</b>	<b>(54,599)</b>	<b>8,954</b>	<b>(79,162)</b>	<b>(58,961)</b>	<b>(35,962)</b>	<b>(21,573)</b>	<b>16,719</b>
<b>Other Financing Sources (Uses)</b>										
Issuance of debt	-	-	-	230,000	35,670	50,000	167,915	-	125,000	-
Premium on bond issuance	-	-	-	7,596	637	579	6,953	-	5,241	-
Contractual purchase obligations	-	-	11,855	3,064	1,616	6,296	4,723	282	584	4,023
Payments to escrow agents	-	-	-	-	-	-	(135,562)	-	-	-
Transfers in	108,653	135,751	157,482	128,293	133,138	122,323	119,287	89,613	16,602	25,299
Transfers out	(107,353)	(131,071)	(157,347)	(127,621)	(123,390)	(121,628)	(119,897)	(88,044)	(33,691)	(36,238)
<b>Total other financing sources (uses)</b>	<b>1,300</b>	<b>4,680</b>	<b>11,990</b>	<b>241,332</b>	<b>47,671</b>	<b>57,570</b>	<b>43,419</b>	<b>1,851</b>	<b>113,736</b>	<b>(6,916)</b>
<b>Net change in fund balance</b>	<b>\$ (71,245)</b>	<b>\$ (72,231)</b>	<b>\$ (124,525)</b>	<b>\$ 186,733</b>	<b>\$ 56,625</b>	<b>\$ (21,592)</b>	<b>\$ (15,542)</b>	<b>\$ (34,111)</b>	<b>\$ 92,163</b>	<b>\$ 9,803</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>9.3%</b>	<b>8.9%</b>	<b>8.7%</b>	<b>9.9%</b>	<b>6.5%</b>	<b>6.0%</b>	<b>9.5%</b>	<b>7.6%</b>	<b>6.5%</b>	<b>6.6%</b>

Source: DeKalb County Finance Department

DeKalb County, Georgia  
 Operating Revenues, Expenses, and Income of Enterprise Funds (unaudited)  
 Last Ten Years  
 (in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Water and Sewerage System Fund:</b>										
Operating revenues	\$ 164,415	\$ 141,907	\$ 136,779	\$ 136,929	\$ 119,982	\$ 115,350	\$ 120,398	\$ 109,013	\$ 109,928	\$ 111,054
Operating expenses	154,244	155,760	135,363	113,412	107,074	100,230	93,181	80,195	84,480	78,306
Operating income	<u>\$ 10,171</u>	<u>\$ (13,853)</u>	<u>\$ 1,416</u>	<u>\$ 23,517</u>	<u>\$ 12,908</u>	<u>\$ 15,120</u>	<u>\$ 27,217</u>	<u>\$ 28,818</u>	<u>\$ 25,448</u>	<u>\$ 32,748</u>
<b>Sanitation Fund:</b>										
Operating revenues	\$ 67,689	\$ 62,475	\$ 69,554	\$ 66,387	\$ 57,067	\$ 58,405	\$ 52,506	\$ 54,934	\$ 46,374	\$ 41,545
Operating expenses	59,248	59,929	57,836	55,387	55,321	42,980	46,397	46,718	40,125	38,268
Operating income	<u>\$ 8,441</u>	<u>\$ 2,546</u>	<u>\$ 11,718</u>	<u>\$ 11,000</u>	<u>\$ 1,746</u>	<u>\$ 15,425</u>	<u>\$ 6,109</u>	<u>\$ 8,216</u>	<u>\$ 6,249</u>	<u>\$ 3,277</u>
<b>DeKalb Peachtree Airport Fund:</b>										
Operating revenues	\$ 5,040	\$ 8,829	\$ 8,375	\$ 5,167	\$ 6,247	\$ 3,178	\$ 2,766	\$ 2,808	\$ 2,625	\$ 2,509
Operating expenses	3,572	3,264	3,857	2,724	2,908	2,747	2,771	2,583	2,429	2,250
Operating income (loss)	<u>\$ 1,468</u>	<u>\$ 5,565</u>	<u>\$ 4,518</u>	<u>\$ 2,443</u>	<u>\$ 3,339</u>	<u>\$ 431</u>	<u>\$ (5)</u>	<u>\$ 225</u>	<u>\$ 196</u>	<u>\$ 259</u>
<b>Stormwater Utility Fund:</b>										
Operating revenues	\$ 17,394	\$ 22,198	\$ 27,204	\$ 19,557	\$ 16,873	\$ 16,693	\$ -			
Operating expenses	12,201	20,374	16,069	13,977	13,319	5,038	597			
Operating income (loss)	<u>\$ 5,193</u>	<u>\$ 1,824</u>	<u>\$ 11,135</u>	<u>\$ 5,580</u>	<u>\$ 3,554</u>	<u>\$ 11,655</u>	<u>\$ (597)</u>			

Note: DeKalb County created the Stormwater Utility Fund in 2003.

Source: DeKalb County Finance Department

DeKalb County, Georgia

Assessed and Estimated Actual Value of Taxable Property (unaudited)

Last Ten Years  
(in millions of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>General Purposes and Bond Retirement:</b>										
Real property:										
Assessed value	\$ 22,878	\$ 23,639	\$ 22,652	\$ 21,809	\$ 19,952	\$ 18,728	\$ 17,636	\$ 16,545	\$ 15,135	\$ 13,565
Estimated market value	57,195	59,098	56,630	54,523	49,880	46,820	44,090	41,363	37,838	33,913
Personal property:										
Assessed value	2,207	2,301	1,863	1,881	1,752	1,686	1,763	1,850	1,916	1,806
Estimated market value	5,518	5,753	4,658	4,702	4,380	4,215	4,408	4,625	4,790	4,515
Motor vehicle and mobile homes:										
Assessed value	1,486	1,453	1,410	1,348	1,378	1,439	1,513	1,509	1,489	1,750
Estimated market value	3,716	3,633	3,525	3,370	3,445	3,598	3,783	3,773	3,723	4,375
Privately owned public utilities:										
Assessed value	468	494	475	478	458	477	424	441	416	419
Estimated market value	1,170	1,235	1,188	1,195	1,145	1,193	1,060	1,103	1,040	1,048
Total value for bond retirement (gross):										
Assessed value	\$ 27,039	\$ 27,887	\$ 26,400	\$ 25,516	\$ 23,540	\$ 22,330	\$ 21,336	\$ 20,345	\$ 18,956	\$ 17,540
Estimated market value	\$ 67,599	\$ 69,719	\$ 66,001	\$ 63,790	\$ 58,850	\$ 55,826	\$ 53,341	\$ 50,864	\$ 47,391	\$ 43,851
Ratio of Total Assessed Value to Total Estimated Market Value	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Homestead Exemption	\$ 1,812	\$ 2,104	\$ 1,780	\$ 1,550	\$ 1,544	\$ 1,534	\$ 1,499	\$ 1,452	\$ 1,407	\$ 1,353
Freepoint Exemption	\$ 270	\$ 286	\$ 318	\$ 311	\$ 289	\$ 240	\$ 265	\$ 258	\$ 281	\$ 292
Net Assessed Value for General Purposes	\$ 24,957	\$ 25,497	\$ 24,302	\$ 23,655	\$ 21,707	\$ 20,556	\$ 19,572	\$ 18,634	\$ 17,268	\$ 15,895
Total Direct Tax Rate	\$ 40.09	\$ 39.30	\$ 39.30	\$ 39.30	\$ 38.71	\$ 38.71	\$ 38.81	\$ 37.81	\$ 37.26	\$ 37.16

