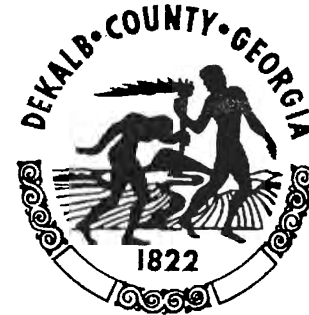


# Comprehensive Annual Financial Report

DeKalb County, Georgia



Year Ended December 31, 2006

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

DEKALB COUNTY, GEORGIA

YEAR ENDED DECEMBER 31, 2006

Prepared by:

Department of Finance

DEKALB COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 YEAR ENDED DECEMBER 31, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
INTRODUCTORY SECTION: (unaudited):	
Letter of Transmittal .....	I1-I5
Certificate of Achievement .....	16
Organization Chart .....	17
Principal Officials .....	18
FINANCIAL SECTION:	
Independent Auditors' Report .....	F1
Management's Discussion and Analysis (unaudited) .....	F2-F11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets .....	F12
Statement of Activities .....	F13
Fund Financial Statements:	
Governmental Funds Financial Statements:	
Balance Sheet .....	F14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets .....	F15
Statement of Revenues, Expenditures, and Changes in Fund Balances .....	F16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	F17
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund .....	F18-F19
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Major Special Revenue Funds - Special Tax District - Designated Services .....	F20
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Major Special Revenue Funds - Special Tax District - Unincorporated .....	F20
Proprietary Funds Financial Statements:	
Statement of Net Assets .....	F21
Statement of Revenues, Expenses, and Changes in Fund Net Assets .....	F22
Statement of Cash Flows .....	F23
Fiduciary Funds Financial Statements:	
Statement of Fiduciary Net Assets .....	F24
Statement of Changes in Fiduciary Net Assets .....	F25

(continued)

DEKALB COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 YEAR ENDED DECEMBER 31, 2006

TABLE OF CONTENTS  
 (continued)

	<u>PAGE</u>
FINANCIAL SECTION (continued):	
Basic Financial Statements (continued):	
Component Units Financial Statements:	
Statement of Net Assets .....	F26
Statement of Activities .....	F27
Notes to the Financial Statements .....	F28-F49
Required Supplemental Information .....	F50
Combining Statements and Schedules: .....	F51
Nonmajor Governmental Funds: .....	F52
Combining Balance Sheet .....	F53
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	F54
Nonmajor Special Revenue Funds: .....	F55
Combining Balance Sheet .....	F56-F57
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	F58-F59
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Nonmajor Special Revenue Funds .....	F60-F67
Nonmajor Debt Service Funds: .....	F68
Combining Balance Sheet .....	F69
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	F69
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Nonmajor Debt Service Funds .....	F70-F71
Nonmajor Capital Projects Funds: .....	F72
Combining Balance Sheet .....	F73
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	F74
Nonmajor Enterprise Funds: .....	F75
Combining Statement of Net Assets .....	F76
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets .....	F77
Combining Statement of Cash Flows .....	F78
Internal Service Funds: .....	F79
Combining Statement of Net Assets .....	F80
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets .....	F81
Combining Statement of Cash Flows .....	F82
Agency Funds: .....	F83
Combining Statement of Changes in Assets and Liabilities .....	F84

(continued)

DEKALB COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 YEAR ENDED DECEMBER 31, 2006

TABLE OF CONTENTS  
 (continued)

	<u>PAGE</u>
STATISTICAL SECTION (unaudited):	
Statistical Section .....	S1
Comments Relative to the Statistical Section .....	S2
Net Assets by Component .....	S3
Changes in Net Assets .....	S4-S5
Fund Balances of Governmental Funds .....	S6
Changes in Fund Balances of Governmental Funds .....	S7
Operating Revenues, Expenses, and Income of Enterprise Funds .....	S8
Assessed and Estimated Actual Value of Taxable Property .....	S9
Property Tax Rates and Levies .....	S10-S11
Property Tax Rates - All Direct and Overlapping Governments .....	S12
Principal Property Tax Payers .....	S13
Property Tax Levies and Collections (County Portion Only).....	S14
Ratios of Outstanding Debt by Type .....	S15
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita .....	S16
Ratio of Annual Debt Service for General Bonded Debt to Total General Expenditures .....	S16
Computation of Legal Debt Margin .....	S17
Legal Debt Margin .....	S17
Computation of Direct and Overlapping Debt .....	S18
Water and Sewerage System - Schedule of Revenue Bond Coverage .....	S19
Demographic and Economic Statistics .....	S20
Principal Employers .....	S21
DeKalb County Government Employees by Function .....	S22
Operating Indicators by Function/Program .....	S23
Capital Asset Statistics by Function/Program .....	S24
Salaries and Bonds of Principal Officials .....	S25
Insurance in Force .....	S26



## **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**

June 25, 2007

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

The Comprehensive Annual Financial Report (CAFR) of DeKalb County, Georgia, (the County) for the fiscal year ended December 31, 2006 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, 2006, 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, 2006, are fairly presented in all material respects, in conformity with GAAP. The independent auditor's 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 and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving 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 710,400 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 nine incorporated municipalities within the County, including a portion of the City of Atlanta. Those municipalities comprise approximately 13% 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 elective 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 may preside at Board meetings and may vote in the event of a tie vote, except the CEO does not preside nor vote on zoning matters. 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 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**

DeKalb County's overall financial position remains favorable. At the end of 2006, the County's sales tax receipts increased by 12.4% compared to 2005. The number of new construction permits decreased by 21% with over \$970,564,148 in construction value on building permits issued. The County's annual unemployment rate of 4.7% for 2006 compared to the rate in Georgia of 4.3%, recovering from higher rates in 2005. In accordance with the Homestead Option Sales Tax, the County has granted a homestead exemption on operating levies of 54.64% and 56% in 2005 and 2006, 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 147,389 in 2006. Revenue from business related fees and taxes (hotel/motel, alcoholic beverage, business licenses and building permits) increased by \$2,100,000 during 2006 compared to 2005.

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 2006, there was an increase in the tax-supported budgets of 7.3%. The Fund Balance at year-end was \$32 million in the General Fund, a decrease of \$62,000 from the previous year.

In February 2006, \$230 million in bonds were issued by DeKalb County for the capital projects relating to Transportation, Parks & Greenspace and Libraries. In addition, \$97 million in new monies was issued for the Water & Sewer system to advance system projects. The County entered into a multi-year lease agreement with the DeKalb Development Authority in December 2006 to construct a Performing Arts Center, and with the DeKalb Building Authority in 2005 to complete the construction of the Juvenile Court Complex.

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, to be effective July 1, 1997. In 2006, 83% of this sales tax was used to reduce property taxes (in the form of an increased homestead exemption) collected for County operations (including General Government, Fire Protection, Hospital Services and Special District Services) from homestead properties. \$15.22 million was dedicated to capital outlay (infrastructure) projects from HOST funds in 2006.

**Cash management policies and practices.**

The County maintains a pooled cash and investments account for most County funds. 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.

**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 declined significantly from 1,104 in 2005 to 896 in 2006, 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, 2006, the date of the last actuarial report, the County's pension plan had funded 81% of the actuarial accrued liability of the plan. Effective September 1, 2005, new employees will be covered by pension benefits that have been scaled back. Contribution rates from the employer and employees have been increased starting 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 GASB has issued Statement No. 45, *Accounting and Financial Reporting by Employers by Postemployment Benefits Other Than Pensions*, which will potentially require the County to report a liability in connection with an employer's obligation to provide these benefits in the financial statements for the year ending December 31, 2007.

**Awards**

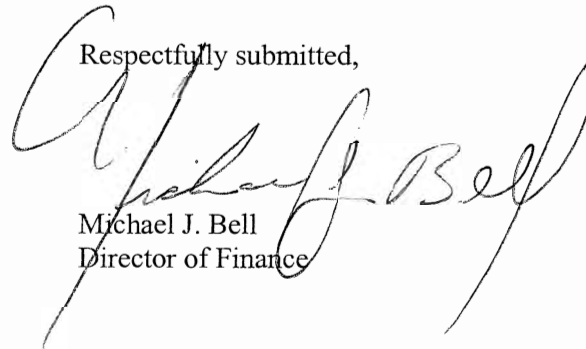
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to DeKalb County for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the 28th consecutive year 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. The County has upgraded their Financial Management Information System to state of the art technology, integrated with numerous other systems. This was performed by the dedication of a significant number of staff. I wish to express my sincere appreciation to everyone who contributed to the implementation, as well as the preparation of this report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michael J. Bell". The signature is written in a cursive style with a large initial "M" and "J".

Michael J. Bell  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

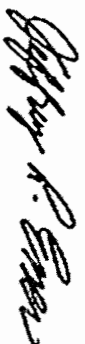
DeKalb County  
Georgia

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2005

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.



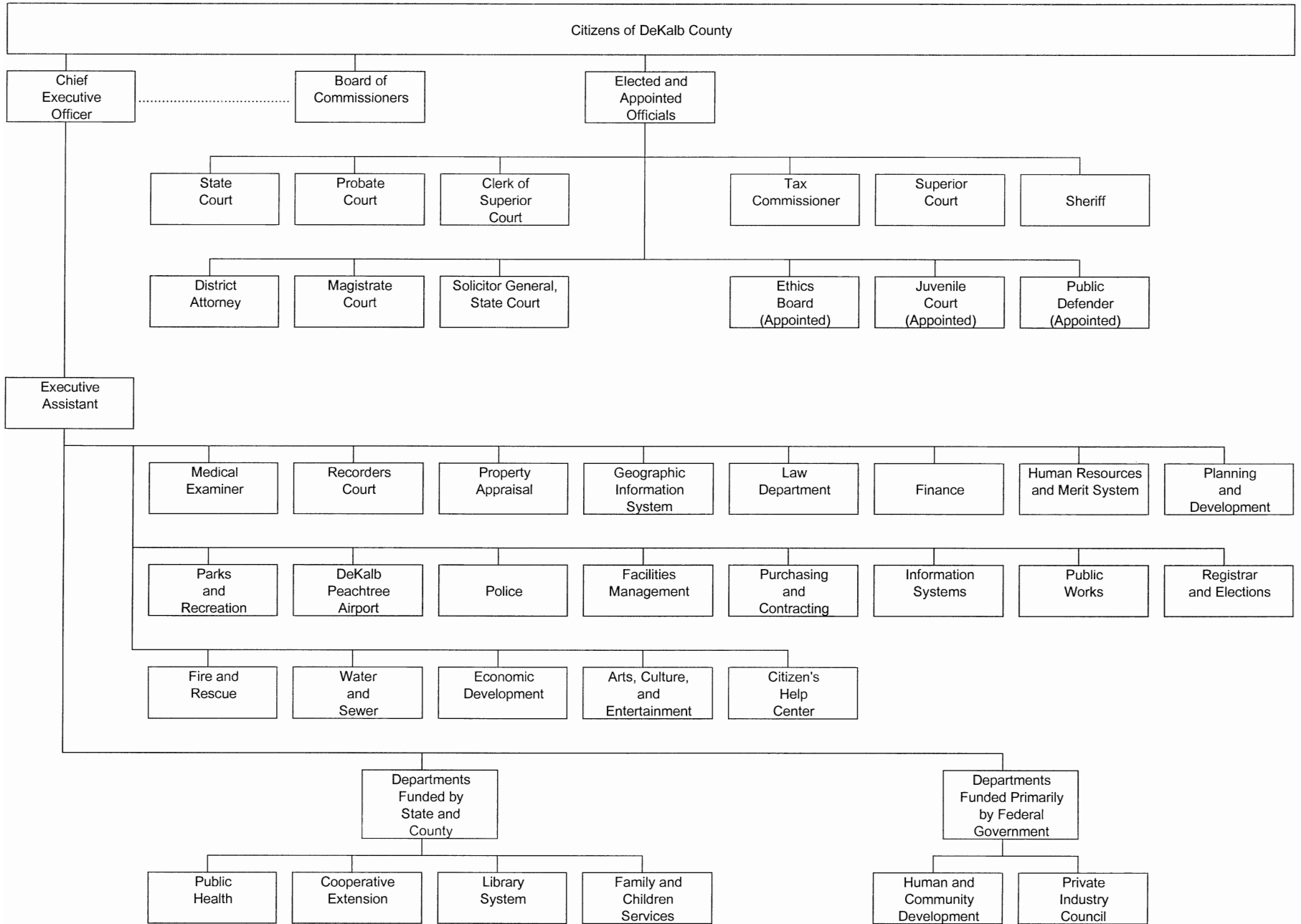
David P. Moran  
President



Anthony R. Smer  
Executive Director



# DeKalb County Organization



DeKalb County, Georgia

Chief Executive Officer

Vernon Jones

Board of Commissioners

Elaine C. Boyer  
Gale A. Walldorff  
Larry Johnson  
Burrell Ellis, Presiding Officer  
Lee May  
Kathie Gannon  
Connie Stokes

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

Executive Assistant to Chief Executive  
Officer and the Board of Commissioners

Richard A. Stogner

---

Department of Finance

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

Michael J. Bell  
Joel I. Gottlieb  
  
States R. Finley III  
Russell W. Frankofsky  
Eugene O'Mard  
Nathan Fowler



## 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

## 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, 2006, 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 76% and 67%, 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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, 2006, 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 discussed in note 1(C), the County adopted the provisions of Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting: The Statistical Section*, Governmental Accounting Standards Board Statement No. 46, *Net Assets Restricted by Enabling Legislation*, and Governmental Accounting Standards Board Statement No. 47, *Accounting for Termination Benefits*, during 2006.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2007 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, the schedule of funding progress, and the schedule of employer contributions on pages F2 through F11 and page F50, respectively, 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 nonmajor fund financial statements, and schedules of revenues, expenditures and changes in fund balances – budget and actual 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 nonmajor fund financial statements and schedules of revenues, expenditures and changes in fund balances – budget and actual 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**

June 25, 2007



## Management's Discussion and Analysis

As management of DeKalb County (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, 2006.

### Financial Highlights

The assets of the County exceeded its liabilities at the close of the fiscal year by \$1,922,234,000 (*net assets*). Of this amount, \$114,600,000 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.

The County's total net assets increased by \$187,527,000 during 2006. \$133,399,000 of the increase was due to governmental activities with the business-type funds experiencing an increase of \$54,128,000.

As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$450,052,000, an increase of \$186,733,000 over the previous year. The increase was due primarily to the issuance of \$230,000,000 in new general obligation bonds.

At the close of the fiscal year, unreserved fund balance for the General Fund was \$23,380,000, or 9% of total general fund expenditures.

The County's total debt increased by \$278,281,000 (33%) during the current fiscal year. In February of 2006, the County issued \$230,000,000 in new general obligation bonds for the acquisition, construction, renovation, and equipping of certain transportation projects, certain parks and greenspace projects, and certain libraries projects. In April of 2006, the County issued \$94,990,000 in new Water and Sewer revenue bonds for the acquiring, constructing, installing, and equipping certain additions, extensions, and improvements to the System. An additional \$271,895,000 in Water and Sewer revenue bonds were issued to refund \$282,380,000 in Series 1999 and Series 2000 Water and Sewer revenue bonds. These new issues were offset by bond retirement.

### 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 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, public works, community development, parks and recreation, health and welfare, and other miscellaneous activities. The business-type activities of the County include water and sewerage, 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 F12-F13 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 provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains forty-one 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 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 thirty-seven funds are combined into a single aggregated presentation.

The basic governmental fund financial statements can be found on pages F14-F20 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 water and sewerage 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 water and sewerage 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 F21-F23 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 F24-F25 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 F28-F49 of this report.

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

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, assets exceeded liabilities by \$1,922,234,000 at the close of the fiscal year.

By far the largest portion of the County's net assets (74%) reflects 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 (20%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$114,600,000) may be used to meet the government's ongoing obligations to citizens and creditors. Of the unrestricted net assets, \$85,074,000 is a result of a positive re-evaluation in method of calculating Net Pension Obligation / Assets by the county's actuaries.

At the end of the current fiscal year, the County is able to report positive balances in all three 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, 2006 and 2005**  
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Current and other assets	\$ 583,197	\$ 354,990	\$ 321,611	\$ 243,712	\$ 904,808	\$ 598,702
Capital assets	1,080,836	977,351	1,243,495	1,180,471	2,324,331	2,157,822
Total assets	1,664,033	1,332,341	1,565,106	1,424,183	3,229,139	2,756,524
Long-term liabilities	537,846	380,607	580,792	502,152	1,118,638	882,759
Other liabilities	133,854	92,800	54,413	46,258	188,267	139,058
Total liabilities	671,700	473,407	635,205	548,410	1,306,905	1,021,817
Net assets:						
Capital assets, net of related debt	621,274	762,138	794,096	720,427	1,415,370	1,482,565
Restricted	261,657	58,419	130,607	43,508	392,264	101,927
Unrestricted	109,402	38,377	5,198	111,838	114,600	150,215
Total net assets	\$ 992,333	\$ 858,934	\$ 929,901	\$ 875,773	\$1,922,234	\$1,734,707

The government's net assets increased by \$187,527,000 during the current fiscal year. Governmental activities had an increase of \$133,399,000 while business-type activities increased by \$54,128,000.

The most significant changes between 2005 and 2006 in both governmental activities and business-type activities relate to additions to assets restricted for capital projects and an increase in debt predominately related to those capital assets. See more explanation of the capital asset and long-term debt activity in later sections of this analysis.