Note: Assessments are made as of January 1 of each year. Tax rates are per \$1,000 of assessed value.  
Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

DeKalb County, Georgia  
Property Tax Rates and Levies (unaudited)

	Last Ten Years									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Property Tax Rates Per \$1,000										
Real and Personal Property:										
County:										
General	\$ 8.00	\$ 7.99	\$ 7.54	\$ 9.12	\$ 8.21	\$ 8.31	\$ 8.73	\$ 8.03	\$ 5.65	\$ 9.01
Special tax district - designated services:										
Avondale	2.12	2.10	2.14	1.84	2.05	2.89	2.76	3.49	4.29	3.72
Chamblee	0.86	0.85	0.87	0.74	0.83	1.17	1.12	1.42	1.74	1.51
Clarkston	1.79	1.77	1.80	1.55	1.73	2.44	2.33	2.94	3.62	3.14
Decatur	1.12	1.12	1.14	0.97	1.09	1.53	1.47	1.85	2.28	1.98
Doraville	1.20	1.18	1.20	1.03	1.15	1.62	1.56	1.96	2.41	2.09
Lithonia	1.86	1.84	1.87	1.60	1.79	2.53	2.42	3.05	3.75	3.26
Pine Lake	2.12	2.10	2.14	1.84	2.05	2.89	2.76	3.49	4.29	3.72
Stone Mountain	1.59	1.58	1.60	1.38	1.54	2.17	2.07	2.62	3.21	2.79
Unincorporated	3.50	2.74	2.87	2.04	2.55	2.69	2.76	2.94	4.20	1.96
Hospital services	0.96	0.84	0.89	0.83	0.98	0.88	0.92	1.05	1.30	1.30
Fire protection	2.46	2.54	2.61	2.08	2.43	2.30	1.99	2.31	2.43	1.44
Bond retirement and interest	1.94	1.96	2.16	2.00	1.31	1.30	1.18	1.25	1.45	0.97
Total County *	<u>\$ 16.86</u>	<u>\$ 16.07</u>	<u>\$ 16.07</u>	<u>\$ 16.07</u>	<u>\$ 15.48</u>	<u>\$ 15.48</u>	<u>\$ 15.58</u>	<u>\$ 15.58</u>	<u>\$ 15.03</u>	<u>\$ 14.68</u>

\* The total County millage rate shown above is for the unincorporated portion of the County which comprises over 86% of the total County.

Property Tax Levies (In thousands of dollars)

Real and Personal Property:

County:

General	\$ 130,460	\$ 128,271	\$ 114,173	\$ 138,183	\$ 112,450	\$ 103,863	\$ 102,320	\$ 74,393	\$ 44,444	\$ 65,870
Special tax district - designated services	43,217	39,427	38,768	27,821	31,373	30,762	29,291	25,130	30,288	13,943
Hospital services	15,655	13,485	13,477	12,576	13,423	10,999	10,730	9,728	10,226	9,504
Fire protection	36,872	37,605	36,380	28,972	30,704	26,556	21,469	19,963	17,961	9,940
Bond retirement and interest	41,546	43,140	45,730	41,498	25,775	24,041	20,806	21,035	22,508	14,319
Total County	<u>\$ 267,750</u>	<u>\$ 261,928</u>	<u>\$ 248,528</u>	<u>\$ 249,050</u>	<u>\$ 213,725</u>	<u>\$ 196,221</u>	<u>\$ 184,616</u>	<u>\$ 150,249</u>	<u>\$ 125,427</u>	<u>\$ 113,576</u>

(continued)

DeKalb County, Georgia  
Property Tax Rates and Levies (unaudited)

Last Ten Years  
(continued)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Property Tax Levies (continued) (In thousands of dollars)										
Public Utilities:										
County:										
General	\$ 2,930	\$ 3,768	\$ 3,795	\$ 4,675	\$ 3,937	\$ 3,886	\$ 4,168	\$ 2,389	\$ 2,492	\$ 3,746
Special tax district - designated services	1,097	1,115	1,244	909	1,042	1,086	1,106	1,085	1,543	751
Hospital services	352	396	448	426	470	411	439	443	573	540
Fire protection	827	1,062	1,168	951	1,025	943	812	857	910	520
Bond retirement and interest	628	800	937	880	563	539	503	475	575	403
Total County	<u>\$ 5,834</u>	<u>\$ 7,141</u>	<u>\$ 7,592</u>	<u>\$ 7,841</u>	<u>\$ 7,037</u>	<u>\$ 6,865</u>	<u>\$ 7,028</u>	<u>\$ 5,249</u>	<u>\$ 6,093</u>	<u>\$ 5,960</u>
Motor Vehicle and Mobile Homes:										
County:										
General	\$ 11,201	\$ 11,697	\$ 13,716	\$ 12,034	\$ 11,467	\$ 12,295	\$ 11,999	\$ 9,114	\$ 14,243	\$ 10,181
Special tax district - designated services	3,402	4,038	2,931	3,458	3,490	3,708	4,280	6,040	3,294	5,769
Hospital services	1,186	1,365	1,267	1,423	1,219	1,312	1,760	2,025	2,087	1,785
Fire protection	3,323	3,720	2,979	3,305	2,964	2,664	3,617	3,524	2,319	4,042
Bond retirement and interest	2,544	3,041	2,774	1,828	1,691	1,608	1,987	2,145	1,486	1,697
Total County	<u>\$ 21,656</u>	<u>\$ 23,861</u>	<u>\$ 23,667</u>	<u>\$ 22,048</u>	<u>\$ 20,831</u>	<u>\$ 21,587</u>	<u>\$ 23,643</u>	<u>\$ 22,848</u>	<u>\$ 23,429</u>	<u>\$ 23,474</u>
Total County Property Tax Levies	<u>\$ 295,240</u>	<u>\$ 292,930</u>	<u>\$ 279,787</u>	<u>\$ 278,939</u>	<u>\$ 241,593</u>	<u>\$ 224,673</u>	<u>\$ 215,287</u>	<u>\$ 178,346</u>	<u>\$ 154,949</u>	<u>\$ 143,010</u>

Source: DeKalb County Finance Department

DeKalb County, Georgia  
 Total Property Tax Rates - All Direct and Overlapping Governments (unaudited)  
 Per \$1,000 Assessed Value

	Last Ten Years									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
DeKalb County	\$ 40.09	\$ 39.30	\$ 39.30	\$ 39.30	\$ 38.71	\$ 38.71	\$ 38.81	\$ 37.81	\$ 37.26	\$ 37.16
Atlanta	\$ 44.41	\$ 40.91	\$ 41.78	\$ 43.39	\$ 41.27	\$ 42.10	\$ 43.60	\$ 43.99	\$ 38.95	\$ 46.22
Avondale	\$ 48.34	\$ 48.21	\$ 47.44	\$ 47.76	\$ 47.53	\$ 48.02	\$ 48.06	\$ 48.29	\$ 47.25	\$ 49.42
Chamblee	\$ 42.39	\$ 40.96	\$ 40.67	\$ 41.56	\$ 41.32	\$ 40.63	\$ 42.82	\$ 39.77	\$ 38.21	\$ 40.72
Clarkston	\$ 48.01	\$ 47.88	\$ 47.60	\$ 48.37	\$ 48.22	\$ 42.38	\$ 42.38	\$ 42.20	\$ 41.24	\$ 43.94
Decatur	\$ 43.85	\$ 43.65	\$ 42.44	\$ 42.72	\$ 42.25	\$ 43.38	\$ 43.44	\$ 43.77	\$ 40.35	\$ 42.26
Doraville	\$ 43.92	\$ 43.79	\$ 43.50	\$ 44.35	\$ 44.14	\$ 44.95	\$ 46.81	\$ 42.80	\$ 41.37	\$ 43.79
Dunwoody	\$ 39.33	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lithonia	\$ 49.40	\$ 48.65	\$ 48.37	\$ 49.12	\$ 48.98	\$ 49.56	\$ 50.30	\$ 48.87	\$ 48.21	\$ 50.46
Pine Lake	\$ 51.64	\$ 51.51	\$ 51.24	\$ 51.96	\$ 52.02	\$ 52.72	\$ 52.89	\$ 52.83	\$ 54.75	\$ 59.92
Stone Mountain	\$ 46.81	\$ 46.69	\$ 46.40	\$ 47.20	\$ 45.03	\$ 46.50	\$ 47.81	\$ 46.96	\$ 43.67	\$ 45.99

Note: Total property tax rates include the taxes for general County government, schools, the State, and any additional taxes levied by the respective cities. All of the above are assessed at 40% of fair market value except Decatur and Doraville at 50%. No street lights are included in the above rates.

Source: DeKalb County Finance Department



DeKalb County, Georgia

Principal Property Tax Payers (unaudited)

Last Ten Years

Type of Business	2009				2008				2007				2006				2005			
	Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed	
	(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation	
Georgia Power Company	Utility	\$ 140,887	1	0.52%	\$ 1,348	10	0.00%	\$ 141,126	2	0.53%	\$ 150,761	3	0.59%	\$ 120,596	3	0.51%				
Bellsouth Telecom/At&T Georgia	Utility	119,412	2	0.44%	238,926	1	0.86%	244,402	1	0.93%	238,664	1	0.94%	252,285	1	1.07%				
Perimeter Mall LLC	Retail	72,962	3	0.27%	73,232	2	0.26%	73,232	4	0.28%	73,412	5	0.29%	65,658	6	0.28%				
RB Terraces LLC	Developer	71,673	4	0.27%	52,579	4	0.19%	-	-	-	-	-	-	-	-	-				
Highwoods Forsyth Limited	Developer	55,557	5	0.21%	41,578	9	0.15%	41,055	8	0.16%	-	-	-	42,053	9	0.18%				
Post Apartment Homes LP	Developer	55,045	6	0.20%	69,124	3	0.25%	68,820	5	0.26%	73,451	4	0.29%	68,625	5	0.29%				
Stone Mountain Industrial Park	Industrial	49,839	7	0.18%	51,271	5	0.18%	28,385	10	0.11%	53,071	7	0.21%	46,393	8	0.20%				
Atlanta Gas Light Company	Utility	43,956	8	0.16%	44,047	7	0.16%	44,688	6	0.17%	49,137	9	0.19%	-	-	-				
Koger Ravinia LLC	Developer	40,243	9	0.15%	44,268	6	0.16%	40,244	9	0.15%	44,268	10	0.17%	40,244	10	0.17%				
General Motors Corp	Industrial	38,587	10	0.14%	42,398	8	0.15%	44,288	7	0.17%	56,068	6	0.22%	106,400	4	0.45%				
Hewlett-Packard Co	Retail	-	-	-	-	-	-	-	-	-	50,296	8	0.20%	53,378	7	0.23%				
GA-Perimeter Center LLC	Retail	-	-	-	-	-	-	131,572	3	0.50%	160,392	2	0.63%	148,656	2	0.63%				
<b>Total</b>		<b>\$ 688,161</b>		<b>2.55%</b>	<b>\$ 658,771</b>		<b>2.36%</b>	<b>\$ 857,812</b>		<b>3.25%</b>	<b>\$ 949,520</b>		<b>3.72%</b>	<b>\$ 944,288</b>		<b>4.01%</b>				
<b>Total County</b>		<b>\$ 27,039,000</b>			<b>\$ 27,887,000</b>			<b>\$ 26,400,000</b>			<b>\$ 25,516,000</b>			<b>\$ 23,540,000</b>						