**DeKalb County's Changes in Net Assets**  
**For the Years Ended December 31, 2006 and 2005**  
(In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Revenues:						
Program revenues:						
Charges for services	\$ 102,772	\$ 86,658	\$ 228,040	\$ 200,169	\$ 330,812	\$ 286,827
Operating grants and contributions	49,447	30,663	-	-	49,447	30,663
Capital grants and contributions	49,321	37,276	13,903	21,330	63,224	58,606
General revenues:						
Property taxes	252,294	231,516	-	-	252,294	231,516
Sales taxes	94,921	91,488	-	-	94,921	91,488
Other taxes	86,698	78,919	-	-	86,698	78,919
Grants not restricted to specific programs	4,233	27,930	-	-	4,233	27,930
Other	8,876	6,048	9,013	4,526	17,889	10,574
Total revenues	648,562	590,498	250,956	226,025	899,518	816,523
Expenses:						
General government	85,673	86,494	-	-	85,673	86,494
Public safety	153,541	167,085	-	-	153,541	167,085
Civil and criminal court system	114,528	124,713	-	-	114,528	124,713
Planning and development	1,935	1,703	-	-	1,935	1,703
Public works	45,729	60,965	-	-	45,729	60,965
Community development	6,700	13,559	-	-	6,700	13,559
Parks and recreation	20,148	23,213	-	-	20,148	23,213
Library	12,866	12,054	-	-	12,866	12,054
Health and welfare	40,814	34,728	-	-	40,814	34,728
Interest on long-term debt	29,456	14,741	-	-	29,456	14,741
Bond issuance expense	245	624	-	-	245	624
Water	-	-	55,085	55,269	55,085	55,269
Sewer	-	-	70,109	70,343	70,109	70,343
Stormwater Utility	-	-	13,977	13,319	13,977	13,319
Sanitation	-	-	54,314	56,783	54,314	56,783
Airport	-	-	2,671	2,985	2,671	2,985
Total expenses	515,835	539,879	196,156	198,699	711,991	738,578
Increase in net assets before transfers	132,727	50,619	54,800	27,326	187,527	77,945
Transfers	672	9,748	(672)	(9,748)	-	-
Increase in net assets	133,399	60,367	54,128	17,578	187,527	77,945
Net assets - beginning	858,934	798,567	875,773	858,195	1,734,707	1,656,762
Net assets - ending	\$ 992,333	\$ 858,934	\$ 929,901	\$ 875,773	\$1,922,234	\$1,734,707

### **Analysis of governmental activities.**

Net assets of the governmental activities of the County increased by \$133,399,000 in 2006. Property taxes accounted for 39% of the governmental activities revenues, sales taxes accounted for 15%, and charges for services accounted for an additional 16%.

Total grants and contributions (operating, capital, and not restricted to specific programs) increased 7% over 2005. Interest income increased due to increasing rates and additional principal available from the 2006 general obligation bond issue. Charges for services increased in the areas of developmental fees and street light fees. Property tax collection increased 9.0% due to an increase in the overall digest of 8.4 % and a 4% increase in tax rate to cover additional long-term debt.

Public safety expenses accounted for 30% of governmental activities expenses and were used for police, fire, and rescue services. The civil and criminal court system accounted for an additional 22% of the total expenses for governmental activities. General government expenses, which represented 17% 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 10% of the total expenses of the governmental activities. Interest expense increased due to recent bond issues.

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

Charges for services accounted for 91% of business-type activities revenues. Water expenses accounted for 28% of business-type activities expenses, sewer expenses accounted for 36%, sanitation services accounted for 28%, the stormwater utility program accounted for 7%, and the DeKalb Peachtree Airport accounted for 1% of expenses. Sanitation expenses decreased compared to 2005 due to completion of capital projects associated with the operation of the landfill and expansion of the new roll-off service.

Water and sewer metered rates were increased by 22% effective January 2005, but remain the lowest fees in the metropolitan area. Revenue received in 2006 represents a full year under the new rate plan; as compared to 2005, when the increase only affected approximately 10 months of revenue. This recent rate increase supports a significant capital improvements program for the Water and Sewer Department. A study is underway to evaluate another increase in 2008 to complete the current capital improvements program. Operating expenses remained flat with a reduction in vehicle replacement and maintenance costs offsetting increases in personnel expenses and the cost of supplies. The partial refunding of the Series 1999 and 2000 Water and Sewer Revenue Bonds resulted in a savings of \$2,379,000 in interest expenses in 2006.

The County adopted a Stormwater Utility Program and fee in December 2002. This program has begun to address the County's needs in the area of stormwater collection and treatment. The fee was first collected on the 2004 tax bill. Capital projects were designed and constructed starting in 2005. Collections were supplemented in 2006 with a \$2,164,000 grant from the Federal and Georgia Emergency Management Agencies.

### **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 balances of \$65,268,000, a decrease of

\$3,289,000 from the prior year. Of this total fund balance for general and special revenue funds, \$47,044,000 is unreserved. Additionally, the governmental funds include the debt service and capital project funds with a total fund balance of \$384,784,000 which will be spent on outstanding debt and capital projects of the County. The \$190,022,000 increase in total fund balance of debt and capital project funds is primarily a result of the issuance of the February 2006 \$230,000,000 general obligation bonds minus expenditures on the funded capital projects.

At the end of the year, fund balance in the General Fund was \$31,871,000, representing a decrease of \$62,000 from the fund balance in the prior year. The fund balance of the Special Tax District - Designated Services Fund at year-end was \$7,541,000, which represented a decrease of \$2,304,000 from the prior year and resulted from a decrease in transfers from the Special Tax District – Unincorporated Fund. The Special Tax District – Unincorporated Fund had a decrease in fund balance of \$2,880,000 from the prior year creating a year-end deficit of \$3,834,000.

### *Proprietary Funds*

The County's proprietary funds report the activities of the water and sewer, sanitation, airport, and stormwater utility services within the County and report the same level of activity, with an overall increase in net assets of \$50,530,000, as part of the business-type activities described earlier. A little over half of the increase in net assets was in the Water and Sewerage System, which increased its net assets by \$30,319,000. The increase resulted from metered sales and interest income exceeding expenditures and interest expense by \$16,916,000; and by revenues that were generated by tap-on fees, development fees, and infrastructure contributions from developers of \$13,903,000. The Water and Sewerage System reports negative unrestricted net assets (-\$60,237,000) as its net assets are all currently restricted to debt, capital, and capital projects. The Sanitation Fund's net assets increased by \$11,994,000, as revenues exceeded expenditures for the year. Revenues increased by \$9,320,000 over 2005 as a result of the January 1, 2006 increase in rates. Residential rates were increased 18%, and commercial rates an average of 30%. Expenditures levels were unchanged from 2005. The Stormwater Utility Fund's assets increased \$5,349,000. Revenues increased with the help of a Federal Emergency Management Agency grant while expenses were flat. The increase in assets gained by the DeKalb Peachtree Airport Fund resulted from revenues exceeding expenses by \$2,443,000; and \$425,000 in interest income and transfers.

Each of the 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 Water and Sewerage System has significant expenses for interest on its long-term bonds and for depreciation of the capital assets of the system.

### **General Fund Budgetary Highlights**

Total sales tax receipts increased 3.8%. Property taxes increased 9.0% in 2006 as a result of an increase in the overall digest and a 4% increase in tax rate to cover additional long-term debt. Investment income continues to increase; as interest rates steadily increased throughout the year coupled with an expanding investment balances. While the County conservatively budgets for interest income, the budget was increased mid-year to reflect a growing income.

The only significant change between the original and final amended budgets during the year was the reduction of the transfers from the Capital Improvements program to the General Fund and from the Jail Fund to the General Fund. This was necessitated by a reduction in funds available to transfer. Actual expenditures differed significantly from the amended budget due to large position vacancies in the Human Resources and Merit System Department, the County Registrar, the Citizen's Help Center, and the Police Department. These departments anticipate being able to fill vacant positions more readily in 2007 through aggressive recruitment. In addition, the Police Department had significant communications maintenance contracts underway at the end of 2006 which will carry forward into 2007. The non-departmental expenses differed significantly from the final budget due to an unused budgetary reserve.

Expenses significantly exceeded the budgeted amounts for two departments: Office of Information Systems, and Human and Community Development Department. The Office of Information Systems exceeded budget primarily due to consolidation of professional contracts and IT maintenance contracts which were previously countywide or non-departmental. The Human and Community Development Department exceeded budget due to start-up costs associated with the first full year of service at the Lou Walker Senior Citizen's Center. Three more departments, Facilities Management, Sheriff, and District Attorney, exceeded budgets by encumbered amounts in contracts due to be implemented and expended in 2007.

### Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of year-end amounts to \$2,324,331,000 (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 2006 under the Greenspace Program, adding \$11,076,000 in assets. Infrastructure assets increased by \$61 million relating to roads, sidewalks, and drainage improvements. Construction began on the projects funded by the 2006 general obligation bond issue and the 2006 Water and Sewerage revenue bond issue.

The Water and Sewer System added \$18 million in water and sewer line improvements. Work continued on Phase III Unit 1 landfill improvements. 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, 2006 and 2005**  
(In thousands of dollars, net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Land	\$ 218,635	\$ 207,168	\$ 41,281	\$ 41,672	\$ 259,916	\$248,840
Land improvements	21,302	14,860	126,502	126,297	147,804	141,157
Buildings	225,290	229,675	4,659	4,991	229,949	234,666
Plants	-	-	95,029	98,165	95,029	98,165
Infrastructure	459,677	416,636	516,466	498,107	976,143	914,743
Vehicles and portable equipment	-	-	41,147	34,003	41,147	34,003
Other equipment	23,364	13,343	42,829	41,607	66,193	54,950
Leaseholds	-	-	141,892	145,367	141,892	145,367
Construction in progress	132,568	95,669	233,690	190,262	366,258	285,931
Total	<u>\$1,080,836</u>	<u>\$ 977,351</u>	<u>\$1,243,495</u>	<u>\$1,180,471</u>	<u>\$2,324,331</u>	<u>\$2,157,822</u>



## Debt Administration

DeKalb County's financial condition is demonstrated by the current ratings of its bonds as of year-end:

	Moody's Investors Service	Standard and Poor's
General Obligation	Aaa	AAA
Refunded General Obligation	Aaa	AAA
Water and Sewerage System Revenue	Aa2	AA
Refunded Water and Sewerage Revenue	Aaa	AAA
Certificates of Participation	Aa1	AA

### Outstanding Debt at Year-End (In thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
General obligation bonds	\$ 427,360	\$ 218,865	-	-	\$ 427,360	\$ 218,865
Certificates of participation	23,070	24,040	-	-	23,070	24,040
Revenue bonds	95,815	98,600	\$ 568,090	\$ 490,900	663,905	589,500
Capital leases	5,270	6,552	3,135	5,502	8,405	12,054
Total	\$ 551,515	\$ 348,057	\$ 571,225	\$ 496,402	\$1,122,740	\$ 844,459

Since 2001, the County's General Obligation debt has been rated by Moody's as Aaa. Standard and Poor's upgraded the County's General Obligation debt to AAA in 2006.

On a budget basis, \$21,505,000 of general obligation bonds were retired during the year. In February of 2006, the County issued \$230,000,000 in new general obligation bonds. The principal plus premium resulted in \$237,069,727 available for projects, split between transportation (34%), parks and greenspace (42%), and libraries (24%). The County's gross principal amount, less debt retirement funds available on general obligation debt at year-end was \$420,364,000. 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 \$25,516,000,000, the County's net outstanding general obligation debt represented only 1.65% of gross assessed property values.

In terms of bonded debt per capita, the net direct general obligation debt outstanding at year-end increased as a result of the 2006 bond issue to \$574.66 per capita, compared to \$289.85 in the previous year. Total direct and overlapping debt applicable to the County at year-end was \$482,788,000, or \$679.60 per capita. This compares to last year's amount of \$404.88. Details of direct and overlapping debt and legal debt margin are contained in the Statistical Section of this report.

In April of 2006, the County issued \$94,990,000 in new Water and Sewer revenue. The principal plus premium resulted in \$97,000,000 available for three projects: (1) a new raw water pump station and raw water transmission main from the Chattahoochee River to the county's filter plant, (2) improvements to sewer lift stations in southeast DeKalb County, and (3) design contracts for the improvements to the county's two wastewater treatment facilities. An additional \$271,895,000 in Water and Sewer revenue bonds were issued to refund \$282,380,000 in Series 1999 and Series 2000 Water and Sewer revenue bonds.

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. The 2006 Budget adopted by the County provided for the use of 20 percent, or \$17.98 million, for capital outlay projects. As a result of the growth in the number and value of homesteads, the Homestead Exemption in 2006 increased to 56 percent from 54.65 percent.

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 147,377 in 2006, or an increase of 18 percent. Population has increased from 610,000 in 1999 to 710,400 in 2006. This increase has impacted the need for services, especially in the areas of public safety and the business-type activities (sanitation and water and sewer).

### **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, 2006  
(in thousands of dollars)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 494,340	\$ 95,448	\$ 589,788	\$ 2,938
Investments	-	-	-	718
Accounts receivable (net)	3,571	24,655	28,226	1,262
Taxes receivable (net)	43,962	-	43,962	-
Due from other governments	9,940	4,059	13,999	1,643
Inventories and prepaid items	876	4,042	4,918	32
Deferred bond issuance costs	2,673	4,501	7,174	-
Restricted assets:				
Cash and cash equivalents	-	188,906	188,906	396
Net pension assets	27,835	-	27,835	-
Capital assets not being depreciated	351,203	274,971	626,174	-
Capital assets net of accumulated depreciation	729,633	968,524	1,698,157	615
Total assets	<u>1,664,033</u>	<u>1,565,106</u>	<u>3,229,139</u>	<u>7,604</u>
<b>LIABILITIES</b>				
Accounts payable	40,418	12,427	52,845	188
Accrued interest payable	4,270	-	4,270	-
Other accrued liabilities	11,787	2,410	14,197	-
Advanced payments and deposits	3,405	268	3,673	-
Due to other governments	211	4,889	5,100	1,306
Due to others	1,559	-	1,559	-
Unearned revenue	395	-	395	69
Liabilities payable from restricted assets:				
Accrued interest on revenue bonds	-	6,990	6,990	-
Due to others	-	7,090	7,090	-
Noncurrent liabilities:				
Due within one year	71,809	20,339	92,148	336
Due in more than one year	537,846	580,792	1,118,638	1,189
Total liabilities	<u>671,700</u>	<u>635,205</u>	<u>1,306,905</u>	<u>3,088</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	621,274	794,096	1,415,370	562
Restricted for debt service	15,052	8,322	23,374	-
Restricted for grants	14,843	-	14,843	-
Restricted for capital projects	231,762	122,285	354,047	396
Unrestricted	109,402	5,198	114,600	3,558
Total net assets	<u>\$ 992,333</u>	<u>\$ 929,901</u>	<u>\$ 1,922,234</u>	<u>\$ 4,516</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, 2006  
(in thousands of dollars)

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business-type Activities	Total	
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 85,673	\$ 15,088	\$ 13,330	\$ 5,685	\$ (51,570)	\$ -	\$ (51,570)	\$ -
Public safety	153,741	28,522	6,086	-	(119,133)	-	(119,133)	-
Civil and criminal court system	114,529	43,127	863	2,585	(67,954)	-	(67,954)	-
Planning and development	1,935	8,854	-	-	6,919	-	6,919	-
Public works	49,729	3,672	67	30,056	(15,934)	-	(15,934)	-
Human and community development	6,700	-	24,451	-	17,751	-	17,751	-
Parks and recreation	20,148	3,280	1,087	8,395	(7,386)	-	(7,386)	-
Library	12,866	-	-	2,594	(10,272)	-	(10,272)	-
Health and welfare	40,814	229	3,563	6	(37,016)	-	(37,016)	-
Bond issuance expense	245	-	-	-	(245)	-	(245)	-
Interest on long-term debt	29,456	-	-	-	(29,456)	-	(29,456)	-
Total governmental activities	<u>515,835</u>	<u>102,772</u>	<u>49,447</u>	<u>49,321</u>	<u>(314,295)</u>	<u>-</u>	<u>(314,295)</u>	<u>-</u>
Business-type activities:								
Water	55,085	60,249	-	6,117	-	11,281	11,281	-
Sewer	70,108	76,680	-	7,786	-	14,358	14,358	-
Sanitation	54,314	66,387	-	-	-	12,073	12,073	-
DeKalb Peachtree Airport	2,671	5,167	-	-	-	2,496	2,496	-
Stormwater Utility	13,977	19,557	-	-	-	5,580	5,580	-
Total business-type activities	<u>196,156</u>	<u>228,040</u>	<u>-</u>	<u>13,903</u>	<u>-</u>	<u>45,787</u>	<u>45,787</u>	<u>-</u>
Total primary government	<u>711,991</u>	<u>330,812</u>	<u>49,447</u>	<u>63,224</u>	<u>(314,295)</u>	<u>45,787</u>	<u>(268,508)</u>	<u>-</u>
<b>Component units:</b>								
Board of health	29,756	10,898	12,273	-	-	-	-	(6,585)
Public library board	13,821	753	58	-	-	-	-	(13,010)
Total component units	<u>\$ 43,577</u>	<u>\$ 11,651</u>	<u>\$ 12,331</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,595)</u>
General revenues:								
Sales tax					94,921	-	94,921	-
Property tax					252,294	-	252,294	-
Motor vehicle tax					25,470	-	25,470	-
Hotel / motel tax					7,354	-	7,354	-
Alcoholic beverage tax					4,402	-	4,402	-
Insurance premium tax					28,560	-	28,560	-
Business license tax					20,912	-	20,912	-
Payments from primary government					-	-	-	17,015
Unrestricted investment earnings					8,876	9,013	17,889	28
Grants and contributions not restricted to specific programs					4,233	-	4,233	991
Miscellaneous					-	-	-	416
Transfers					672	(672)	-	-
Total general revenues and transfers					<u>447,694</u>	<u>8,341</u>	<u>456,035</u>	<u>18,450</u>
Change in net assets					133,399	54,128	187,527	(1,145)
Net assets - beginning					858,934	875,773	1,734,707	5,661
Net assets - ending					<u>\$ 992,333</u>	<u>\$ 929,901</u>	<u>\$ 1,922,234</u>	<u>\$ 4,516</u>