Type of Business	2004				2003				2002				2001				2000			
	Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed		Assessed Valuation		Percentage of Total County Assessed	
	(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation		(In thousands)	Rank	Valuation	
Bell South/AT&T Georgia	Utility	\$ 252,505	1	1.13%	\$ 250,737	1	1.18%	\$ 295,243	1	1.45%	\$ 287,225	1	1.52%	\$ 253,022	1	1.44%				
GA-Perimeter Center LLC	Investment	-	-	-	153,107	2	0.72%	162,477	2	0.80%	161,568	2	0.85%	159,775	2	0.91%				
Development Authority of DeKalb	Developer	99,647	3	0.45%	-	-	-	-	-	-	-	-	-	-	-	-				
Georgia Power	Utility	109,162	2	0.49%	108,082	3	0.51%	99,477	5	0.49%	105,841	3	0.56%	104,711	3	0.60%				
Perimeter Mall LLC	Retail	65,658	6	0.29%	107,435	4	0.50%	108,906	3	0.54%	71,299	6	0.38%	71,322	6	0.41%				
General Motors	Industrial	99,205	4	0.44%	83,025	5	0.39%	100,029	4	0.49%	93,881	4	0.50%	86,897	4	0.50%				
Post Apartment Homes LP	Developer	65,842	5	0.29%	65,842	6	0.31%	64,017	6	0.31%	88,743	5	0.47%	78,658	5	0.45%				
Hewlett-Packard Co	Retail	55,678	7	0.25%	52,614	7	0.25%	54,667	7	0.27%	53,332	7	0.28%	53,648	7	0.31%				
Koger Ravinia LLC	Developer	-	-	-	47,000	8	0.22%	47,000	9	0.23%	52,198	8	0.28%	52,198	8	0.30%				
Highwoods/Forsyth LTD	Developer	43,117	9	0.19%	44,651	9	0.21%	47,309	8	0.23%	46,034	9	0.24%	46,036	9	0.26%				
Stone Mountain Industrial Park	Developer	44,220	8	0.20%	44,568	10	0.21%	-	-	-	41,832	10	0.22%	43,631	10	0.25%				
Media One of Colorado	Utility	-	-	-	-	-	-	33,172	10	0.16%	-	-	-	-	-	-				
Atlanta Gas Light	Utility	39,559	10	0.18%	-	-	-	-	-	-	-	-	-	-	-	-				
<b>Total</b>		<b>\$ 874,593</b>		<b>3.92%</b>	<b>\$ 957,061</b>		<b>4.50%</b>	<b>\$ 1,012,297</b>		<b>4.98%</b>	<b>\$ 1,001,953</b>		<b>5.29%</b>	<b>\$ 949,898</b>		<b>5.42%</b>				
<b>Total County</b>		<b>\$ 22,330,000</b>			<b>\$ 21,336,000</b>			<b>\$ 20,345,000</b>			<b>\$ 18,956,000</b>			<b>\$ 17,540,000</b>						

Source: DeKalb County Finance Department; DeKalb County Property Appraisal Department

DeKalb County, Georgia  
Property Tax Levies and Collections (unaudited)  
(County Portion Only)

Last Ten Years  
(in thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Total Tax Levy	\$ 295,240	\$ 292,930	\$ 279,787	\$ 278,939	\$ 241,593	\$ 224,673	\$ 215,287	\$ 178,346	\$ 154,949	\$ 143,010
Collection of Current Year's Taxes During Year	\$ 269,955	\$ 275,236	\$ 263,800	\$ 255,264	\$ 230,053	\$ 215,878	\$ 203,674	\$ 172,814	\$ 154,249	\$ 135,206
Percentage of Levy Collected During Year	91.44%	93.96%	94.29%	91.51%	95.22%	96.09%	94.61%	96.90%	99.55%	94.54%
Collection of Prior Years' Taxes During Year	\$ 11,861	\$ 11,116	\$ 17,272	\$ 8,942	\$ 7,199	\$ 6,643	\$ 7,676	\$ 6,729	\$ 6,512	\$ 5,483
Total Collections	\$ 281,816	\$ 286,352	\$ 281,072	\$ 264,206	\$ 237,252	\$ 222,521	\$ 211,350	\$ 179,543	\$ 160,761	\$ 140,689
Percentage of Total Collections to Tax Levy	95.45%	97.75%	100.46%	94.72%	98.20%	99.04%	98.17%	100.67%	103.75%	98.38%
Current Delinquent Taxes	\$ 17,844	\$ 12,775	\$ 14,027	\$ 846	\$ 441	\$ 250	\$ 179	\$ 185	\$ 228	\$ 132
Accumulated Delinquent Taxes	\$ 20,344	\$ 29,063	\$ 16,288	\$ 18,433	\$ 9,275	\$ 8,167	\$ 10,134	\$ 7,404	\$ 8,085	\$ 9,717
Percentage of Accumulated Delinquent Taxes to Current Year's Tax Levy	6.89%	9.92%	5.82%	6.61%	3.84%	3.64%	4.71%	4.15%	5.22%	6.79%

Note: Collection of prior years' taxes during year is reported in the year when the collected amount was levied.

Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

DeKalb County, Georgia

Ratios of Outstanding Debt by Type (unaudited)

Last Ten Years  
(in thousands of dollars, except per capita)

Fiscal Year	Governmental Activities					Percentage of Actual Taxable value <sup>a</sup> or Property	Business-Type Activities			Total Primary Government Debt	Debt as a Percentage of Personal Income <sup>b</sup>	Total Debt per Capita <sup>c</sup>
	General Obligation Bonds	Certificates of Participation	Revenue Bonds	Equipment Capital Leases	Total Governmental Debt		Water & Sewer Bonds	Vehicle Capital Leases	Water & Sewer Debt per Customer <sup>c</sup>			
2000	\$ 168,335	\$ 10,240	\$ -	\$ 14,878	\$ 193,453	1.2%	\$ 459,925	\$ 2,868	\$ 1,687	\$ 656,246	3.07%	\$ 986
2001	\$ 282,275	\$ 9,770	\$ -	\$ 8,601	\$ 300,646	1.7%	\$ 452,970	\$ 5,149	\$ 1,630	\$ 758,765	3.28%	\$ 1,118
2002	\$ 267,640	\$ 9,270	\$ -	\$ 4,565	\$ 281,475	1.5%	\$ 446,580	\$ 6,190	\$ 1,571	\$ 734,245	3.13%	\$ 1,071
2003	\$ 250,345	\$ 25,000	\$ 15,000	\$ 4,509	\$ 294,854	1.5%	\$ 505,365	\$ 5,712	\$ 1,766	\$ 805,931	3.39%	\$ 1,166
2004	\$ 234,500	\$ 24,525	\$ 64,420	\$ 8,293	\$ 331,738	1.6%	\$ 497,815	\$ 3,536	\$ 1,717	\$ 833,089	3.34%	\$ 1,199
2005	\$ 218,865	\$ 24,040	\$ 98,600	\$ 6,552	\$ 348,057	1.6%	\$ 490,900	\$ 5,502	\$ 1,673	\$ 844,459	n/a	\$ 1,206
2006	\$ 427,360	\$ 23,070	\$ 95,815	\$ 5,270	\$ 551,515	2.3%	\$ 568,090	\$ 3,135	\$ 1,897	\$ 1,122,740	n/a	\$ 1,580
2007	\$ 405,215	\$ 22,075	\$ 92,950	\$ 13,791	\$ 534,031	2.2%	\$ 560,875	\$ 1,344	\$ 1,803	\$ 1,096,250	4.36%	\$ 1,526
2008	\$ 381,380	\$ 21,055	\$ 89,975	\$ 9,374	\$ 501,784	2.0%	\$ 550,235	\$ 718	\$ 1,749	\$ 1,052,737	4.47%	\$ 1,447
2009	\$ 356,745	\$ 20,010	\$ 86,915	\$ 5,920	\$ 469,590	1.9%	\$ 538,990	\$ 381	\$ 1,705	\$ 1,008,961	n/a	\$ 1,380

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

<sup>a</sup> See page S9 for property value data.

<sup>b</sup> See page S21 for population, customer and personal income data.

Source: DeKalb County Planning and Development Department; Atlanta Regional Commission; U.S. Census Bureau

DeKalb County, Georgia  
Ratio of Net General Bonded Debt to  
Assessed Value and Net Bonded Debt Per Capita (unaudited)

	Last Ten Years									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Population (in thousands)	731	728	718	710	701	695	691	686	679	666
Assessed Value (in millions of dollars)	\$ 27,039	\$ 27,887	\$ 26,400	\$ 25,516	\$ 23,540	\$ 22,330	\$ 21,336	\$ 20,345	\$ 18,956	\$ 17,540
Gross Bonded Debt (in thousands of dollars)	\$ 356,745	\$ 381,380	\$ 405,215	\$ 427,360	\$ 218,865	\$ 234,500	\$ 250,345	\$ 267,640	\$ 282,275	\$ 168,335
Less Reserve for General Bond Debt Service (in thousands of dollars)	11,396	8,739	4,341	19,353	15,678	13,182	10,814	14,976	17,610	12,979
Net Bonded Debt (in thousands of dollars)	\$ 345,349	\$ 372,641	\$ 400,874	\$ 408,007	\$ 203,187	\$ 221,318	\$ 239,531	\$ 252,664	\$ 264,665	\$ 155,356
Ratio of Net Bonded Debt to Assessed Value	0.0128	0.0134	0.0152	0.0160	0.0086	0.0099	0.0112	0.0124	0.0140	0.0089
Net General Bonded Debt Per Capita	\$ 472.43	\$ 511.87	\$ 558.32	\$ 574.66	\$ 289.85	\$ 318.44	\$ 346.64	\$ 368.31	\$ 389.79	\$ 233.27

Source: DeKalb County Planning and Development Department; DeKalb County Finance Department; DeKalb County Property Appraisal Department

DeKalb County, Georgia  
Ratio of Annual Debt Service For General Bonded Debt  
to Total General Expenditures (unaudited)

	Last Ten Years (in thousands of dollars)									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General Governmental Expenditures <sup>1</sup>	\$ 674,147	\$ 646,235	\$ 759,074	\$ 676,669	\$ 555,154	\$ 601,806	\$ 562,574	\$ 497,812	\$ 459,867	\$ 412,002
Debt Service Expenditures for General Bonded Debt <sup>2</sup>	\$ 41,607	\$ 41,933	\$ 41,245	\$ 39,767	\$ 26,125	\$ 26,140	\$ 28,495	\$ 28,318	\$ 20,866	\$ 17,029
Ratio (%) of Debt Service Expenditures to General Governmental Expenditures	6.17%	6.49%	5.43%	5.88%	4.71%	4.34%	5.07%	5.69%	4.54%	4.13%

<sup>1</sup> Includes all expenditures by governmental fund types. Transfers to other funds are not included.

<sup>2</sup> Includes all governmental funds general obligation bond expenditures.

Source: DeKalb County Finance Department

DeKalb County, Georgia

Computation of Legal Debt Margin (Unaudited)

December 31, 2009  
(in thousands of dollars)

Assessed Value										<u>\$ 27,039,000</u>
Debt Limit - 10% of assessed value										\$ 2,703,900
Amount of Debt Applicable to Debt Limit:										
Total bonded debt					\$	982,650				
Less:										
General obligation bonds fund balance				\$	11,396					
Governmental activities revenue bonds					86,915					
Water and sewerage system revenue bonds					538,990					
Total debt applicable to debt limit										<u>345,349</u>
Legal Debt Margin										<u>\$ 2,358,551</u>

NOTE: The constitutional debt limit for general obligation tax bonds which may be issued by the Commissioners of DeKalb County is 10% of the assessed valuation of taxable property within the County.

DeKalb County, Georgia

Legal Debt Margin (unaudited)

Last Ten Years  
(In thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Debt limit	\$ 2,703,900	\$ 2,788,700	\$ 2,640,000	\$ 2,551,600	\$ 2,354,000	\$ 2,233,000	\$ 2,150,600	\$ 2,034,400	\$ 1,895,600	\$ 1,754,000
Total debt applicable to limit	<u>345,349</u>	<u>372,641</u>	<u>400,874</u>	<u>408,007</u>	<u>203,187</u>	<u>221,318</u>	<u>239,531</u>	<u>252,664</u>	<u>264,665</u>	<u>155,356</u>
Legal debt margin	<u>\$ 2,358,551</u>	<u>\$ 2,416,059</u>	<u>\$ 2,239,126</u>	<u>\$ 2,143,593</u>	<u>\$ 2,150,813</u>	<u>\$ 2,011,682</u>	<u>\$ 1,911,069</u>	<u>\$ 1,781,736</u>	<u>\$ 1,630,935</u>	<u>\$ 1,598,644</u>
Total debt applicable to the limit as a percentage of the debt limit	12.77%	13.36%	15.18%	15.99%	8.63%	9.91%	11.14%	12.42%	13.96%	8.86%

Source: DeKalb County Finance Department

DeKalb County, Georgia  
 Computation of Direct and Overlapping Debt (unaudited)  
 December 31, 2009  
 (in thousands of dollars)

	Gross Debt Less Debt Retirement Funds	Percentage of Debt Applicable to DeKalb County	DeKalb County's Share of Debt
DeKalb County	<u>\$ 345,349</u>	100.00%	<u>\$ 345,349</u>
Overlapping Debt:			
City of Atlanta (A)	277,190	2.60%	7,207
Fulton-DeKalb Hospital Authority (B)	<u>200,881</u>	27.11%	<u>54,455</u>
Total Overlapping Debt	<u>478,071</u>		<u>61,662</u>
Total Direct and Overlapping Debt	<u><u>\$ 823,420</u></u>		<u><u>407,011</u></u>
 Total Per Capita Direct and Overlapping Debt			 <u><u>\$ 556.63</u></u>

Total Direct and Overlapping Debt Per Capita

(A) Debt overlaps only property in the County which lies within the city limits of Atlanta.

(B) Debt overlaps Countywide. These bonds are a closed lien on a limited tax contracted to be levied by Fulton and DeKalb Counties. The Authority has no power to levy taxes.