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

DeKalb County, Georgia  
Governmental Funds  
Balance Sheet  
December 31, 2006  
(in thousands of dollars)

	Special Tax			2006		Total Governmental Funds
	General	District - Designated Services	Special Tax District - Unincorporated	Transportation, Parks, and Libraries Bonds	Other Governmental Funds	
<b>ASSETS</b>						
Cash and cash equivalents	\$ 43,243	\$ 8,403	\$ -	\$ 228,848	\$ 199,135	\$ 479,629
Taxes receivable (net)	9,553	1,987	27,233	-	5,189	43,962
Accounts receivable (net)	1,802	10	-	-	1,759	3,571
Due from other governments	-	-	-	-	9,940	9,940
Due from other funds	2,789	1,455	-	-	-	4,244
Inventories and prepaid items	73	-	-	-	-	73
Total assets	<u>\$ 57,460</u>	<u>\$ 11,855</u>	<u>\$ 27,233</u>	<u>\$ 228,848</u>	<u>\$ 216,023</u>	<u>\$ 541,419</u>
<b>LIABILITIES AND FUND BALANCE</b>						
Liabilities:						
Accounts and contracts payable	13,359	890	296	894	21,438	36,877
Other accrued liabilities	6,762	2,959	160	-	1,906	11,787
Advance payments and deposits	695	-	2,220	-	490	3,405
Due to other governments	-	-	211	-	-	211
Due to other funds	-	-	1,455	-	2,789	4,244
Due to others	327	-	-	-	1,232	1,559
Deferred revenue	4,446	465	26,725	-	1,648	33,284
Total liabilities	<u>25,589</u>	<u>4,314</u>	<u>31,067</u>	<u>894</u>	<u>29,503</u>	<u>91,367</u>
Fund balances:						
Reserved for encumbrances	8,418	3,617	-	22,858	25,005	59,898
Reserved for inventories and prepaid items	73	-	-	-	-	73
Unreserved, reported in:						
General fund	23,380	-	-	-	-	23,380
Special revenue funds	-	3,924	(3,834)	-	23,574	23,664
Debt service funds	-	-	-	-	19,322	19,322
Capital projects funds	-	-	-	205,096	118,619	323,715
Total fund balances (deficit)	<u>31,871</u>	<u>7,541</u>	<u>(3,834)</u>	<u>227,954</u>	<u>186,520</u>	<u>450,052</u>
Total liabilities and fund balances	<u>\$ 57,460</u>	<u>\$ 11,855</u>	<u>\$ 27,233</u>	<u>\$ 228,848</u>	<u>\$ 216,023</u>	<u>\$ 541,419</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, 2006

Total fund balances for governmental funds		\$ 450,052
Total net assets reported for governmental activities in the Statement of Net Assets is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,080,836
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.		(96)
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 funds.		32,889
Deferred bond issuance cost is not recognized as an asset in the governmental funds.		2,673
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. Interest on long-term debt is not accrued in 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	\$ (4,270)	
Contractual obligations payable	(5,270)	
Certificates of participation payable	(23,070)	
GO bonds payable	(427,360)	
Revenue bonds payable	(95,815)	
Unamortized premium on bonds payable	(12,637)	
Deferred gain on debt refunding	3,312	
Claims and judgments not accounted for in the internal service funds	(4,680)	
Net pension assets	27,835	
Compensated absences	(32,066)	
Total long-term liabilities	(574,021)	(574,021)
Total net assets of governmental activities		\$ 992,333

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  
For the Year Ended December 31, 2006  
(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	\$ 206,223	\$ 49,244	\$ 47,857	\$ -	\$ 105,699	\$ 409,023
Licenses and permits	179	852	21,067	-	8,621	30,719
Use of money and property	3,774	-	83	12,617	20,072	36,546
Intergovernmental	12,181	2,824	-	-	44,698	59,703
Fines and forfeitures	15,821	-	15,927	-	2,628	34,376
Charges for services	21,073	2,432	-	-	5,881	29,386
Miscellaneous	3,940	203	-	-	18,174	22,317
Total revenues	263,191	55,555	84,934	12,617	205,773	622,070
<b>EXPENDITURES</b>						
Current:						
General government	81,916	4,892	1,195	-	7,014	95,017
Public safety	21,370	83,495	1,067	-	71,443	177,375
Civil and criminal court system	120,940	-	3,144	-	2,429	126,513
Planning and development	1,032	-	618	-	-	1,650
Public works	497	27,878	-	-	13,468	41,843
Community development	-	-	-	-	7,486	7,486
Parks and recreation	-	18,149	-	-	2,046	20,195
Library	12,013	-	-	-	-	12,013
Health and welfare	11,895	-	-	-	28,115	40,010
Debt service						
Principal	2,252	-	-	-	24,290	26,542
Interest	7,268	-	-	-	22,838	30,106
Bond issuance costs	-	-	-	825	-	825
Capital outlay:						
General government	-	-	-	-	5,506	5,506
Public safety	-	-	-	-	16,561	16,561
Civil and criminal court system	-	-	-	-	25,500	25,500
Public works	-	-	-	11,789	20,348	32,137
Parks and recreation	-	-	-	9,086	7,715	16,801
Library	-	-	-	559	-	559
Health and welfare	-	-	-	-	30	30
Total expenditures	259,183	134,414	6,024	22,259	254,789	676,669
Excess (deficiency) of revenues over (under) expenditures	4,008	(78,859)	78,910	(9,642)	(49,016)	(54,599)
<b>OTHER FINANCING SOURCES (USES)</b>						
Issuance of Debt	-	-	-	230,000	-	230,000
Premium on bond issuance	-	-	-	7,596	-	7,596
Contractual purchase obligations	3,064	-	-	-	-	3,064
Transfers in	10,336	81,690	-	3,285	32,982	128,293
Transfers out	(17,470)	(5,135)	(81,790)	(3,285)	(19,941)	(127,621)
Total other financing sources (uses)	(4,070)	76,555	(81,790)	237,596	13,041	241,332
Net change in fund balance	(62)	(2,304)	(2,880)	227,954	(35,975)	186,733
Fund balance (deficit) - beginning	31,933	9,845	(954)	-	222,495	263,319
Fund balance (deficit) - ending	\$ 31,871	\$ 7,541	\$ (3,834)	\$ 227,954	\$ 186,520	\$ 450,052

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 of Governmental Funds  
 To the Statement of Activities  
 For the Year Ended December 31, 2006  
 (amounts expressed in thousands)

Net change in fund balance - Total Governmental Funds \$ 186,733

The change in net assets reported for governmental activities in the Statement of Activities is different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$103,660, net of \$1,305 that was not capitalized due to capitalization thresholds) and donated infrastructure assets (\$27,675) exceeded depreciation (\$26,545) in the current period: 103,485

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 liability in the Statement of Net Assets. This adjustment combines the net changes of the following:

Bond sales	\$ (230,000)	
Premium on bond sales	(7,596)	
Repayments of bonds	25,260	
Amortization of bond issuance expense	580	
Amortization of premium on bond sales	1,143	
Amortization of loss on bond refunding	<u>(493)</u>	(211,106)

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	\$ 59,792	
Claims and judgments	475	
Compensated absences	(1,587)	
Capital leases	1,282	
Accrued interest on bonds	<u>(605)</u>	59,357

Deferred revenue in governmental funds is susceptible to full accrual on the Statement of Activities. (4,247)

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 with governmental activities. (823)

Change in net assets of governmental activities \$ 133,399

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 - Budget and Actual  
For the Year Ended December 31, 2006  
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	\$ 140,768	\$ 143,349	\$ 143,213	\$ (136)
Sales taxes	55,200	56,825	64,893	8,068
Other taxes	5,300	5,700	6,200	500
Licenses and permits	175	175	179	4
Intergovernmental	13,666	13,587	14,131	544
Charges for services	24,668	21,633	23,276	1,643
Fines and forfeitures	15,854	15,854	15,824	(30)
Investment income	340	1,300	3,974	2,674
Miscellaneous	3,442	3,444	3,940	496
Total revenues	<u>259,413</u>	<u>261,867</u>	<u>275,630</u>	<u>13,763</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
Chief executive officer	1,934	1,933	1,859	(74)
Board of commissioners	1,579	1,796	1,499	(297)
Law department	4,147	4,147	3,711	(436)
Ethics	2	2	-	(2)
Geographic information system	2,244	2,244	1,912	(332)
Facilities management	15,850	16,115	16,267	152
Purchasing	3,793	3,793	3,776	(17)
Human resources and merit system	4,740	4,740	3,180	(1,560)
Office of Information systems	13,560	13,560	16,095	2,535
Finance	6,451	6,452	5,988	(464)
Property appraisal and assessments	5,022	5,022	4,524	(498)
Tax commissioner	6,692	6,814	6,573	(241)
Registrar and elections	5,313	5,312	3,962	(1,350)
Economic development	1,031	1,031	1,006	(25)
Cooperative extension	1,062	1,062	980	(82)
Citizen's help center	2,400	2,400	1,875	(525)
Total general government	<u>75,820</u>	<u>76,423</u>	<u>73,207</u>	<u>(2,584)</u>
<b>Public safety:</b>				
Police	9,446	9,446	6,394	(3,052)
Fire and rescue services	15,309	15,309	14,490	(819)
Total public safety	<u>24,755</u>	<u>24,755</u>	<u>20,884</u>	<u>(3,871)</u>
<b>Civil and criminal court system:</b>				
Sheriff	69,079	69,339	69,374	35
Juvenile court	6,064	6,046	5,496	(550)
Superior court	8,400	8,400	7,358	(1,042)
Clerk, superior court	4,901	4,901	4,467	(434)
State court	11,633	11,633	11,282	(351)
Solicitor, state court	5,048	5,048	4,107	(941)
District attorney	9,998	10,035	10,123	88
Child advocate	1,094	1,094	1,029	(65)
Probate court	1,653	1,653	1,579	(74)
Medical examiner	2,351	2,351	2,334	(17)
Public defender	5,982	6,024	5,947	(77)
Magistrate court	2,279	2,279	2,182	(97)
Total civil and criminal court system	<u>128,482</u>	<u>128,803</u>	<u>125,278</u>	<u>(3,525)</u>

(continued)  
DeKalb County, Georgia  
General Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual  
For the Year Ended December 31, 2006  
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	\$ 1,167	\$ 1,167	\$ 1,077	\$ (90)
Public works:				
Administration	478	478	476	(2)
Total public works	478	478	476	(2)
Library system	12,430	12,430	12,008	(422)
Health and welfare:				
Public health	5,332	5,332	5,322	(10)
Community service board	2,284	2,284	2,284	-
Human and community development	2,309	2,309	2,492	183
Family and children services	1,924	1,924	1,905	(19)
Total health and welfare	11,849	11,849	12,003	154
Miscellaneous:				
Non-departmental	31,032	31,968	15,110	(16,858)
Total miscellaneous	31,032	31,968	15,110	(16,858)
Total expenditures	286,013	287,873	260,043	(27,198)
Excess (deficiency) of revenues over expenditures	(26,600)	(26,006)	15,587	41,593
Other financing sources (uses):				
Transfers in	15,211	11,862	10,336	(1,526)
Transfers out	(18,433)	(15,678)	(15,678)	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(29,822)	(29,822)	10,245	40,067
Fund balance, beginning of year	29,822	29,822	31,933	2,111
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>42,178</u>	<u>\$ 42,178</u>

Explanation of differences between budget and GAAP:

Deficiency of revenues and other sources over expenditures and other uses - budget basis	10,245
Differences - budget to GAAP:	
Due to revenues:	
Accrued receivables 12-31-2005	(13,329)
Accrued receivables 12-31-2006	7,463
Deferred revenues 12-31-2005	2,887
Deferred revenues 12-31-2006	(6,396)
Due to expenditures:	
Accrued payables 12-31-2005	11,026
Accrued payables 12-31-2006	(20,376)
Due to encumbrance accrual 12 31-06	8,418
Net change in fund balance - GAAP basis	<u>\$ (62)</u>

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

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

For the Year Ended December 31, 2006  
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)
Revenues:								
Property taxes	\$ 53,326	\$ 53,326	\$ 46,820	\$ (6,506)	\$ 700	\$ 700	\$ 611	\$ (89)
Sales taxes	1,280	1,280	1,682	402	15,556	15,556	14,301	(1,255)
Other taxes	-	-	-	-	31,806	31,751	35,787	4,036
Licenses and permits	709	709	852	143	20,799	20,989	21,067	78
Intergovernmental	2,969	2,969	2,824	(145)	-	-	-	-
Charges for services	2,249	2,853	2,432	(421)	190	190	155	(35)
Fines and forfeitures	-	-	-	-	14,098	13,512	15,927	2,415
Investment income	252	150	(172)	(322)	200	150	84	(66)
Miscellaneous	529	227	195	(32)	-	-	-	-
Total revenues	61,314	61,514	54,633	(6,881)	83,349	82,848	87,932	5,084
Expenditures:								
Current:								
General government:								
Chief executive officer	-	-	-	-	168	168	168	-
Finance	-	-	-	-	1,090	1,090	1,019	(71)
Total general government	-	-	-	-	1,258	1,258	1,187	(71)
Public safety:								
Police	88,201	88,201	84,583	(3,618)	-	-	-	-
Code enforcement	-	-	-	-	1,703	1,703	1,154	(549)
Total public safety	88,201	88,201	84,583	(3,618)	1,703	1,703	1,154	(549)
Civil and criminal court system - recorders court	-	-	-	-	3,403	3,353	3,085	(268)
Planning and Development	-	-	-	-	859	845	618	(227)
Public works:								
Transportation	3,996	3,996	3,814	(182)	-	-	-	-
Roads and drainage	27,827	27,827	26,534	(1,293)	-	-	-	-
Total public works	31,823	31,823	30,348	(1,475)	-	-	-	-
Parks and recreation	19,879	19,879	18,617	(1,262)	-	-	-	-
Arts, culture, and entertainment	1,071	1,071	1,032	(39)	-	-	-	-
Miscellaneous:								
Non-departmental	3,823	3,823	3,956	133	171	185	198	13
Total miscellaneous	3,823	3,823	3,956	133	171	185	198	13
Total expenditures	144,797	144,797	138,536	(6,261)	7,394	7,344	6,242	(1,102)
Excess (deficiency) of revenues over expenditures	(83,483)	(83,283)	(83,903)	(620)	75,955	75,504	81,690	6,186
Other financing sources (uses):								
Transfers in	76,155	75,955	81,690	5,735	-	-	-	-
Transfers out	(5,135)	(5,135)	(5,135)	-	(75,955)	(75,504)	(81,690)	(6,186)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(12,463)	(12,463)	(7,348)	5,115	-	-	-	-
Fund balance, beginning of year	12,463	12,463	9,845	(2,618)	-	-	(954)	(954)
Fund balance, end of year	\$ -	\$ -	\$ 2,497	\$ 2,497	\$ -	\$ -	\$ (954)	\$ (954)
Explanation of differences between budget and GAAP:								
Deficiency of revenues and other sources over expenditures and other uses - budget basis			(7,348)				-	
Differences - budget to GAAP:								
Due to revenues:								
Accrued receivables 12-31-2005			(1,476)				(25,017)	
Accrued receivables 12-31-2006			2,014				23,243	
Deferred revenues 12-31-2005			849				25,501	
Deferred revenues 12-31-2006			(465)				(26,725)	
Due to expenditures:								
Accrued payables 12-31-2005			4,004				516	
Accrued payables 12-31-2006			(3,499)				(398)	
Due to encumbrance accrual 12 31-06			3,617				-	
Net change in fund balance - GAAP basis			<u>(2,304)</u>				<u>(2,880)</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, 2006  
(in thousands of dollars)