Source: DeKalb County Finance Department; City of Atlanta; Fulton-DeKalb Hospital Authority

DeKalb County, Georgia

Schedule of Governmental Revenue Bond Coverage (unaudited)

Last Ten Years  
(in thousands of dollars)

Building Authority and Juvenile Justice Center Revenue Bond Coverage

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Net Available Revenue *	\$ 3,715	\$ 3,717	\$ 3,712	\$ 3,717	\$ 1,622	\$ 1,079	\$ 208	\$ -	\$ -	\$ -
Current Annual Debt Service	\$ 3,715	\$ 3,717	\$ 3,712	\$ 3,717	\$ 1,622	\$ 1,079	\$ 208	\$ -	\$ -	\$ -
Ratio	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-

Public Safety and Judicial Facilities Authority Revenue Bond Coverage

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Net Available Revenue *	\$ 3,096	\$ 3,092	\$ 3,092	\$ 3,097	\$ 2,882	\$ -	\$ -	\$ -	\$ -	\$ -
Current Annual Debt Service	\$ 3,096	\$ 3,092	\$ 3,092	\$ 3,097	\$ 2,882	\$ -	\$ -	\$ -	\$ -	\$ -
Ratio	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-

\* Net Available Revenue = Leases and rents on the property constructed/renovated using the bond proceeds. Rents and leases are set at an amount equal to annual debt service, therefore always carrying a bond coverage of 1.00.

Source: DeKalb County Finance Department

DeKalb County, Georgia  
 Schedule of Business-Type Revenue Bond Coverage (unaudited)

Water and Sewerage System

Last Ten Years  
 (In thousands of dollars)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Net Operating Revenue as Defined in Bond Resolution *	\$ 57,084	\$ 46,841	\$ 46,683	\$ 55,347	\$ 60,269	\$ 46,915	\$ 48,584	\$ 45,132	\$ 47,180	\$ 52,878
Current Annual Debt Service Requirement	\$ 38,838	\$ 38,660	\$ 35,516	\$ 31,336	\$ 32,110	\$ 31,500	\$ 31,474	\$ 29,993	\$ 29,993	\$ 29,995
Ratio	1.47	1.21	1.31	1.77	1.88	1.49	1.54	1.50	1.57	1.76

\* Net Operating Revenue = Collected revenues (cash basis revenues, including interest earned on operating funds, renewal and extension funds, and fully reserved sinking funds), less accrued expenses.

Source: DeKalb County Finance Department



DeKalb County, Georgia  
Demographic and Economic Statistics (unaudited)  
Last Ten Years

Fiscal Year	Population	School Enrollment	Water Customers	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate	Property Value (millions of dollars)	Construction Permits	Construction Value (millions of dollars)	Bank Deposits (millions of dollars)
2000	665,865	93,460	272,563	\$ 21,352,959	\$ 32,068	3.4%	\$ 43,851	9,530	\$ 1,644	\$ 11,107
2001	678,600	98,352	277,837	\$ 23,122,616	\$ 34,074	4.1%	\$ 47,391	10,051	\$ 2,601	\$ 7,876
2002	685,800	95,333	284,182	\$ 23,425,556	\$ 34,158	5.7%	\$ 50,864	9,283	\$ 1,831	\$ 7,916
2003	691,300	95,690	286,556	\$ 23,787,633	\$ 34,410	4.5%	\$ 53,341	8,785	\$ 1,312	\$ 8,553
2004	695,100	96,875	289,813	\$ 24,910,299	\$ 35,837	5.2%	\$ 55,826	9,115	\$ 1,754	\$ 8,223
2005	700,500	102,310	293,407	n/a	n/a	6.1%	\$ 58,850	10,923	\$ 1,582	\$ 8,711
2006	710,400	99,509	299,445	n/a	n/a	5.0%	\$ 63,790	6,923	\$ 1,630	\$ 7,709
2007	718,400	101,396	311,023	\$ 25,141,845	\$ 34,997	4.7%	\$ 66,000	8,127	\$ 2,413	\$ 7,882
2008	727,600	101,079	314,572	\$ 23,540,770	\$ 32,354	7.7%	\$ 69,719	8,244	\$ 1,142	\$ 8,473
2009	731,200	99,006	309,751	n/a	n/a	10.2%	\$ 67,599	4,572	\$ 1,238	\$ 8,582

Note: Personal income data is unavailable for 2005, 2006 and 2009.

Sources: DeKalb County Planning and Development Department; Atlanta Regional Commission; U.S. Census Bureau; DeKalb County Board of Education; Georgia Department of Labor; Federal Reserve Bank. 2008 per capita personal income data from ESRI is estimated.

DeKalb County, Georgia  
Principal Employers (unaudited)  
Last Ten Years

	2009			2008			2007			2006			2005		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
DeKalb County Schools	13,285	1	3.7%	14,700	1	4.1%	15,800	1	4.1%	7,000	5	2.3%	-	-	-
Emory University	12,265	2	3.4%	10,401	2	2.9%	12,968	2	3.4%	14,223	1	4.6%	13,727	2	4.4%
Emory Healthcare	11,143	3	3.1%	9,044	3	2.5%	10,265	3	2.7%	10,265	2	3.3%	14,700	1	4.7%
DeKalb County Government	8,077	4	2.2%	7,130	4	2.0%	8,477	4	2.2%	8,285	4	2.7%	8,220	3	2.6%
Children's Healthcare of Atlanta	6,700	5	1.9%	6,046	5	1.7%	6,690	5	1.7%	-	-	-	-	-	-
U.S. Centers for Disease Control & Prevention	6,500	6	1.8%	3,800	6	1.1%	6,177	6	1.6%	-	-	-	849,228	-	-
Cox Communication	5,606	7	1.6%	3,500	7	1.0%	6,002	7	1.6%	8,949	3	2.9%	33,703	4	10.8%
AT&T	5,200	8	1.4%	2,848	8	0.8%	3,800	8	1.0%	3,662	6	1.2%	3,000	7	1.0%
DeKalb Medical Center	3,766	9	1.0%	1,213	9	0.3%	3,463	9	0.9%	3,010	7	1.0%	2,100	8	0.7%
Georgia Perimeter College	2,563	10	0.7%	1,192	10	0.3%	1,860	10	0.5%	1,782	8	0.6%	2,000	9	0.6%
InterContinental Hotels Group Inc.	-	-	-	-	-	-	-	-	-	1,566	9	0.5%	3,100	6	1.0%
United Parcel Service	-	-	-	-	-	-	-	-	-	926	10	0.3%	-	-	-
Internal Revenue Service	-	-	-	-	-	-	-	-	-	-	-	-	4,500	5	1.5%
<b>Total</b>	<b>75,105</b>		<b>20.7%</b>	<b>59,874</b>		<b>16.5%</b>	<b>75,502</b>		<b>19.7%</b>	<b>59,668</b>		<b>19.3%</b>	<b>934,278</b>		<b>27.3%</b>
<b>Total County</b>	<b>362,420</b>			<b>362,420</b>			<b>383,718</b>			<b>308,842</b>			<b>311,283</b>		

	2004			2003			2002			2001			2000		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Emory University & Hospital	6,876	4	2.0%	10,300	1	3.0%	10,300	1	3.0%	10,300	1	3.3%	10,300	1	3.0%
DeKalb County Schools	22,041	1	6.4%	10,000	2	2.9%	10,000	2	2.9%	10,000	2	3.2%	10,000	2	2.9%
Emory Healthcare	14,398	2	4.2%	-	-	-	-	-	-	-	-	-	-	-	-
U.S. Centers for Disease Control & Prevention	2,800	9	0.8%	-	-	-	-	-	-	-	-	-	-	-	-
InterContinental Hotels Group Inc.	3,500	8	1.0%	-	-	-	-	-	-	-	-	-	-	-	-
DeKalb County Government	8,045	3	2.3%	7,903	3	2.3%	7,753	3	2.2%	7,598	3	2.5%	7,499	3	2.2%
General Motors Corporation	-	-	-	4,800	4	1.4%	4,800	4	1.4%	4,800	4	1.6%	4,800	4	1.4%
Internal Revenue Service	-	-	-	4,500	5	1.3%	4,500	5	1.3%	4,500	5	1.5%	4,500	5	1.3%
Cox Enterprises	-	-	-	4,000	6	1.2%	4,000	6	1.2%	4,000	6	1.3%	4,000	6	1.2%
Emory Clinic	-	-	-	2,800	7	0.8%	2,800	7	0.8%	2,800	7	0.9%	2,800	7	0.8%
DeKalb Medical Center	5,322	5	1.5%	2,300	8	0.7%	2,300	8	0.7%	2,300	8	0.7%	2,300	8	0.7%
Children's Healthcare of Atlanta	5,089	6	1.5%	2,100	9	0.6%	2,100	9	0.6%	2,100	9	0.7%	2,100	9	0.6%
Veteran's Administration Hospital	-	-	-	2,000	10	0.6%	2,000	10	0.6%	2,000	10	0.7%	2,000	10	0.6%
DeKalb College	2,300	10	0.7%	-	-	-	-	-	-	-	-	-	2,000	10	0.6%
Internal Revenue Service	4,500	7	1.3%	-	-	-	-	-	-	-	-	-	2,000	10	0.6%
<b>Total</b>	<b>74,871</b>		<b>19.6%</b>	<b>50,703</b>		<b>14.6%</b>	<b>50,553</b>		<b>14.6%</b>	<b>50,398</b>		<b>16.33%</b>	<b>52,299</b>		<b>15.1%</b>
<b>Total County</b>	<b>346,900</b>			<b>346,900</b>			<b>346,900</b>			<b>346,900</b>			<b>346,900</b>		

Note: Total county employment figures are not updated every year.

Source: DeKalb County Planning and Development Department; Georgia Department of Labor

DeKalb County, Georgia

County Government Employees by Function/Program (unaudited)

Last Ten Years

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General government	1,125	1,029	964	896	872	868	874	815	806	779
Public safety:										
Fire & rescue services	921	859	860	849	849	849	850	824		
Fire									600	600
EMS									208	208
Police officers	1,251	1,250	1,104	1,058	1,056	1,058	1,012	994	995	995
Other public safety	377	377	507	533	536	528	538	527	495	423
Civil and criminal court system	1,747	1,740	1,762	1,715	1,693	1,624	1,603	1,583	1,546	1,550
Planning and development	29	186	186	186	185	177	178	177	150	168
Public works	540	611	612	612	612	582	540	534	535	529
Community development	15	24	22	33	32	29	27	28	24	24
Parks and recreation	543	636	637	623	615	588	578	608	626	622
Library	298	246	233	229	226	226	227	227	227	220
Health and welfare	86	86	87	76	76	77	74	73	69	72
Watershed management (Water and sewer)	771	771	729	736	732	713	688	685	685	680
Sanitation	742	743	728	712	709	699	686	650	604	601
DeKalb Peachtree Airport	27	28	27	27	27	27	28	28	28	28
<b>Total</b>	<b>8,472</b>	<b>8,586</b>	<b>8,458</b>	<b>8,285</b>	<b>8,220</b>	<b>8,045</b>	<b>7,903</b>	<b>7,753</b>	<b>7,598</b>	<b>7,499</b>

Source: DeKalb County Budget Office

Note: Fire and EMS combined into Fire & Rescue Services in 2002.

## DeKalb County, Georgia

## Operating Indicators by Function/Program (unaudited)

## Last Ten Years

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General government:										
Business licenses issued	22,430	22,955	27,743	22,450	21,390	20,443	20,908	20,843	20,430	19,778
Registered voters	445,388	456,096	408,279	403,419	388,993	404,539	364,394	386,976	375,581	388,975
Public safety:										
Fire & EMS emergency calls	89,356	201,300	164,291	100,769	98,995	89,499	65,593	88,243	87,921	67,656
Police arrests	54,584	53,707	45,284	62,354	54,686	51,757	48,914	37,115	34,756	39,281
Training academies	2	2	2	2	1	1	1	1	1	1
Civil and criminal court system:										
Recorder's court citations processed	231,591	243,396	212,224	235,854	195,863	211,297	195,472	157,001	150,574	135,761
State court dispossession warrants	33,511	39,072	37,649	34,935	33,831	35,057	36,910	34,369	33,393	32,107
Superior court felony case filings	6,000	4,773	5,400	6,711	6,293	5,835	6,195	6,299	6,994	7,066
Planning and development:										
Building permits issued	4,572	8,244	8,127	17,333	9,039	9,115	8,785	9,283	10,051	9,530
Number of inspections	51,107	24,218	63,633	35,998	29,875	34,623	58,478	42,672	36,214	34,185
Public works:										
Road resurfacing (miles)	66	42	22	21	20	20	30	30	25	26
Patching (tons)	101,465	30,000	35,600	30,000	50,000	48,000	29,050	56,000	31,783	21,616
Sidewalks constructed (miles)	2	1	1	1	12	23	25	-	-	-
Parks and recreation:										
Average attendance per pool	13,153	5,059	6,900	4,100	4,017	4,800	4,755	n/a	4,000	2,628
Golf rounds per course	68,500	79,871	76,000	37,091	36,221	30,929	22,009	31,033	26,358	n/a
Youth & adult athletic patrons	138,500	20,559	109,000	40,500	33,017	21,500	20,939	26,000	10,000	10,361
Library:										
Patron visits	3,232,361	3,273,489	3,292,187	3,216,230	3,153,749	2,968,638	2,866,374	2,799,195	2,582,391	2,487,503
Water:										
Water Customers	316,065	314,572	311,023	299,445	293,407	289,813	286,556	284,182	277,837	272,563
Water meters	189,162	189,162	188,763	186,503	182,329	181,443	181,682	178,579	175,079	170,318
Average daily water consumption (million gallons)	59	66	77	65	72	67	67	70	72	74
Miles of water mains constructed during year	6	5	21	27	31	31	42	39	31	50
Sewer:										
Sewer Customers	287,061	280,196	278,353	267,057	261,379	258,066	254,357	252,114	245,933	240,898
Average daily sewer treatment (million gallons)	36	56	56	40	43	39	39	34	34	32
Miles of sewer mains constructed during year	1	28	28	16	18	14	26	28	37	31
Sanitation:										
Residential customers	159,743	176,186	174,500	158,427	153,748	148,015	148,999	146,375	158,920	155,060
Commercial customers	7,071	9,588	9,078	8,713	8,256	17,133	12,287	11,369	10,805	9,640
Weekly pickups	2	2	2	2	2	2	2	2	2	2
DeKalb Peachtree Airport:										
Annual flights	151,714	187,006	220,576	207,981	202,251	215,174	224,187	224,959	215,652	244,879
Based aircraft	565	608	698	608	608	608	608	608	590	590