	Water and Sewerage System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 10,517	\$ 29,250	\$ 12,423	\$ 52,190	\$ 57,969
Accounts receivable (net)	19,823	3,814	1,018	24,355	-
Due from other governments	1,255	-	2,804	4,059	-
Inventories and prepaid items	2,212	-	-	2,212	2,633
Total current assets	<u>33,807</u>	<u>33,064</u>	<u>16,245</u>	<u>83,116</u>	<u>60,602</u>
Noncurrent assets:					
Restricted:					
Cash and cash equivalents	188,906	-	-	188,906	-
Deferred bond issuance costs	4,501	-	-	4,501	-
Capital assets (net)	<u>1,077,391</u>	<u>69,283</u>	<u>54,172</u>	<u>1,200,846</u>	<u>42,649</u>
Total noncurrent assets	<u>1,270,798</u>	<u>69,283</u>	<u>54,172</u>	<u>1,394,253</u>	<u>42,649</u>
Total assets	<u>1,304,605</u>	<u>102,347</u>	<u>70,417</u>	<u>1,477,369</u>	<u>103,251</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	6,128	1,643	821	8,592	7,376
Claims and judgments payable, current portion	500	5,100	-	5,600	8,180
Obligation under capital leases, current portion	-	-	-	-	1,792
Compensated absences payable	3,076	1,864	102	5,042	702
Other accrued liabilities	1,307	787	43	2,137	273
Advance payments and deposits	261	-	7	268	-
Due to other governments	4,889	-	-	4,889	-
Payable from restricted assets:					
Revenue bonds payable, current portion	7,215	-	-	7,215	-
Accrued interest on revenue bonds	6,990	-	-	6,990	-
Due to others	<u>7,090</u>	<u>-</u>	<u>-</u>	<u>7,090</u>	<u>-</u>
Total current liabilities	<u>37,456</u>	<u>9,394</u>	<u>973</u>	<u>47,823</u>	<u>18,323</u>
Noncurrent liabilities:					
Claims and judgments payable, long-term portion	-	-	-	-	3,889
Landfill closure and postclosure cost	-	13,785	-	13,785	-
Obligation under capital leases, long-term portion	-	-	-	-	1,344
Revenue bonds payable, long-term portion	560,875	-	-	560,875	-
Unamortized premium on bonds payable	30,695	-	-	30,695	-
Deferred loss on debt refunding	<u>(25,919)</u>	<u>-</u>	<u>-</u>	<u>(25,919)</u>	<u>-</u>
Total noncurrent liabilities	<u>565,651</u>	<u>13,785</u>	<u>-</u>	<u>579,436</u>	<u>5,233</u>
Total liabilities	<u>603,107</u>	<u>23,179</u>	<u>973</u>	<u>627,259</u>	<u>23,556</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	631,128	69,283	54,172	754,583	39,513
Restricted for debt service	8,322	-	-	8,322	-
Restricted for capital projects	122,285	-	-	122,285	-
Unrestricted	<u>(60,237)</u>	<u>9,885</u>	<u>15,272</u>	<u>(35,080)</u>	<u>40,182</u>
Total net assets	<u>\$ 701,498</u>	<u>\$ 79,168</u>	<u>\$ 69,444</u>	<u>850,110</u>	<u>\$ 79,695</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				<u>79,791</u>	
Net assets of business-type activities				<u>\$ 929,901</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 Fund Net Assets  
 For the Year Ended December 31, 2006  
 (In thousands of dollars)

	Water and Sewerage System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating revenues:					
Metered sales	\$ 136,546	\$ -	\$ -	\$ 136,546	\$ -
Collection and disposal fees	-	65,703	-	65,703	-
Rental fees	-	-	3,802	3,802	-
Intergovernmental	-	-	3,686	3,686	134
Charges for services	-	-	17,235	17,235	118,748
Miscellaneous	383	684	1	1,068	6,211
Total operating revenues	<u>136,929</u>	<u>66,387</u>	<u>24,724</u>	<u>228,040</u>	<u>125,093</u>
Operating expenses:					
Salaries and employee benefits	39,766	24,524	1,258	65,548	8,299
Supplies	15,939	1,980	2,486	20,405	17,887
Operating services and charges	23,883	25,975	12,444	62,302	80,190
Leasehold operating expenses	11,180	-	-	11,180	-
Miscellaneous	1,256	853	-	2,109	628
Depreciation and amortization	27,324	2,055	513	29,892	16,875
Labor, overhead, and vehicle charges capitalized	(5,936)	-	-	(5,936)	-
Total operating expenses	<u>113,412</u>	<u>55,387</u>	<u>16,701</u>	<u>185,500</u>	<u>123,879</u>
Operating income (loss)	23,517	11,000	8,023	42,540	1,214
Nonoperating revenues (expenses)					
Interest income	7,153	1,328	532	9,013	2,158
Interest expense	(14,254)	-	-	(14,254)	(173)
Loss on sale of capital assets	-	-	-	-	(424)
Income (loss) before capital donations and transfers	16,416	12,328	8,555	37,299	2,775
Capital donations	13,903	-	-	13,903	-
Transfers in	-	100	62	162	-
Transfers out	-	(434)	(400)	(834)	-
Change in net assets	30,319	11,994	8,217	50,530	2,775
Net assets - beginning	671,179	67,174	61,227		76,920
Net assets - ending	<u>\$ 701,498</u>	<u>\$ 79,168</u>	<u>\$ 69,444</u>		<u>\$ 79,695</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				3,598	
Change in net assets of business-type activities				<u>\$ 54,128</u>	

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, 2006  
(In thousands of dollars)

	Water and Sewerage System	Sanitation	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	\$ 132,539	\$ 65,400	\$ 21,010	\$ 218,949	\$ 121,074
Cash payments to suppliers for goods and services	(42,030)	(24,728)	(14,118)	(80,876)	(102,249)
Cash payments to employees for services	(39,766)	(24,388)	(1,248)	(65,402)	(8,299)
Other operating revenues	371	650	2,464	3,485	-
Net cash provided by operating activities	<u>51,114</u>	<u>16,934</u>	<u>8,108</u>	<u>76,156</u>	<u>10,526</u>
Cash flows from noncapital financing activities:					
Transfers to other funds	-	(334)	(338)	(672)	-
Net cash provided (required) by noncapital financing activities	<u>-</u>	<u>(334)</u>	<u>(338)</u>	<u>(672)</u>	<u>-</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(32,366)	(26,796)	(6,521)	(65,683)	(18,645)
Proceeds from sale of capital assets	-	-	-	-	1,824
Principal and interest paid on revenue bonds	(31,574)	-	-	(31,574)	-
Sale of revenue bonds	391,868	-	-	391,868	-
Refunding of revenue bonds	(297,325)	-	-	(297,325)	-
Bond issuance expenses	(3,508)	-	-	(3,508)	-
Payments on leases	-	-	-	-	(2,539)
Decrease in escrow deposits	(2,938)	-	-	(2,938)	-
Capital donations	8,748	-	-	8,748	-
Net cash required by capital and related financing activities	<u>32,905</u>	<u>(26,796)</u>	<u>(6,521)</u>	<u>(412)</u>	<u>(19,360)</u>
Cash flows from investing activities:					
Interest on investments	7,153	1,328	532	9,013	2,158
Net cash provided by investing activities	<u>7,153</u>	<u>1,328</u>	<u>532</u>	<u>9,013</u>	<u>2,158</u>
Net increase (decrease) in cash and cash equivalents	91,172	(8,868)	1,781	84,085	(6,676)
Cash and cash equivalents at beginning of year	108,251	38,118	10,642	157,011	64,645
Cash and cash equivalents at end of year	<u>199,423</u>	<u>29,250</u>	<u>12,423</u>	<u>241,096</u>	<u>57,969</u>
Reconciliation of operating income to net cash provided by operating activities:					
Operating income	23,517	11,000	8,023	42,540	1,214
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation and amortization	27,324	2,055	513	29,892	16,875
Change in assets and liabilities:					
Increase in receivables	(3,144)	(1,745)	(903)	(5,792)	-
Decrease in inventories	200	-	-	200	(520)
Increase (decrease) in payables	3,116	5,595	473	9,184	(7,055)
Increase in other liabilities	70	29	2	101	12
Increase in advance deposits	31	-	-	31	-
Net cash provided by operating activities	<u>51,114</u>	<u>16,934</u>	<u>8,108</u>	<u>76,156</u>	<u>10,526</u>
Noncash capital donations	<u>\$ 5,155</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,155</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, 2006  
 (in thousands of dollars)

	General Employees' Pension	Agency Funds
<u>ASSETS</u>		
Cash and cash equivalents	\$ 111,573	\$ 40,170
Investments:		-
US Government securities	180,891	-
Collateralized mortgage obligations	36,511	-
Corporate bonds	97,661	-
Corporate stocks	762,311	-
Accrued interest receivable	1,746	-
Taxes receivable	-	53,149
Total assets	1,190,693	93,319
 <u>LIABILITIES</u>		
Accounts payable	1,217	-
Due to others	123	93,319
Total liabilities	1,340	\$ 93,319
 <u>NET ASSETS</u>		
Held in trust for pension benefits and other purposes (see Note 1A of Required Supplemental Information)	\$ 1,189,353	

The notes to the financial statement 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, 2006  
(in thousands of dollars)

	General Employees' Pension
Additions:	
Contributions:	
Employer	\$ 11,492
Employee	7,164
Other	63
Total contributions	<u>18,719</u>
Investment earnings:	
Dividends and interest	24,093
Net increase in fair market value of investments	92,065
Total investment earnings	<u>116,158</u>
Less investment expense	<u>(4,574)</u>
Net investment earnings	<u>111,584</u>
Total additions	<u>130,303</u>
Deductions:	
Benefit payments	65,324
Refunds of contributions	548
Administrative expenses	299
Total deductions	<u>66,171</u>
Change in net assets	64,132
Net assets, beginning of year	<u>1,125,221</u>
Net assets, end of year	<u>\$ 1,189,353</u>

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



## DeKalb County, Georgia

## Component Units

## Statement of Net Assets

December 31, 2006  
(In thousands of dollars)

	Board of Health	Public Library Board	Total
<b><u>ASSETS</u></b>			
Cash and cash equivalents	\$ 2,288	\$ 650	\$ 2,938
Cash and cash equivalents, restricted	396	-	396
Investments	-	718	718
Accounts receivable (net)	1,234	28	1,262
Due from other governments	1,643	-	1,643
Prepaid items	32	-	32
Capital assets (net)	193	422	615
Total assets	<u>5,786</u>	<u>1,818</u>	<u>7,604</u>
<b><u>LIABILITIES</u></b>			
Accounts and contracts payable	78	110	188
Due to other governments	1,306	-	1,306
Deferred revenue	69	-	69
Noncurrent liabilities:			
Due within one year	297	39	336
Due in more than one year	1,189	-	1,189
Total liabilities	<u>2,939</u>	<u>149</u>	<u>3,088</u>
<b><u>NET ASSETS</u></b>			
Invested in capital assets (net of related debt)	193	369	562
Restricted	396	-	396
Unrestricted	2,258	1,300	3,558
Total net assets	<u>\$ 2,847</u>	<u>\$ 1,669</u>	<u>\$ 4,516</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, 2006

(In thousands of dollars)

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Board of	Public	Total
				Health	Library Board	
Board of Health	\$ 29,756	\$ 10,898	\$ 12,273	\$ (6,585)	\$ -	\$ (6,585)
Public Library Board	13,821	753	58	-	(13,010)	(13,010)
Total component units	<u>\$ 43,577</u>	<u>\$ 11,651</u>	<u>\$ 12,331</u>	<u>(6,585)</u>	<u>(13,010)</u>	<u>(19,595)</u>
General revenues:						
Intergovernmental, not restricted for specific programs				-	991	991
Payments from DeKalb County				5,146	11,869	17,015
Unrestricted investment earnings				-	28	28
Miscellaneous				176	240	416
Total general revenues				<u>5,322</u>	<u>13,128</u>	<u>18,450</u>
Change in net assets				(1,263)	118	(1,145)
Net assets - beginning				4,110	1,551	5,661
Net assets - ending				<u>\$ 2,847</u>	<u>\$ 1,669</u>	<u>\$ 4,516</u>

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

DEKALB COUNTY, GEORGIA  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2006

**1. Summary of Significant Accounting Policies**

The financial statements have been prepared in conformity with 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. The County'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 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 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 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 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 year-ends, consistent with the practice of most organizations receiving significant funding from the State.

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 CEO and 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, as 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, but the County's accountability for the Authority does not extend beyond making the 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. Eliminations have been made to minimize the double-counting of internal activities. 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 different business-type activities of the County and for each function of the governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular 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, including its fiduciary 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 government'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 operating 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 Water and Sewerage 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.

During fiscal year 2006, the County adopted the provisions of GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*. The objective of this Statement is to improve the understandability and usefulness of the information that local governments present as supplementary information in the statistical section.

During fiscal year 2006, the County adopted the provisions of GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*. This pronouncement clarifies 'that a legally enforceable enabling legislation restriction is one that a party external to a government can compel a government to honor.

During fiscal year 2006, the County adopted the provisions of GASB Statement No. 47, *Accounting for Termination Benefits*. This pronouncement clarifies how employers should account for benefits associated with either voluntary or involuntary terminations. The County does not offer termination benefits for the early termination of services.

(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. 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 (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 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 water and sewer 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 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 \$392,264,000 of restricted net assets, of which \$335,372,000 is restricted by enabling legislation.

(J) Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed 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' lives are not capitalized. The County capitalized \$10,808,000 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:

<u>Asset Class</u>	<u>Estimated Useful Lives (In years)</u>	<u>Capitalization Threshold</u>
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	any amount
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 up to a maximum of 30 days per year after 25 years. 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 in each period based on landfill capacity used as of each balance sheet date. The \$13,785,000 reported as landfill closure and postclosure cost liability at year-end represents the cumulative amount reported to date based on the use of 96% of the estimated capacity of the landfill, net of related expenditures to date of \$8,357,000. The County will recognize the remaining estimated cost of closure and postclosure care of \$922,000 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure in 2006. 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 business-type as required. The County expects to close the current landfill in the year 2007, but has already 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 life of capital assets, allowances, legal liabilities, and landfill closure and postclosure cost estimations.

**2. Joint Ventures**

DeKalb County is party to a contract with Fulton County and the Fulton-DeKalb Hospital Authority (the "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 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 Authority are disclosed as a component unit in the Fulton County, Georgia Comprehensive Annual Financial Report. DeKalb County has a financial interest in the 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 2006, DeKalb County funded \$14,510,000 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 Authority. The Authority's debt is secured by a pledge of the operating revenues of the Hospital. Payments to the Authority are made from the County's other governmental funds. Separate financial statements may be obtained from: Fulton-DeKalb Hospital Authority; 80 Butler St SE; Atlanta, Georgia 30314.

Condensed financial information for the Authority as of and for the year ended December 31, 2005 is as follows (in thousands of dollars) (December 31, 2006 amounts are unavailable):

Total Assets	\$ 490,547	Total Operating Revenues	\$ 523,846
Total Liabilities	\$ 466,890	Total Operating Expenses	\$ 616,920
Total Net Assets	\$ 23,657	Non-operating Revenue (Net)	\$ (14,369)
Current Debt	\$ 16,937	Fulton County and DeKalb County Contributions	\$ 104,875
Long-term Debt	\$ 248,637	Decrease in Net Assets	\$ (2,568)

The Atlanta Regional Commission (ARC) is the regional planning and intergovernmental coordination agency for the 10-county 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 the past year, the County paid \$683,120 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 debts or obligations of the ARC. Separate 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 and GAAP are:

- (1) Revenues (principally property taxes, accounts receivable, grants, and interest receivables) 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) as opposed to when incurred (GAAP);
- (3) Debt service requirements due January 1, 2007 are recorded as expenditures in 2006 (budget) as opposed to 2007, when obligations are due (GAAP);

### 4. Cash, Cash Equivalents, and Investments

Following are the components of the County's cash, cash equivalents, and investments (including the General Employees' Pension Fund and the Component Units) at December 31, 2006 (in thousands of dollars).

	Unrestricted	Restricted	Pension Restricted	Agencies Unrestricted	Total	Component Units
Cash and Cash Equivalents	\$ 589,788	\$ 188,906	\$ 111,573	\$ 40,170	\$ 930,437	\$ 3,334
Investments	-	-	1,077,374	-	1,077,374	718
	<u>\$ 589,788</u>	<u>\$ 188,906</u>	<u>\$ 1,188,947</u>	<u>\$ 40,170</u>	<u>\$ 2,007,811</u>	<u>\$ 4,052</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 (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 I 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 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, 2006, the County's reporting entity had the following investments:  
(In thousands of dollars)

Type of Investment	Fair Value	Investment's Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
<u>Primary Government</u>					
Georgia Fund I	\$ 556,950	\$ 556,950	-	-	-
Restricted Trust Accounts	177,021	177,021	-	-	-
<b>Total Primary Government (non-fiduciary)</b>	<b>733,971</b>	<b>733,971</b>	<b>-</b>	<b>-</b>	<b>-</b>
<u>Fiduciary Fund</u>					
Pension Trust Fund:					
Corporate Stocks	762,311	n/a	n/a	n/a	n/a
Mutual Funds	111,573	n/a	n/a	n/a	n/a
U.S. Government Securities	180,891	9,593	36,995	19,867	114,436
CMOs	36,511	-	827	1,229	34,455
Corporate Bonds	97,661	1,190	33,982	44,163	18,326
<b>Total Pension Trust Fund</b>	<b>\$ 1,188,947</b>	<b>\$ 10,783</b>	<b>\$ 71,804</b>	<b>\$ 65,259</b>	<b>\$ 167,217</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 2006.

The County's pension trust fund 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, 2006, the weighted average of the fixed income portfolio was Aa2 by Moody's

Investors 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 portfolio's sensitivity to interest rate changes. As of December 31, 2006, the weighted average of the Option Adjusted Duration of the pension fund's fixed income portfolio was 4.64 years, as compared to the benchmark LB Aggregate Bond Index duration of 4.82 years.

The Georgia Office of Treasury and Fiscal Services is the oversight agency for Georgia Fund I. Georgia Fund I is rated AAAM by Standard and Poor's.

5. Capital Assets

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

	Balance 12/31/2005	Additions	Deletions	Balance 12/31/2006	Accumulated Depreciation and Amortization 12/31/2005	Additions	Deletions	Accumulated Depreciation and Amortization 12/31/2006	Book Value 12/31/2006
<u>Governmental activities</u>									
Not depreciated:									
Land	\$ 207,168	\$ 11,467	\$ -	\$ 218,635					\$ 218,635
Construction in progress	95,669	95,102	(58,203)	132,568					132,568
Depreciated:									
Land improvements	26,509	7,111	-	33,620	11,649	670	-	12,318	21,302
Buildings	309,290	1,706	-	310,996	79,615	6,091	-	85,706	225,290
Infrastructure	548,528	56,633	-	605,161	131,892	13,592	-	145,484	459,677
Other equipment	34,600	16,213	(9,150)	41,663	21,257	6,192	(9,150)	18,299	23,364
Totals	<u>\$ 1,221,764</u>	<u>\$ 188,232</u>	<u>\$ (67,353)</u>	<u>\$ 1,342,643</u>	<u>\$ 244,413</u>	<u>\$ 26,545</u>	<u>\$ (9,150)</u>	<u>\$ 261,807</u>	<u>\$ 1,080,836</u>
<u>Business-type activities</u>									
Not depreciated:									
Land	\$ 41,672	\$ -	\$ (391)	\$ 41,281					\$ 41,281
Construction in progress	190,541	80,145	(36,996)	233,690					233,690
Depreciated:									
Land improvements	142,365	2,174	-	144,539	\$ 16,068	\$ 1,969	\$ -	\$ 18,037	126,502
Buildings	11,733	-	-	11,733	6,742	332	-	7,074	4,659
Plants	159,864	-	-	159,864	61,699	3,136	-	64,835	95,029
Lines	684,646	32,362	(1,337)	715,671	186,539	14,003	(1,337)	199,205	516,466
Water meters	55,925	6,049	(568)	61,406	21,650	3,920	(569)	25,001	36,405
Vehicles and portable equipment	138,134	24,240	(16,592)	145,782	104,411	16,580	(16,356)	104,635	41,147
Other equipment	19,510	2,197	(2,002)	19,705	12,178	3,105	(2,002)	13,281	6,424
Leaseholds	169,411	-	-	169,411	24,043	3,476	-	27,519	141,892
Totals	<u>\$ 1,613,801</u>	<u>\$ 147,167</u>	<u>\$ (57,886)</u>	<u>\$ 1,703,082</u>	<u>\$ 433,330</u>	<u>\$ 46,521</u>	<u>\$ (20,264)</u>	<u>\$ 459,587</u>	<u>\$ 1,243,495</u>
<u>Component units</u>									
Depreciated:									
Other equipment	<u>\$ 4,514</u>	<u>\$ 315</u>	<u>\$ (3,492)</u>	<u>\$ 1,337</u>	<u>\$ 2,889</u>	<u>\$ 367</u>	<u>\$ (2,534)</u>	<u>\$ 722</u>	<u>\$ 615</u>

During fiscal year 2006, 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 as follows (in thousands of dollars):

<u>Governmental activities:</u>		<u>Business-type activities</u>	
General government	\$ 3,094	Water and sewerage system	\$ 27,078
Public safety	3,318	Sanitation	2,055
Civil and criminal court system	3,586	DeKalb Peachtree Airport	513
Planning	35	Vehicle maintenance	295
Public works	13,812	Vehicle replacement	16,580
Community development	177		<u>\$ 46,521</u>
Library	605		
Parks and recreation	1,151		
Health and welfare	767		
	<u>\$ 26,545</u>		

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

	<u>Project</u> <u>Authoriza-</u> <u>tion</u>	<u>Expended</u> <u>as of</u> <u>12/31/2006</u>	<u>Committed</u>	<u>Required</u> <u>Future</u> <u>Financing</u>
<u>Governmental activities</u>				
Parks and recreation facilities	\$ 166,497	\$ 14,742	\$ 151,755	\$ -
Infrastructure	110,014	40,099	69,915	-
Court facilities	61,128	36,812	24,316	-
Public safety facilities	56,354	37,452	18,902	-
General government facilities	19,841	2,730	17,111	-
Library facilities	13,922	637	13,285	-
Health centers	185	96	89	-
Totals	<u>\$ 427,941</u>	<u>\$ 132,568</u>	<u>\$ 295,373</u>	<u>\$ -</u>
<u>Business-type activities</u>				
Water and sewer facilities	\$ 195,384	\$ 183,892	\$ 11,492	\$ -
Sanitation facilities	40,580	37,702	2,878	-
Airport facilities	17,202	7,306	9,896	-
Stormwater facilities	14,576	4,790	9,786	-
Totals	<u>\$ 267,742</u>	<u>\$ 233,690</u>	<u>\$ 34,052</u>	<u>\$ -</u>

## 6. Long-Term Obligations

Changes in long-term obligations for the year are as follows (in thousands of dollars):

	Balance 12/31/2005	Additions	Payments/ Retirements	Balance 12/31/2006	Current Portion	Long-term Portion
<u>Governmental activities</u>						
Claims and judgments payable	\$ 16,878	\$ 68,725	\$ (68,854)	\$ 16,749	\$ 12,860	\$ 3,889
Net pension obligation/asset	31,957	34,667	(94,459)	(27,835)	-	(27,835)
Compensated absences payable	30,479	29,224	(27,637)	32,066	29,224	2,842
Capital leases (equipment)	6,552	3,064	(4,346)	5,270	3,005	2,265
General obligation bonds payable	218,865	230,000	(21,505)	427,360	22,145	405,215
Revenue bonds payable	98,600	-	(2,785)	95,815	2,865	92,950
Certificates of participation payable	24,040	-	(970)	23,070	995	22,075
Unamortized premium on bonds payable	6,184	7,596	(1,143)	12,637	1,177	11,460
Deferred gain on bond refunding	(3,806)	-	494	(3,312)	(462)	(2,850)
Totals	<u>\$ 429,749</u>	<u>\$ 373,276</u>	<u>\$ (221,205)</u>	<u>\$ 581,820</u>	<u>\$ 71,809</u>	<u>\$ 510,011</u>
<u>Business-type activities</u>						
Claims and judgments payable	\$ 500	\$ 5,100	\$ -	\$ 5,600	\$ 5,600	\$ -
Landfill closure and postclosure cost	12,412	1,373	-	13,785	-	13,785
Compensated absences payable	5,487	6,433	(6,176)	5,744	5,744	-
Capital leases (vehicles)	5,502	-	(2,366)	3,136	1,792	1,344
Revenue bonds payable	490,900	366,885	(289,695)	568,090	7,215	560,875
Unamortized premium on bonds payable	7,166	24,983	(1,454)	30,695	1,661	29,034
Deferred gain on bond refunding	(7,719)	(19,799)	1,599	(25,919)	(1,673)	(24,246)
Totals	<u>\$ 514,248</u>	<u>\$ 384,975</u>	<u>\$ (298,092)</u>	<u>\$ 601,131</u>	<u>\$ 20,339</u>	<u>\$ 580,792</u>
<u>Component Units</u>						
Compensated absences payable	\$ 1,592	\$ 39	\$ (106)	\$ 1,525	\$ 336	\$ 1,189
	<u>\$ 1,592</u>	<u>\$ 39</u>	<u>\$ (106)</u>	<u>\$ 1,525</u>	<u>\$ 336</u>	<u>\$ 1,189</u>

### Governmental activities:

Claims and judgments payable typically have been liquidated in the other governmental funds and in the internal service funds. Compensated absences payable have typically been liquidated in the General Fund, the Special Tax District - Designated Services Fund, the Special Tax District - Unincorporated Fund, 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 by years of future minimum installment purchase payments on capital leases (equipment) in the governmental activities with the present value of the net minimum payments as of December 31 (in thousands of dollars):

<u>Year Payable</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 3,005	\$ 182	\$ 3,187
2008	1,672	76	1,748
2009	593	101	694
Totals	<u>\$ 5,270</u>	<u>\$ 359</u>	<u>\$ 5,629</u>

For financial accounting and reporting purposes, all governmental activities bonds refunded (a total of \$107,880,000) are considered defeased and, along with the funds held in trust, are not included in the accompanying financial statements.

In February 2006, the County issued \$230,000,000 of DeKalb County General Obligation Bonds, Series 2006. The proceeds were be allocated among the projects as follows: (1) \$79,000,000 in aggregate principal amount for transportation projects, including the resurfacing of streets, the improvement of intersections, the building of sidewalks and bike trails, and the construction of new roads; (2) \$96,460,000 in aggregate principal amount for parks and greenspace projects, including the acquisition of land for additional parks and natural areas, the preservation of greenspace, the protection of clean water, and the improvement of existing parks, dams, arts and cultural centers, and athletic complexes; and (3) \$54,540,000 in aggregate principal amount for libraries projects, including the building, expansion, replacement, and improvement of libraries.

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

<u>Year Issued</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Interest Dates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
1992	Refunding issue	6.00	1-1 7-1	12/01/92	01/01/20	\$ 64,775	\$ 55,705	\$ 9,070
1998	Jail	5.00	1-1 7-1	08/01/98	01/01/20	2,000	-	2,000
2001	Parks	3.50-5.00	6-1 12-1	10/01/01	12/01/15	125,000	39,270	85,730
2003A	Refunding issue	3.00-5.00	1-1 7-1	07/22/03	01/01/20	53,295	17,105	36,190
2003B	Refunding issue	4.00-5.00	1-1 7-1	12/05/03	01/01/20	74,620	4,730	69,890
2006	Parks, Libraries, Transportation	3.30-5.00	6-1 12-1	02/07/06	12/01/30	230,000	5,520	224,480
	Totals					<u>\$ 549,690</u>	<u>\$ 122,330</u>	<u>\$ 427,360</u>

The proceeds of the General Obligation Refunding Bonds, Series 1992, were used to refund: (1) \$20,375,000 of the Series 1986 General Obligation Bonds (issued to fund library capital improvements), (2) \$28,200,000 of the Series 1987 General Obligation Bonds (issued to fund parks capital improvements), and (3) \$8,750,000 of the Series 1990 General Obligation Bonds (issued to fund jail capital improvements).

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: (1) \$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 (in thousands of dollars):

<u>Year Payable</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 22,145	\$ 19,098	\$ 41,243
2008	23,835	18,097	41,932
2009	24,635	17,022	41,657
2010	25,440	15,922	41,362
2011	22,220	15,020	37,240
2012-2016	116,240	58,638	174,878
2017-2021	82,655	34,850	117,505
2022-2026	55,840	20,531	76,371
2027-2030	54,350	6,389	60,739
Totals	<u>\$ 427,360</u>	<u>\$ 205,567</u>	<u>\$ 632,927</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 \$408,007,000. The statutory limit at that date was \$2,551,600,000, providing a debt margin of \$2,131,236,000.

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

<u>Year Issued</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Interest Dates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
2003	Office building and courthouse	2.25-4.75	6-1 & 12-1	10/14/03	12/01/23	\$ 25,000	\$ 1,930	\$ 23,070

The following is a summary of Certificates of Participation debt service requirements to maturity as of year-end (in thousands of dollars):

<u>Year Payable</u>	<u>Interest Rate (%)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	2.5	\$ 995	\$ 961	\$ 1,956
2008	2.875	1,020	937	1,957
2009	3.125	1,045	907	1,952
2010	4.0	1,080	874	1,954
2011	4.0	1,120	831	1,951
2012-2016	4.00-4.50	6,350	3,421	9,771
2017-2021	4.30-4.625	7,815	1,956	9,771
2022-2023	4.75	3,645	262	3,907
Totals		<u>\$ 23,070</u>	<u>\$ 10,149</u>	<u>\$ 33,219</u>

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

<u>Year Issued</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Interest Dates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
2003	Juvenile Justice Center	2.0-5.0	6-1 & 12-1	07/01/03	12/01/20	\$ 15,000	\$ 1,775	\$ 13,225
2004	Public Safety and Judicial Facilities	3.0-5.0	6-1 & 12-1	12/29/04	12/01/34	50,000	1,875	48,125
2005	Juvenile Justice Center	3.0-5.0	6-1 & 12-1	07/14/05	12/01/25	35,670	1,205	34,465
						<u>\$ 100,670</u>	<u>\$ 4,855</u>	<u>\$ 95,815</u>

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

Year Payable	Interest Rate (%)	Principal	Interest	Total
2007	2.0-5.0	\$ 2,865	\$ 3,940	\$ 6,805
2008	2.0-3.0	2,975	3,835	6,810
2009	2.5-3.0	3,060	3,752	6,812
2010	2.5-3.0	3,145	3,663	6,808
2011	2.63-5.0	3,235	3,572	6,807
2012-2016	3.0-5.0	18,080	15,963	34,043
2017-2021	3.50-5.0	21,780	12,264	34,044
2022-2026	4.0-5.0	20,675	7,496	28,171
2027-2031	5.0	11,575	3,900	15,475
2032-2034	5.0	8,425	856	9,281
Totals		<u>\$ 95,815</u>	<u>\$ 59,241</u>	<u>\$ 155,056</u>

Business-type activities:

The following is a schedule by year 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 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2007	\$ 1,791	\$ 94	\$ 1,885
2008	626	42	668
2009	337	25	362
2010	351	10	361
2011	30	-	30
Totals	<u>\$ 3,135</u>	<u>\$ 171</u>	<u>\$ 3,306</u>

In April 2006, the County issued \$366,885,000 principal amount of Water and Sewerage Revenue Bonds. \$94,990,000 of the proceeds will be used to acquire, design, construct, and install certain improvements to the System including, (a) a new Chattahoochee River Raw Water Intake and Pumping Station, (b) a new raw water transmission line from the river to the Scott Candler Water Filtration Plant reservoirs, (c) the design of a transfer pump station and pipeline connecting the Pole Bridge and Snapfinger Wastewater Treatment Plants and the renovation and expansion of the Snapfinger and Pole Bridge Wastewater Treatment Plants, and (d) upgrades to certain lift stations in the southeastern sector of the County. The remaining monies (\$271,895,000) were used to purchase direct obligations of the United States Government for placement in an irrevocable trust to satisfy the principal and interest requirements of the Series 1999 Bonds in the aggregate principal amount of \$90,440,000 maturing in the years 2012-2028, and the principal and interest requirements of the Series 2000 Bonds in the aggregate principal amount of \$191,940,000 maturing in the years 2012-2035. For financial accounting and reporting purposes, all revenue bonds defeased (a total of \$289,695,000) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements. This refunding was undertaken to reduce total debt service payments over the next 30 years by \$24,511,000, and provided an economic gain of \$11,475,000.

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

Series	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Out-standing	Callable	Call Premiums
1999	4.2-4.625	4-1 10-1	05/01/99	10/01/28	\$ 96,345	\$ 90,440	\$ 5,905	\$ 3,800	0-1%
2000	4.5-5.25	4-1 10-1	11/01/00	10/01/35	214,525	197,780	16,745	3,660	1%
2003	2.5-5.0	4-1 10-1	11/18/03	10/01/35	179,865	1,310	178,555	145,875	0%
2006A	4.0-5.0	4-1 10-1	04/27/06	10/01/35	94,990	-	94,990	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>\$ 289,530</u>	<u>\$ 568,090</u>	<u>\$ 472,545</u>	

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

Series	Purpose
1997	Refunding issue
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

The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 1997, were used to refund \$43,390,000 of the Series 1987 Water and Sewerage Refunding Revenue Bonds. The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 1987, were used to refund \$60,385,000 of the Series 1985 Water and Sewerage Refunding Revenue Bonds. 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. 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 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 year-end, 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 year-end (in thousands of dollars):

Year Payable	Principal	Interest	Total
2007	\$ 7,215	\$ 28,242	\$ 35,457
2008	10,640	27,960	38,600
2009	11,245	27,534	38,779
2010	11,705	27,073	38,778
2011	12,190	26,644	38,834
2012-2016	69,190	124,157	193,347
2017-2021	87,850	105,487	193,337
2022-2026	113,400	80,590	193,990
2027-2031	127,830	48,807	176,637
2032-2035	116,825	14,992	131,817
Totals	<u>\$ 568,090</u>	<u>\$ 511,486</u>	<u>\$ 1,079,576</u>

## 7. Leases

### Operating Leases

The County leases building and office facilities and other equipment under leases and rental agreements which are cancelable annually. In 2006, the County paid \$3,863,999 to lease office space for Tax Commissioner, Police, Registrar, Economic Development and Workforce Development. Payments for the 2006 multi-year lease agreement with the DeKalb Development Authority will begin in 2007. The County leases office equipment, emergency construction, and event equipment on an as needed basis. In 2006, equipment rentals totaled \$2,490,984.



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 June of 2006, the County entered into a new \$3,064,000, four (4) year lease purchase agreement with GE Capital for the purpose of purchasing telecommunication equipment necessary to establish a countywide citizen's call center.

The following is a schedule summarizing leases by the following major asset class (in thousands of dollars):

	Equipment	Vehicles	Total
Governmental activities:	\$ 5,270	\$ -	\$ 5,270
Business-type activities:	-	3,135	3,135
	<u>\$ 5,270</u>	<u>\$ 3,135</u>	<u>\$ 8,405</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 was \$301,605,000, as compared to a total County payroll of \$317,618,000.

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.