Source: DeKalb County Departments: Geographic Information Systems, Public Works - Roads and Drainage, Finance, Fire and Rescue, Police Services, Parks and Recreation, Public Works - Transportation, Voter Registration, Water and Sewer, Airport, Human Resources

DeKalb County, Georgia  
 Capital Asset Statistics by Function/Program (unaudited)  
 Last Ten Years

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Public safety:</b>										
Fire stations	26	26	26	26	25	25	25	25	25	24
Fire hydrants	22,000	22,000	22,200	17,295	15,200	22,908	22,908	22,462	22,462	21,948
<b>Public works:</b>										
Miles of paved roads	2,280	2,422	2,753	2,746	2,746	2,746	2,668	2,664	2,613	2,485
Miles of unpaved roads	3	3	2	2	2	2	2	2	2	6
Street Lights	43,067	42,265	41,518	40,836	39,884	39,086	38,355	37,387	36,218	35,358
<b>Parks and recreation:</b>										
Parks	131	131	126	130	130	141	120	109	108	108
Park acreage	6,679	6,679	6,482	6,000	5,948	5,738	5,517	5,200	5,050	3,765
Swimming pools	11	11	13	12	12	12	12	12	11	12
Athletic fields	158	158	158	158	158	174	162	162	162	162
Recreation centers	11	11	11	11	11	11	11	11	11	11
Tennis centers	3	3	3	3	3	3	3	3	3	3
Tennis courts	105	105	105	105	105	104	109	109	105	105
Picnic shelters	77	77	90	90	90	80	87	87	87	87
Golf courses	2	2	2	2	2	2	2	2	2	2
<b>Library:</b>										
Books	826,340	811,672	826,239	812,634	775,472	776,329	785,396	792,744	838,544	887,350
<b>Water:</b>										
Water plant capacity (million gallons)	150	150	150	128	128	128	128	128	128	128
Treated water storage capacity (million gallons)	72	72	72	72	72	72	72	72	72	67
Raw water storage capacity (million gallons)	1,000	1,000	1,000	1,000	1,000	324	324	240	240	240
Miles of water mains	2,600	2,600	2,600	2,854	2,827	2,796	2,765	2,723	2,684	2,635
<b>Sewer:</b>										
Sewer treatment capacity (million gallons)	56	56	56	56	56	56	56	56	56	56
Sewer pumping stations	66	66	63	60	57	57	53	51	51	48
Miles of sewer mains	2,250	2,241	2,230	2,200	2,184	2,166	2,152	2,126	2,098	2,061

Source: DeKalb County Departments: Geographic Information Systems, Public Works - Roads and Drainage, Finance, Fire and Rescue, Police Services, Parks and Recreation, Public Works - Transportation, Voter Registration, Water and Sewer, Airport, Human Resources

DeKalb County, Georgia  
Salaries and Bonds of Principal Officials (unaudited)  
Year Ended December 31, 2009

	Statutory Bond	Statutory Salary
Chief Executive Officer - W. Burrell Ellis, Jr.	\$ 50,000	\$ 153,498
Board of Commissioners - Elaine C. Boyer; Jeff Rader; Larry Johnson; Sharon Barnes-Sutton; Lee May; Kathie Gannon; Connie Stokes	10,000	38,374 -40,769
Clerk of Superior Court - Linda Carter	25,000	127,472
Probate Court Judge - Jeryl Rosh	100,000	144,469
Sheriff - Thomas E. Brown, Jr.	25,000	154,000
Tax Commissioner - Claudia Lawson	100,000	155,670
The following officials and all other County employees are covered by a blanket \$200,000 bond, as required:		
State Court Judges - Alvin T. Wong; Johnny Panos; Barbara Mobley; Janis Gordon; Jose A. DelCampo; Wayne M. Purdon; Edward E. Carriere		152,967
Solicitor, State Court - Robert D. James		152,967
District Attorney - Gwen Keyes Fleming		158,915
Superior Court Judges - Gregory Adams; Clarence F. Seeliger; Daniel M. Coursey, Jr.; Michael E. Hancock; Gail C. Flake; Robert J. Castellani; Linda W. Hunter; Mark Scott; Tangela Barrie; Cynthia J. Becker		169,963
Juvenile Court Judges - Elliot Shoenthal; Desiree Peagler		152,967
Chief Magistrate Court Judge - Winston P. Bethel		127,562
Associate Magistrate Court Judges - Charles D. Wood; R. Hopkins Kidd		114,725

Source: DeKalb County Finance Department

DeKalb County, Georgia

Insurance In Force (unaudited)

December 31, 2009

<u>Coverage</u>	<u>Limits</u>
Buildings, Contents, Records, Equipment:	
Fire, lightning, extended coverage, vandalism, and malicious mischief (blanket coverage \ replacement cost \$250,000 deductible) per occurrence -	Scheduled Property
All risk marine floater (specified property, equipment, and records)	Scheduled Property
Boiler and machinery - each occurrence (specified location and equipment exclusions) \$10,000 deductible	\$ 25,000,000
Aircraft:	
Rotocraft Liability (per occurrence) - Hull coverage (deductible-5% of insured value)	\$ 1,000,000
Owner, Landlords, & Tenants - DeKalb-Peachtree Airport	\$ 5,000,000
Money and Securities (destruction, disappearance, wrongful abstraction) \$10,000 deductible	\$ 200,000
Employee Faithful Performance Blanket Position Bond	\$ 200,000
Excess Workers' Compensation - per loss (self-insured retentions \$500,000)	\$ 10,000,000
Group Life - 2.25 times annual salary	Schedule
Group Hospital and Surgery - employee and dependents:	
Major medical (70%-80% of expenses after \$200 deductible up to \$1,500 out of pocket then 100%). Optional HMO's available	Unlimited
Umbrella - \$1,000,000 deductible	\$ 5,000,000
Auto Liability Per Accident (combined single limit)	\$ 750,000

Source: DeKalb County Finance Department