New employees participating 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 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 2006, as approved by the DeKalb County Board of Commissioners, are employee 2.5% and County 4.0% 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, Plan membership was composed of the following:

Ten-year vested active employees covered by the Plan	2,323
Three-year vested active employees covered by the Plan	1,697
Nonvested active employees covered by the Plan	2,614
Retirees currently receiving normal retirement benefits	2,215
Retirees currently receiving disability benefits	119
Beneficiaries of deceased retirees currently receiving benefits	225
Terminated employees entitled to benefits, but not yet receiving them because of age	359
Total members	<u>9,552</u>

(B) Actuarial assumptions

The actuarial accrued liability was computed as part of an actuarial valuation performed as of April 1, 2006. 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.

(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. For 2006, the actuaries revised the Net Pension Obligation/(Asset) calculation. The actuaries used market value rather than actuarial value for assets to develop the unfunded actuarial accrued liability (UAL). 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. This method resulted in a positive actuarial re-evaluation amount of \$85,074,000, creating a net pension asset. The total contributions to the Plan for the year of \$14,489,000 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed April 1, 2006. Employer contributions of \$9,385,000 represent 29% of the employer annual required contribution. The net pension asset of \$27,835,000 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.

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

	2006	2005	2004
Annual required contribution (ARC) / annual pension cost	\$ 32,083	\$ 22,321	\$ 16,624
Annual employer contributions made	\$ 9,385	\$ 2,093	\$ 1,297
Interest on net pension obligation	\$ (4,249)	\$ 987	\$ (250)
Annual required contribution adjustment	\$ (6,833)	\$ 1,593	\$ (380)
Amortization	7.77	7.74	8.21
Pension cost	\$ 34,667	\$ 21,715	\$ 16,754
Change in net pension obligation	\$ 25,282	\$ 19,622	\$ 15,457
Actuarial re-evaluation	\$ (85,074)	\$ -	\$ -
Net pension obligation (NPO) / asset, March 31	\$ (27,835)	\$ 31,957	\$ 12,335
Percentage of annual employer contributions made to annual required contributions	29.25%	9.38%	7.80%

## (D) Schedule of contributions as a percentage of salary

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Employee	2.5%	1.5%	.5%	.5%	.5%	.5%	.5%	.5%	.5%	2.50%
Employer	4.0%	3.0%	.5%	.5%	.5%	.5%	.5%	.5%	.5%	.5-3.25%

The Board of Commissioners has approved the following increases in the employee and employer contributions to the Pension Plan:

	2009	2008	2007
Employee	4.5%	4.0%	3.5%
Employer	9.5%	8.0%	6.5%

## (E) Other Postretirement Benefits

Life insurance in the amount of \$5,000 and group health benefits are available to all retirees and beneficiaries of retirees, with the County paying up to 70% of the total cost and the retiree paying the remaining amount. 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), \$16,874,000 for the year, is recognized as an expense in the Internal Service Funds as claims are incurred. Currently, of the 2,559 retirees and beneficiaries of retirees, 2,270 are receiving group health benefits under the Plan. All retirees receive the life insurance benefit.

## (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*, the removal which required 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 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 retains the first \$500,000 of expense for each occurrence of workers' compensation injuries, and it retains the first \$175,000 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. No claim has ever exceeded the excess limits of the workers' compensation or excess medical insurance policies. 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 in two manners: (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 had 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 \$100,000 of each loss, with no aggregate limits. This retention level is funded by an annual appropriation of \$300,000 which, historically, has proven adequate to cover all claims.

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

	2006	2005	2004	2003
Workers' compensation:				
Incurred claims, net of any changes	\$ 4,292	\$ 2,952	\$ 5,380	\$ 3,493
Payments	<u>(4,456)</u>	<u>(3,244)</u>	<u>(3,026)</u>	<u>(2,887)</u>
Ending balance	<u>7,177</u>	<u>7,341</u>	<u>7,633</u>	<u>5,279</u>
Health and dental:				
Incurred claims, net of any changes	64,233	57,424	53,631	46,552
Payments	<u>(63,723)</u>	<u>(57,883)</u>	<u>(53,803)</u>	<u>(45,461)</u>
Ending balance	<u>4,892</u>	<u>4,382</u>	<u>4,841</u>	<u>5,013</u>
Total liability for self-insurance	<u>\$ 12,069</u>	<u>\$ 11,723</u>	<u>\$ 12,474</u>	<u>\$ 10,292</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, Henry 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 the year, the County incurred the following operating costs (no capital costs were incurred) (in thousands of dollars):

R. M. Clayton Plant - City of Atlanta	\$ 10,252
Big Creek Plant, John's Creek Plant & Marsh Creek Plant - Fulton County	548
Jackson Creek Plant - Gwinnett County	380
Total	<u>\$ 11,180</u>

#### 11. Allowance For Uncollectible Receivables

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

Governmental activities:		Business-type activities:	
Taxes receivable	\$ 1,843	Accounts receivable	<u>\$ 5,415</u>
Accounts receivable	9,801		
	<u>\$ 11,644</u>		

## 12. Due From Other Governments

Amounts due from other governments at December 31, 2006 are as follows (in thousands of dollars):

Governmental activities:		Business-type activities:	
Housing & Urban Development	\$ 2,834	Federal Emergency Management Agency	\$ 2,052
Georgia Department of Labor	2,657	Federal Aviation Administration	403
Georgia Emergency Management Agency	1,289	Georgia Emergency Management Agency	189
Georgia Department of Transportation	1,141	Georgia Department of Transportation	160
US Department of Justice	519	Other local governments	1,255
Georgia Department of Community Affairs	443	Total	<u>\$ 4,059</u>
Office of National Drug Control	340		
Federal Emergency Management Agency	271	Component Units:	
Georgia Department of Natural Resources	245	Miscellaneous State Agencies	<u>\$ 1,643</u>
Other	201		
Total	<u>\$ 9,940</u>		

## 13. Interfund Balances and Activity

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

Balances due to / from other funds at year end consist of the following (in thousands of dollars):

Due to the General Fund from other governmental funds representing short-term loans.	\$ 2,789
Due to the Special Tax District Designated Services Fund from the Special Tax District Unincorporated Fund, representing a short-term loan.	1,455
Total	<u>\$ 4,244</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 governmental funds to match federal and state grants.	\$ 1,516
Transfer from General Fund to other governmental funds for capital projects.	15,892
Transfer from General Fund to enterprise funds for capital projects.	62
Transfer from Special Tax District Designated Services Fund to other governmental funds to match federal and state grants.	5,135
Transfer from Special Tax District Unincorporated Fund to Special Tax District Designated Services Fund to fund operations.	81,690
Transfer from Special Tax District Unincorporated Fund to enterprise funds to fund operations.	100
Transfer from other governmental funds to General Fund to fund programs.	10,336
Transfer between other governmental funds for advance refunding.	3,285
Transfer between other governmental funds to reverse advance refunding.	3,285
Transfers between other governmental funds for capital projects.	6,300
Transfers between other governmental funds to match federal and state grants.	20
Transfer from enterprise funds to other governmental funds for capital projects.	834
Total	<u>\$ 128,455</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 approve giving this 2% portion of the hotel / motel tax received by the County to the DeKalb County Convention and Visitors Bureau. During the year, the County paid \$2,607,708 on this agreement.

Litigation - The County is defendant in various legal actions in the nature of 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 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

The Special Tax District - Unincorporated Fund ended the year with a fund balance deficit of \$3,834,000. The County will increase this fund's tax allocation and reduce the transfer to the Special Tax District - Designated Services in future years to eliminate this deficit. The Special Revenue - Recreation Fund ended the year with a fund balance deficit of \$51,000. The County will reduce expenditures to match anticipated income from charges for services. The Special Revenue - Street Light Fund ended the year with a fund balance deficit of \$689,000. The County will increase charges for these services to eliminate this deficit caused by increases in electricity costs. The Special Revenue - Fire Fund ended the year with a fund balance deficit of \$830,000. The County will increase this fund's tax allocation and reduce the expenditures to eliminate this deficit. The Nonmajor Debt Service - Public Safety Judicial Authority Fund ended the year with a \$15,000 fund balance deficit. An additional amount will be collected in 2007 to eliminate the negative fund balance. The Nonmajor Debt Service - Building Authority Revenue Bonds Fund ended the year with a \$16,000 fund balance deficit. An amount necessary to eliminate the negative fund balance will be transferred to the fund in 2007.

#### 16. Budget Information

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

Fund	Department	Amount
General	Facilities Management	\$ 152
General	Office of Information Systems	2,535
General	Sheriff	35
General	District Attorney	88
General	Human and Community Development	183
Special Revenue - Special Tax District - Designated Services	Non-departmental	133
Special Revenue - Special Tax District - Unincorporated	Non-departmental	13
Special Revenue - Street Lights	Public Works - Transportation	497
Special Revenue - Grant-in-Aid	Police	1,221
Special Revenue - Grant-in-Aid	Senior citizens services	834
Special Revenue - Building Authority Revenue Bonds Debt Service	Debt service	1,243
Special Revenue - Public Safety Judicial Authority Revenue Bonds Debt Service	Debt service	1

These overages in the General Fund were caused by unexpected expenditures in these departments during 2006. The budgets for these departments in 2007 are expected to be sufficient to cover expenditures. The overages in the General Fund - Facilities Management were caused by increases in custodial and maintenance and repair contracts. In the General Fund - Office of Information Systems, additional professional services were hired to address changes in application systems in the Planning and Development, Courts, and Tax Commissioner's Offices. Additional overtime caused the General Fund - Sheriff's Office to overrun budget. The General Fund - District Attorney overran budget due to a local match for a

grant. The General Fund - Human and Community Development overran budget as part of start up costs for the newly opened Lou Walker Senior Center. The overages in the Non-departmental in both the Special Revenue - Special Tax District - Designated Services Fund and Special Revenue - Special Tax District - Unincorporated Fund were a result of higher than anticipated pensioner's group insurance and life insurance. The overages in the Special Revenue - Street Lights were a result of power company rate increases. The charges to customers are being increased to cover expenditures. The overages in the Special Revenue - Grant-in-Aid Fund were a result of the County having to expend on the grant prior to receiving reimbursement. The overages in the Special Revenue - Building Authority Revenue Bonds Debt Service and Public Safety Judicial Authority Revenue Bonds Debt Service were a result of making a debt payment for January 1, 2007 in 2006.

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	\$ 155	\$ 2,250	\$ 109	\$ 50,015	\$ 235,184	\$ 29,271
Actual	9	124	6	2,897	250,948	1,431
Project-length expenditures:						
Budget	155	2,250	109	50,015	235,184	29,271
Actual	47	10	-	7,696	24,525	4

	Capital Improvement Projects	COPS Bonds	Community Greenspace Program	Public Safety Judicial Facilities Authority	Building Authority Juvenile Court Project	Total
Project-length revenues:						
Budget	\$ 65,555	\$ 11,337	\$ 84	\$ 34,304	\$ 31,545	\$ 459,809
Actual	21,979	476	-	7,275	1,186	286,331
Project-length expenditures:						
Budget	65,555	11,337	84	34,304	31,545	459,809
Actual	27,332	825	12	16,532	21,307	98,290

**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	\$ 8,418	\$ 3,617	\$ -	\$ 22,858	\$ 25,005	\$ 59,898
Reserved for inventories	73	-	-	-	-	73
Total reserved	<u>\$ 8,491</u>	<u>\$ 3,617</u>	<u>\$ -</u>	<u>\$ 22,858</u>	<u>\$ 25,005</u>	<u>\$ 59,971</u>



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

**DECEMBER 31, 2006**

(Unaudited)

**1. Pension Plan**

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

	Valuation Date					
	4-1-2006	4-1-2005	4-1-2004	4-1-2003	4-1-2002	4-1-2001
Actuarial value of plan assets	\$ 1,149,943	\$ 1,129,397	\$ 1,137,597	\$ 1,122,066	\$ 1,161,884	\$ 1,002,973
Actuarial accrued liability	\$ 1,415,719	\$ 1,140,305	\$ 1,038,214	\$ 983,393	\$ 978,606	\$ 851,877
Percentage funded	81.23%	99.04%	109.57%	114.10%	118.73%	117.74%
Assets in excess/shortage of actuarial accrued liability	\$ (265,776)	\$ (10,908)	\$ 99,383	\$ 138,673	\$ 183,278	\$ 151,096
Annual covered payroll	\$ 284,989	\$ 266,022	\$ 261,248	\$ 254,259	\$ 249,746	\$ 206,419
Assets in excess/shortage of actuarial accrued liability as a % of annual covered payroll	-93.26%	-4.10%	38.04%	54.54%	73.39%	73.20%

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

	2006	2005	2004	2003	2002	2001
Annual required contribution / annual pension cost	\$ 32,083	\$ 22,321	\$ 16,624	\$ 6,270	\$ 13,800	\$ 1,188
Annual employer contributions made	\$ 9,385	\$ 2,093	\$ 1,297	\$ 1,298	\$ 1,271	\$ 1,164
Interest on net pension obligation	\$ (4,249)	\$ 987	\$ (250)	\$ (675)	\$ (1,744)	\$ (1,791)
Annual required contribution adjustment	\$ (6,833)	\$ 1,593	\$ (380)	\$ (1,014)	\$ (2,597)	\$ (2,338)
Amortization	7.77	7.74	8.21	8.31	8.39	9.57
Pension cost	\$ 34,667	\$ 21,715	\$ 16,754	\$ 6,608	\$ 14,653	\$ 1,735
Change in net pension obligation	\$ 25,282	\$ 19,622	\$ 15,458	\$ 5,310	\$ 13,382	\$ 571
Actuarial re-evaluation	\$ (85,074)					
Net pension obligation (NPO) / asset, March 31	\$ (27,835)	\$ 31,957	\$ 12,335	\$ (3,123)	\$ (8,433)	\$ (21,815)
Percentage of annual employer contributions made to annual required contributions	29.25%	9.38%	7.80%	20.70%	9.21%	97.98%

DEKALB COUNTY, GEORGIA

COMBINING STATEMENTS AND SCHEDULES

DEKALB COUNTY, GEORGIA  
NONMAJOR GOVERNMENTAL FUNDS

DeKalb County, Georgia  
 Nonmajor Governmental Funds  
 Combining Balance Sheet  
 December 31, 2006  
 (in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 25,310	\$ 32,475	\$ 141,350	\$ 199,135
Taxes receivable (net)	3,052	2,137	-	5,189
Accounts receivable (net)	1,759	-	-	1,759
Due from other governments	<u>8,531</u>	<u>-</u>	<u>1,409</u>	<u>9,940</u>
Total assets	<u><u>38,652</u></u>	<u><u>34,612</u></u>	<u><u>142,759</u></u>	<u><u>216,023</u></u>
 <b><u>LIABILITIES AND FUND BALANCE</u></b>				
Liabilities:				
Accounts and contracts payable	1,740	14,447	5,251	21,438
Other accrued liabilities	1,906	-	-	1,906
Advance payments and deposits	490	-	-	490
Due to other funds	2,789	-	-	2,789
Due to others	1,232	-	-	1,232
Deferred revenue	<u>805</u>	<u>843</u>	<u>-</u>	<u>1,648</u>
Total liabilities	<u>8,962</u>	<u>15,290</u>	<u>5,251</u>	<u>29,503</u>
Fund balances:				
Reserved	6,116	-	18,889	25,005
Unreserved	<u>23,574</u>	<u>19,322</u>	<u>118,619</u>	<u>161,515</u>
Total fund balances	<u>29,690</u>	<u>19,322</u>	<u>137,508</u>	<u>186,520</u>
Total liabilities and fund balances	<u><u>\$ 38,652</u></u>	<u><u>\$ 34,612</u></u>	<u><u>\$ 142,759</u></u>	<u><u>\$ 216,023</u></u>

DeKalb County, Georgia  
 Nonmajor Governmental Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 For the Year Ended December 31, 2006  
 (in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 62,932	\$ 42,767	\$ -	\$ 105,699
Licenses and permits	8,621	-	-	8,621
Use of money and property	1,094	13,793	5,185	20,072
Intergovernmental	42,401	-	2,297	44,698
Fines and forfeitures	2,628	-	-	2,628
Charges for services	5,881	-	-	5,881
Miscellaneous	14,065	-	4,109	18,174
Total revenues	<u>137,622</u>	<u>56,560</u>	<u>11,591</u>	<u>205,773</u>
<b>EXPENDITURES</b>				
Current:				
General government	6,993	21	-	7,014
Public safety	71,443	-	-	71,443
Civil and criminal court system	2,429	-	-	2,429
Public works	13,468	-	-	13,468
Community development	7,486	-	-	7,486
Parks and recreation	2,046	-	-	2,046
Health and welfare	28,115	-	-	28,115
Debt service				
Principal	-	24,290	-	24,290
Interest	-	22,838	-	22,838
Capital outlay:				
General government	-	-	5,506	5,506
Public safety	-	-	16,561	16,561
Civil and criminal court system	-	-	25,500	25,500
Public works	-	-	20,348	20,348
Parks and recreation	-	-	7,715	7,715
Health and welfare	-	-	30	30
Total expenditures	<u>131,980</u>	<u>47,149</u>	<u>75,660</u>	<u>254,789</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,642</u>	<u>9,411</u>	<u>(64,069)</u>	<u>(49,016)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	6,671	3,285	23,026	32,982
Transfers out	(10,356)	(9,285)	(300)	(19,941)
Total other financing sources (uses)	<u>(3,685)</u>	<u>(6,000)</u>	<u>22,726</u>	<u>13,041</u>
Net change in fund balance	1,957	3,411	(41,343)	(35,975)
Fund balance - beginning	27,733	15,911	178,851	222,495
Fund balance - ending	<u>\$ 29,690</u>	<u>\$ 19,322</u>	<u>\$ 137,508</u>	<u>\$ 186,520</u>

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 substances 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 substances 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.

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.

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, 2006

(in thousands of dollars)

	Development	PEG Support	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	\$ 103	\$ 1,677	\$ 402	\$ 14	\$ 135	\$ 37	\$ 5,738	\$ -	921	\$ 6,290	\$ 7,544
Taxes receivable (net)	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable (net)	619	-	-	-	-	-	-	170	7	796	-
Due from other governments	-	-	-	-	-	-	-	-	-	-	8,531
Total assets	<u>722</u>	<u>1,677</u>	<u>402</u>	<u>14</u>	<u>135</u>	<u>37</u>	<u>5,738</u>	<u>170</u>	<u>928</u>	<u>7,086</u>	<u>16,075</u>
<b>LIABILITIES AND FUND BALANCE</b>											
Liabilities:											
Accounts and contracts payable	28	28	11	41	1	-	151	5	12	164	1,099
Other accrued liabilities	219	1	-	24	-	-	-	3	-	-	404
Advance payments and deposits	-	-	-	-	-	-	490	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	851	-	-	-
Due to others	-	-	-	-	-	-	1,227	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	<u>247</u>	<u>29</u>	<u>11</u>	<u>65</u>	<u>1</u>	<u>-</u>	<u>1,868</u>	<u>859</u>	<u>12</u>	<u>164</u>	<u>1,503</u>
Fund balances:											
Reserved	76	9	23	-	2	-	224	-	3	3,520	2,259
Unreserved	399	1,639	368	(51)	132	37	3,646	(689)	913	3,402	12,313
Total fund balances (deficit)	<u>475</u>	<u>1,648</u>	<u>391</u>	<u>(51)</u>	<u>134</u>	<u>37</u>	<u>3,870</u>	<u>(689)</u>	<u>916</u>	<u>6,922</u>	<u>14,572</u>
Total liabilities and fund balances	<u>\$ 722</u>	<u>\$ 1,677</u>	<u>\$ 402</u>	<u>\$ 14</u>	<u>\$ 135</u>	<u>\$ 37</u>	<u>\$ 5,738</u>	<u>\$ 170</u>	<u>\$ 928</u>	<u>\$ 7,086</u>	<u>\$ 16,075</u>

(continued)

DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Balance Sheet  
 December 31, 2006  
 (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	Fire	Hospital	Hotel / Motel Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>											
Cash and cash equivalents	\$ 1	\$ 8	\$ 107	\$ 32	\$ 533	\$ -	\$ -	\$ 346	\$ 176	\$ 1,246	\$ 25,310
Taxes receivable (net)	-	-	-	-	-	2,012	903	137	-	-	3,052
Accounts receivable (net)	-	-	-	-	-	104	-	-	7	56	1,759
Due from other governments	-	-	-	-	-	-	-	-	-	-	8,531
Total assets	<u>1</u>	<u>8</u>	<u>107</u>	<u>32</u>	<u>533</u>	<u>2,116</u>	<u>903</u>	<u>483</u>	<u>183</u>	<u>1,302</u>	<u>38,652</u>
<b>LIABILITIES AND FUND BALANCE</b>											
Liabilities:											
Accounts and contracts payable	-	-	-	-	13	187	-	-	-	-	1,740
Other accrued liabilities	-	-	-	-	2	1,253	-	-	-	-	1,906
Advance payments and deposits	-	-	-	-	-	-	-	-	-	-	490
Due to other funds	-	-	-	-	-	1,238	124	-	-	576	2,789
Due to others	-	-	-	-	-	-	-	-	5	-	1,232
Deferred revenue	-	-	-	-	395	268	142	-	-	-	805
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>410</u>	<u>2,946</u>	<u>266</u>	<u>-</u>	<u>5</u>	<u>576</u>	<u>8,962</u>
Fund balances:											
Reserved	-	-	-	-	-	-	-	-	-	-	6,116
Unreserved	<u>1</u>	<u>8</u>	<u>107</u>	<u>32</u>	<u>123</u>	<u>(830)</u>	<u>637</u>	<u>483</u>	<u>178</u>	<u>726</u>	<u>23,574</u>
Total fund balances (deficit)	<u>1</u>	<u>8</u>	<u>107</u>	<u>32</u>	<u>123</u>	<u>(830)</u>	<u>637</u>	<u>483</u>	<u>178</u>	<u>726</u>	<u>29,690</u>
Total liabilities and fund balances	<u>\$ 1</u>	<u>\$ 8</u>	<u>\$ 107</u>	<u>\$ 32</u>	<u>\$ 533</u>	<u>\$ 2,116</u>	<u>\$ 903</u>	<u>\$ 483</u>	<u>\$ 183</u>	<u>\$ 1,302</u>	<u>\$ 38,652</u>



DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 For the Year Ended December 31, 2006  
 (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
<b>REVENUES</b>											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	8,621	-	-	-	-	-	-	-	-	-	-
Use of money and property	90	81	-	-	8	5	-	163	-	39	517
Intergovernmental	-	-	77	430	-	-	-	3,200	-	-	-
Fines and forfeitures	-	-	1,651	936	-	-	41	-	-	-	-
Charges for services	66	-	-	-	1,426	65	-	-	3,302	226	796
Miscellaneous	12	166	-	-	1	-	-	1	-	-	11,262
Total revenues	8,789	247	1,728	1,366	1,435	70	41	3,364	3,302	265	12,575
<b>EXPENDITURES</b>											
Current:											
General government	-	40	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	526	-	-	9,939
Civil and criminal court system	-	-	-	406	-	13	13	86	-	-	-
Public works	9,554	-	-	-	-	-	-	-	3,849	18	-
Community development	-	-	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	1,574	-	34	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	9,554	40	-	406	1,574	13	47	612	3,849	18	9,939
Excess (deficiency) of revenues over (under) expenditures	(765)	207	1,728	960	(139)	57	(6)	2,752	(547)	247	2,636
<b>OTHER FINANCING SOURCES (USES)</b>											
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(1,728)	(1,165)	(20)	-	-	-	-	-	(7,443)
Total other financing sources (uses)	-	-	(1,728)	(1,165)	(20)	-	-	-	-	-	(7,443)
Net change in fund balance	(765)	207	-	(205)	(159)	57	(6)	2,752	(547)	247	(4,807)
Fund balance - beginning	1,240	1,441	-	596	108	77	43	1,118	(142)	669	11,729
Fund balance - ending	\$ 475	\$ 1,648	\$ -	\$ 391	\$ (51)	\$ 134	\$ 37	\$ 3,870	\$ (689)	\$ 916	\$ 6,922

(continued)

DeKalb County, Georgia  
 Nonmajor Special Revenue Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 For the Year Ended December 31, 2006  
 (in thousands of dollars)  
 (continued)

	Grant-in-Aid	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	Fire	Hospital	Hotel / Motel Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>												
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 41,253	\$ 18,980	\$ 2,699	\$ -	\$ -	\$ 62,932
Licenses and permits	-	-	-	-	-	-	-	-	-	-	-	8,621
Use of money and property	-	-	-	-	4	13	128	-	-	2	44	1,094
Intergovernmental	35,046	-	-	-	-	127	974	2,547	-	-	-	42,401
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	2,628
Charges for services	-	-	-	-	-	-	-	-	-	-	-	5,881
Miscellaneous	1,809	-	-	21	-	-	55	-	-	95	643	14,065
Total revenues	<u>36,855</u>	<u>-</u>	<u>-</u>	<u>21</u>	<u>4</u>	<u>140</u>	<u>42,410</u>	<u>21,527</u>	<u>2,699</u>	<u>97</u>	<u>687</u>	<u>137,622</u>
<b>EXPENDITURES</b>												
Current:												
General government	4,345	-	-	-	-	-	-	-	2,608	-	-	6,993
Public safety	9,339	-	6	4	118	161	51,350	-	-	-	-	71,443
Civil and criminal court system	1,232	-	-	-	-	-	-	-	-	81	598	2,429
Public works	47	-	-	-	-	-	-	-	-	-	-	13,468
Community development	7,486	-	-	-	-	-	-	-	-	-	-	7,486
Parks and recreation	438	-	-	-	-	-	-	-	-	-	-	2,046
Health and welfare	5,957	-	-	-	-	-	-	22,158	-	-	-	28,115
Total expenditures	<u>28,844</u>	<u>-</u>	<u>6</u>	<u>4</u>	<u>118</u>	<u>161</u>	<u>51,350</u>	<u>22,158</u>	<u>2,608</u>	<u>81</u>	<u>598</u>	<u>131,980</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,011</u>	<u>-</u>	<u>(6)</u>	<u>17</u>	<u>(114)</u>	<u>(21)</u>	<u>(8,940)</u>	<u>(631)</u>	<u>91</u>	<u>16</u>	<u>89</u>	<u>5,642</u>
<b>OTHER FINANCING SOURCES (USES)</b>												
Transfers in	6,561	-	-	-	-	110	-	-	-	-	-	6,671
Transfers out	-	-	-	-	-	-	-	-	-	-	-	(10,356)
Total other financing sources (uses)	<u>6,561</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>110</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,685)</u>
Net change in fund balance	14,572	-	(6)	17	(114)	89	(8,940)	(631)	91	16	89	1,957
Fund balance - beginning	-	1	14	90	146	34	8,110	1,268	392	162	637	27,733
Fund balance - ending	<u>\$ 14,572</u>	<u>\$ 1</u>	<u>\$ 8</u>	<u>\$ 107</u>	<u>\$ 32</u>	<u>\$ 123</u>	<u>\$ (830)</u>	<u>\$ 637</u>	<u>\$ 483</u>	<u>\$ 178</u>	<u>\$ 726</u>	<u>\$ 29,690</u>

## DeKalb County, Georgia

## Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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	\$ 9,702	\$ 8,621	\$ (1,081)	\$ -	\$ -	\$ -
Charges for services	52	66	14	-	-	-
Investment income	30	97	67	10	87	77
Miscellaneous	55	11	(44)	108	166	58
Total revenues	<u>9,839</u>	<u>8,795</u>	<u>(1,044)</u>	<u>118</u>	<u>253</u>	<u>135</u>
Expenditures:						
Current:						
General government	-	-	-	1,552	214	(1,338)
Planning & Development	11,435	9,968	(1,467)	-	-	-
Total expenditures	<u>11,435</u>	<u>9,968</u>	<u>(1,467)</u>	<u>1,552</u>	<u>214</u>	<u>(1,338)</u>
Excess (deficiency) of revenues over expenditures	(1,596)	(1,173)	423	(1,434)	39	1,473
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,596)	(1,173)	423	(1,434)	39	1,473
Fund balance, beginning of year	1,596	1,596	-	1,434	1,434	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 423</u>	<u>\$ 423</u>	<u>\$ -</u>	<u>\$ 1,473</u>	<u>\$ 1,473</u>
Explanation of differences between budget and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (1,173)		\$ 39		
Differences - budget to GAAP:						
Due to revenues:						
Accrued receivables 12-31-2005		(7)		(6)		
Accrued receivables 12-31-2006		-		-		
Due to expenditures:						
Accrued payables 12-31-2005		576		179		
Accrued payables 12-31-2006		(237)		(14)		
Due to encumbrance accrual 12 31-06		76		9		
Net change in fund balance - GAAP basis		<u>\$ (765)</u>		<u>\$ 207</u>		

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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)
Revenues:									
Intergovernmental	\$ 100	\$ 76	\$ (24)	\$ 413	\$ 430	\$ 17	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	1,814	1,427	(387)
Fines and forfeitures	1,730	1,651	(79)	950	936	(14)	-	-	-
Investment income	-	-	-	-	-	-	-	9	9
Miscellaneous	-	-	-	-	-	-	-	1	1
Total revenues	<u>1,830</u>	<u>1,727</u>	<u>(103)</u>	<u>1,363</u>	<u>1,366</u>	<u>3</u>	<u>1,814</u>	<u>1,437</u>	<u>(377)</u>
Expenditures:									
Current:									
Civil and criminal court system - district attorney	-	-	-	628	418	(210)	-	-	-
Parks and recreation	-	-	-	-	-	-	1,926	1,709	(217)
Total expenditures	-	-	-	<u>628</u>	<u>418</u>	<u>(210)</u>	<u>1,926</u>	<u>1,709</u>	<u>(217)</u>
Excess (deficiency) of revenues over expenditures	1,830	1,727	(103)	735	948	213	(112)	(272)	(160)
Other financing sources (uses):									
Transfers out	<u>(1,830)</u>	<u>(1,727)</u>	<u>103</u>	<u>(1,332)</u>	<u>(1,165)</u>	<u>167</u>	<u>(20)</u>	<u>(20)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	(597)	(217)	380	(132)	(292)	(160)
Fund balance, beginning of year	-	-	-	597	597	-	132	132	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 380</u>	<u>\$ 380</u>	<u>\$ -</u>	<u>\$ (160)</u>	<u>\$ (160)</u>
Explanation of differences between budget and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ -			\$ (217)			\$ (292)	
Differences - budget to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2005		-			-			(1)	
Accrued receivables 12-31-2006		-			-			-	
Due to expenditures:									
Accrued payables 12-31-2005		-			-			62	
Accrued payables 12-31-2006		-			(11)			(33)	
Due to encumbrance accrual 12 31-06		-			23			105	
Net change in fund balance - GAAP basis		<u>\$ -</u>			<u>\$ (205)</u>			<u>\$ (159)</u>	

(continued)

## DeKalb County, Georgia

## Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,851	\$ 3,200	\$ 349
Charges for services	163	65	(98)	-	-	-	-	-	-
Fines and forfeitures	-	-	-	65	41	(24)	-	-	-
Investment income	1	5	4	1	(1)	(2)	-	170	170
Miscellaneous	-	-	-	-	-	-	-	1	1
Total revenues	<u>164</u>	<u>70</u>	<u>(94)</u>	<u>66</u>	<u>40</u>	<u>(26)</u>	<u>2,851</u>	<u>3,371</u>	<u>520</u>
Expenditures:									
Current:									
Public safety - police	-	-	-	-	-	-	2,785	885	(1,900)
Civil and criminal court system - sheriff	-	-	-	-	-	-	31	-	(31)
Civil and criminal court system - juvenile court	241	14	(227)	-	12	12	-	-	-
Civil and criminal court system - district attorney	-	-	-	-	-	-	1,146	360	(786)
Health and welfare	-	-	-	109	34	(75)	-	-	-
Total expenditures	<u>241</u>	<u>14</u>	<u>(227)</u>	<u>109</u>	<u>46</u>	<u>(63)</u>	<u>3,962</u>	<u>1,245</u>	<u>(2,717)</u>
Excess (deficiency) of revenues over expenditures	(77)	56	133	(43)	(6)	37	(1,111)	2,126	3,237
Other financing sources (uses):									
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(77)	56	133	(43)	(6)	37	(1,111)	2,126	3,237
Fund balance, beginning of year	77	77	-	43	43	-	1,111	1,111	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 133</u>	<u>\$ 133</u>	<u>\$ -</u>	<u>\$ 37</u>	<u>\$ 37</u>	<u>\$ -</u>	<u>\$ 3,237</u>	<u>\$ 3,237</u>
Explanation of differences between budget and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 56			\$ (6)			\$ 2,126	
Differences - budget to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2006		-			-			(7)	
Due to expenditures:									
Accrued payables 12-31-2005		-			-			431	
Accrued payables 12-31-2006		(1)			-			(22)	
Due to encumbrance accrual 12 31-06		2			-			224	
Net change in fund balance - GAAP basis		<u>\$ 57</u>			<u>\$ (6)</u>			<u>\$ 2,752</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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	\$ 3,587	\$ 3,285	\$ (302)	\$ 120	\$ 228	\$ 108	\$ -	\$ -	\$ -
Investment income	1	(52)	(53)	10	39	29	200	562	362
Miscellaneous	-	-	-	-	-	-	13,115	11,879	(1,236)
Total revenues	<u>3,588</u>	<u>3,233</u>	<u>(355)</u>	<u>130</u>	<u>267</u>	<u>137</u>	<u>13,315</u>	<u>12,441</u>	<u>362</u>
Expenditures:									
Current:									
Public safety	-	-	-	-	-	-	15,816	13,917	(1,899)
Public works - transportation	3,295	3,792	497	-	-	-	-	-	-
Public works - roads and drainage	-	-	-	790	18	(772)	-	-	-
Total expenditures	<u>3,295</u>	<u>3,792</u>	<u>497</u>	<u>790</u>	<u>18</u>	<u>(772)</u>	<u>15,816</u>	<u>13,917</u>	<u>(1,899)</u>
Excess (deficiency) of revenues over expenditures	293	(559)	(852)	(660)	249	909	(2,501)	(1,476)	2,261
Other financing sources (uses):									
Transfers out	-	-	-	-	-	-	(9,097)	(7,443)	1,654
Excess (deficiency) of revenues and other sources over expenditures and other uses	293	(559)	(852)	(660)	249	909	(11,598)	(8,919)	3,915
Fund balance, beginning of year	(293)	(293)	-	660	660	-	11,598	11,598	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ (852)</u>	<u>\$ (852)</u>	<u>\$ -</u>	<u>\$ 909</u>	<u>\$ 909</u>	<u>\$ -</u>	<u>\$ 2,679</u>	<u>\$ 3,915</u>
Explanation of differences between budget and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (559)			\$ 249			\$ (8,919)	
Differences - budget to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2005		(153)			(9)			(662)	
Accrued receivables 12-31-2006		170			7			796	
Due to expenditures:									
Accrued payables 12-31-2005		3			-			531	
Accrued payables 12-31-2006		(8)			(3)			(73)	
Due to encumbrance accrual 12-31-06		-			3			3,520	
Net change in fund balance - GAAP basis		<u>\$ (547)</u>			<u>\$ 247</u>			<u>\$ (4,807)</u>	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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)
<b>Revenues:</b>									
Intergovernmental	\$ 30,596	\$ 47,490	\$ 16,894	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	81	81	-	-	-	-	(6)	(6)
Miscellaneous	-	-	-	-	-	-	5	-	(5)
Deferred revenue	29,923	1,728	(28,195)	-	-	-	-	-	-
Total revenues	60,519	49,299	(11,220)	-	-	-	5	(6)	(11)
<b>Expenditures:</b>									
<b>Current:</b>									
General government:									
Finance	2	2	-	-	-	-	-	-	-
Cooperative extension	209	21	(188)	-	-	-	-	-	-
Workforce development	7,921	4,141	(3,780)	-	-	-	-	-	-
Total general government	8,132	4,164	(3,968)	-	-	-	-	-	-
Public safety:									
Police	7,071	8,292	1,221	1	-	(1)	25	-	(25)
Fire and rescue services	1,020	1,000	(20)	-	-	-	-	-	-
Total public safety	8,091	9,292	1,201	1	-	(1)	25	-	(25)
Civil and criminal court system:									
Sheriff	363	34	(329)	-	-	-	-	-	-
Juvenile court	869	237	(632)	-	-	-	-	-	-
Superior court	571	280	(291)	-	-	-	-	-	-
State court	6	1	(5)	-	-	-	-	-	-
Solicitor	341	135	(206)	-	-	-	-	-	-
District attorney	691	526	(165)	-	-	-	-	-	-
Magistrate court	6	-	(6)	-	-	-	-	-	-
Total civil and criminal court system	2,847	1,213	(1,634)	-	-	-	-	-	-
Public works:									
Administration	78	47	(31)	-	-	-	-	-	-
Sanitation	21	-	(21)	-	-	-	-	-	-
Total public works	99	47	(52)	-	-	-	-	-	-
Community development	22,435	9,465	(12,970)	-	-	-	-	-	-
Parks and recreation	1,608	435	(1,173)	-	-	-	-	-	-
Health and welfare:									
Public health	22	-	(22)	-	-	-	-	-	-
Senior citizens services	3,065	3,899	834	-	-	-	-	-	-
Family and children services	1,879	1,854	(25)	-	-	-	-	-	-
Total health and welfare	4,966	5,753	787	-	-	-	-	-	-
Non-departmental	351	136	(215)	-	-	-	-	-	-
Total expenditures	48,529	30,505	(18,024)	1	-	(1)	25	-	(25)
Excess (deficiency) of revenues over expenditures	11,990	18,794	6,804	(1)	-	1	(20)	(6)	14
Other financing sources (uses):									
Transfers in	6,532	6,561	29	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	18,522	25,355	6,833	(1)	-	1	(20)	(6)	14
Fund balance, beginning of year	(18,522)	(20,520)	(1,998)	1	1	-	20	14	(6)
Fund balance, end of year	\$ -	\$ 4,835	\$ 4,835	\$ -	\$ 1	\$ 1	\$ -	\$ 8	\$ 8
<b>Explanation of differences between budget and GAAP:</b>									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 25,355		\$ -			\$ (6)		
Differences - budget to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2005		(21,062)		-	-	-	-	-	-
Accrued receivables 12-31-2006		8,618		-	-	-	-	-	-
Due to expenditures:									
Accrued payables 12-31-2005		543		-	-	-	-	-	-
Accrued payables 12-31-2006		(1,141)		-	-	-	-	-	-
Due to encumbrance accrual 12 31-06		2,259		-	-	-	-	-	-
Net change in fund balance - GAAP basis		\$ 14,572		\$ -			\$ (6)		

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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		
	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	\$ -	\$ -	\$ -	\$ 188	\$ -	\$ (188)	\$ 212	\$ 127	\$ (85)
Investment income	-	(6)	(6)	6	4	(2)	6	13	7
Miscellaneous	86	-	(86)	-	-	-	349	-	(349)
Total revenues	<u>86</u>	<u>(6)</u>	<u>(92)</u>	<u>194</u>	<u>4</u>	<u>(190)</u>	<u>567</u>	<u>140</u>	<u>(427)</u>
Expenditures:									
Current:									
Public safety - police	205	(21)	(226)	194	118	(76)	677	159	(518)
Total expenditures	<u>205</u>	<u>(21)</u>	<u>(226)</u>	<u>194</u>	<u>118</u>	<u>(76)</u>	<u>677</u>	<u>159</u>	<u>(518)</u>
Excess (deficiency) of revenues over expenditures	(119)	15	134	-	(114)	(114)	(110)	(19)	91
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	110	110	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(119)	15	134	-	(114)	(114)	-	91	91
Fund balance, beginning of year	119	91	(28)	-	147	147	-	34	34
Fund balance, end of year	<u>\$ -</u>	<u>\$ 106</u>	<u>\$ 106</u>	<u>\$ -</u>	<u>\$ 33</u>	<u>\$ 33</u>	<u>\$ -</u>	<u>\$ 125</u>	<u>\$ 125</u>
Explanation of differences between budget and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 15			\$ (114)			\$ 91	
Differences - budget to GAAP:									
Due to expenditures:									
Accrued payables 12-31-2005		2			-			-	
Accrued payables 12-31-2006		-			-			(2)	
Net change in fund balance - GAAP basis		<u>\$ 17</u>			<u>\$ (114)</u>			<u>\$ 89</u>	

(continued)



## DeKalb County, Georgia

## Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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	\$ 30,716	\$ 29,886	\$ (830)	\$ 12,305	\$ 11,871	\$ (434)	\$ 2,450	\$ 2,723	\$ 273
Sales taxes	14,444	12,619	(1,825)	5,895	7,548	1,653	-	-	-
Intergovernmental	974	974	-	2,548	2,548	-	-	-	-
Investment income	30	158	128	-	(199)	(199)	-	-	-
Miscellaneous	55	54	(1)	-	-	-	-	-	-
Total revenues	<u>46,219</u>	<u>43,691</u>	<u>(2,528)</u>	<u>20,748</u>	<u>21,768</u>	<u>1,020</u>	<u>2,450</u>	<u>2,723</u>	<u>273</u>
Expenditures:									
Current:									
General government	-	-	-	-	-	-	2,681	2,608	(73)
Health and welfare - hospital	-	-	-	21,986	21,958	(28)	-	-	-
Public safety - fire and rescue services	55,308	52,062	(3,246)	-	-	-	-	-	-
Total expenditures	<u>55,308</u>	<u>52,062</u>	<u>(3,246)</u>	<u>21,986</u>	<u>21,958</u>	<u>(28)</u>	<u>2,681</u>	<u>2,608</u>	<u>(73)</u>
Excess (deficiency) of revenues over expenditures	(9,089)	(8,371)	718	(1,238)	(190)	1,048	(231)	115	346
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(9,089)	(8,371)	718	(1,238)	(190)	1,048	(231)	115	346
Fund balance, beginning of year	9,089	9,089	-	1,238	1,238	-	231	231	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 718</u>	<u>\$ 718</u>	<u>\$ -</u>	<u>\$ 1,048</u>	<u>\$ 1,048</u>	<u>\$ -</u>	<u>\$ 346</u>	<u>\$ 346</u>
Explanation of differences between budget and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (8,371)			\$ (190)		\$ 115		
Differences - budget to GAAP:									
Due to revenues:									
Accrued receivables 12-31-2005		(3,829)			(1,557)		(161)		
Accrued receivables 12-31-2006		2,116			903		137		
Deferred revenues 12-31-2005		700			355		-		
Deferred revenues 12-31-2006		(268)			(142)		-		
Due to expenditures:									
Accrued payables 12-31-2005		1,297			-		-		
Accrued payables 12-31-2006		(1,291)			-		-		
Due to encumbrance accrual 12 31-06		706			-		-		
Net change in fund balance - GAAP basis		<u>\$ (8,940)</u>			<u>\$ (631)</u>		<u>\$ 91</u>		

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2006

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

	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)
Revenues:						
Investment income	\$ -	2	2	\$ -	44	44
Miscellaneous	-	95	95	-	643	643
Total revenues	-	97	97	-	687	687
Expenditures:						
Current:						
Civil and criminal court system:	162	81	(81)	637	598	(39)
Total expenditures	162	81	(81)	637	598	(39)
Excess (deficiency) of revenues over expenditures	(162)	16	178	(637)	89	726
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(162)	16	178	(637)	89	726
Fund balance, beginning of year	162	162	-	637	637	-
Fund balance, end of year	\$ -	\$ 178	\$ 178	\$ -	\$ 726	\$ 726
Explanation of differences between budget and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ 16			\$ 89	
Net change in fund balance - GAAP basis		\$ 16			\$ 89	

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, 2006  
(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	\$ 11,800	\$ 16,967	\$ 960	\$ 2,748	\$ 32,475
Taxes receivable (net)	712	1,425	-	-	2,137
Total Assets	<u>12,512</u>	<u>18,392</u>	<u>960</u>	<u>2,748</u>	<u>34,612</u>
<b>LIABILITIES AND FUND BALANCE</b>					
Liabilities:					
Accounts and contracts payable	-	10,708	975	2,764	14,447
Deferred revenue	170	673	-	-	843
Total Liabilities	<u>170</u>	<u>11,381</u>	<u>975</u>	<u>2,764</u>	<u>15,290</u>
Fund balance (deficit)	<u>12,342</u>	<u>7,011</u>	<u>(15)</u>	<u>(16)</u>	<u>19,322</u>
Total liabilities and fund balances	<u>\$ 12,512</u>	<u>\$ 18,392</u>	<u>\$ 960</u>	<u>\$ 2,748</u>	<u>\$ 34,612</u>

DeKalb County, Georgia  
Nonmajor Debt Service Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
For the Year Ended December 31, 2006  
(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	\$ 13,513	\$ 29,254	\$ -	\$ -	\$ 42,767
Use of money and property	214	479	9,083	4,017	13,793
Total revenues	<u>13,727</u>	<u>29,733</u>	<u>9,083</u>	<u>4,017</u>	<u>56,560</u>
<b>EXPENDITURES</b>					
General government	15	3	1	2	21
Debt service					
Principal	8,250	13,255	975	1,810	24,290
Interest	5,600	12,662	2,122	2,454	22,838
Total debt service	<u>13,850</u>	<u>25,917</u>	<u>3,097</u>	<u>4,264</u>	<u>47,128</u>
Total expenditures	<u>13,865</u>	<u>25,920</u>	<u>3,098</u>	<u>4,266</u>	<u>47,149</u>
Excess (deficiency) of revenues over (under) expenditures	(138)	3,813	5,985	(249)	9,411
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	3,285	-	-	3,285
Transfers out	-	(3,285)	(6,000)	-	(9,285)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(6,000)</u>	<u>-</u>	<u>(6,000)</u>
Net change in fund balance	(138)	3,813	(15)	(249)	3,411
Fund balance - beginning	<u>12,480</u>	<u>3,198</u>	<u>-</u>	<u>233</u>	<u>15,911</u>
Fund balance (deficit) - ending	<u>\$ 12,342</u>	<u>\$ 7,011</u>	<u>\$ (15)</u>	<u>\$ (16)</u>	<u>\$ 19,322</u>

## 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, 2006

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	\$ 12,716	\$ 13,147	\$ 431	\$ 25,865	\$ 28,678	\$ 2,813
Investment income	100	255	155	150	491	341
Total revenues	<u>12,816</u>	<u>13,402</u>	<u>586</u>	<u>26,015</u>	<u>29,169</u>	<u>3,154</u>
Expenditures:						
Debt service	<u>13,933</u>	<u>2,718</u>	<u>(11,215)</u>	<u>29,024</u>	<u>25,920</u>	<u>(3,104)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,117)</u>	<u>10,684</u>	<u>11,801</u>	<u>(3,009)</u>	<u>3,249</u>	<u>6,258</u>
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,117)	10,684	11,801	(3,009)	3,249	6,258
Fund balance, beginning of year	1,117	1,117	-	3,009	3,009	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 11,801</u>	<u>\$ 11,801</u>	<u>\$ -</u>	<u>\$ 6,258</u>	<u>\$ 6,258</u>

## Explanation of differences between budget and GAAP:

Deficiency of revenues and other sources over expenditures  
and other uses - budget basis

\$ 10,684

\$ 3,249

Differences - budget to GAAP:

Due to revenues:

Accrued receivables 12-31-2005

(513)

(411)

Accrued receivables 12-31-2006

712

1,426

Deferred revenues 12-31-2005

296

222

Deferred revenues 12-31-2006

(170)

(673)

Due to expenditures:

Debt service payment due 12-31-2005

(11,147)

-

Debt service payment due 12-31-2006

-

-

Net change in fund balance - GAAP basis

\$ (138)\$ 3,813

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, 2006

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	\$ -	\$ (88)	\$ (88)	\$ -	\$ (14)	\$ (14)
Miscellaneous	4,064	4,118	54	9,097	9,097	-
Total revenues	4,064	4,030	(34)	9,097	9,083	(14)
Expenditures:						
Debt service	3,023	4,266	1,243	9,097	9,098	1
Excess (deficiency) of revenues over expenditures	1,041	(236)	(1,277)	-	(15)	(15)
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,041	(236)	(1,277)	-	(15)	(15)
Fund balance, beginning of year	(1,041)	(1,041)	-	-	-	-
Fund balance, end of year	\$ -	\$ (1,277)	\$ (1,277)	\$ -	\$ (15)	\$ (15)
Explanation of differences between budget and GAAP:						
Deficiency of revenues and other sources over expenditures and other uses - budget basis		\$ (236)			\$ (15)	
Differences - budget to GAAP:						
Due to revenues:						
Accrued receivables 12-31-2005		(1,274)			-	
Accrued receivables 12-31-2006		1,261			-	
Net change in fund balance - GAAP basis		\$ (249)			\$ (15)	

## 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 issues 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 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.

DeKalb County, Georgia  
 Nonmajor Capital Project Funds  
 Combining Balance Sheet  
 December 31, 2006  
 (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	Total Nonmajor Capital Project Funds
<u>ASSETS</u>												
Cash and cash equivalents	\$ 122	\$ 2,387	\$ 116	\$ 49,748	\$ 12,317	\$ 33,179	\$ 10,956	\$ 1	\$ 21	\$ 19,589	\$ 12,914	\$ 141,350
Due from other governments	-	-	-	-	18	1,391	-	-	-	-	-	1,409
Total assets	<u>122</u>	<u>2,387</u>	<u>116</u>	<u>49,748</u>	<u>12,335</u>	<u>34,570</u>	<u>10,956</u>	<u>1</u>	<u>21</u>	<u>19,589</u>	<u>12,914</u>	<u>142,759</u>
<u>LIABILITIES AND FUND BALANCE</u>												
Liabilities:												
Accounts and contracts payable	-	-	-	82	721	629	711	-	-	833	2,275	5,251
Total liabilities	-	-	-	82	721	629	711	-	-	833	2,275	5,251
Fund balance:												
Reserved	-	19	-	3,048	1,410	2,096	54	-	-	3,089	9,173	18,889
Unreserved	122	2,368	116	46,618	10,204	31,845	10,191	1	21	15,667	1,466	118,619
Total fund balance	<u>122</u>	<u>2,387</u>	<u>116</u>	<u>49,666</u>	<u>11,614</u>	<u>33,941</u>	<u>10,245</u>	<u>1</u>	<u>21</u>	<u>18,756</u>	<u>10,639</u>	<u>137,508</u>
Total liabilities and fund balances	<u>\$ 122</u>	<u>\$ 2,387</u>	<u>\$ 116</u>	<u>\$ 49,748</u>	<u>\$ 12,335</u>	<u>\$ 34,570</u>	<u>\$ 10,956</u>	<u>\$ 1</u>	<u>\$ 21</u>	<u>\$ 19,589</u>	<u>\$ 12,914</u>	<u>\$ 142,759</u>



## DeKalb County, Georgia

## Nonmajor Capital Project Funds

## Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

For the Year Ended December 31, 2006

(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	Total Nonmajor Capital Project Funds
<b>Revenues</b>												
Use of money and property	\$ 9	\$ 116	\$ 6	\$ 2,302	\$ 478	\$ -	\$ -	\$ -	\$ -	\$ 1,191	\$ 1,083	\$ 5,185
Intergovernmental	-	-	-	1,230	18	1,048	-	-	1	-	-	2,297
Miscellaneous	-	-	-	208	601	3,300	-	-	-	-	-	4,109
Total revenues	9	116	6	3,740	1,097	4,348	-	-	1	1,191	1,083	11,591
<b>Expenditures</b>												
Capital outlay:												
General government	-	-	-	-	-	5,506	-	-	-	-	-	5,506
Public safety	-	-	-	-	-	50	-	-	-	16,511	-	16,561
Civil and criminal court system	-	10	-	-	-	302	3,038	-	-	-	22,150	25,500
Public works	-	-	-	-	14	20,334	-	-	-	-	-	20,348
Parks and recreation	47	-	-	7,638	-	18	-	-	12	-	-	7,715
Library	-	-	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	30	-	-	-	-	-	30
Total expenditures	47	10	-	7,638	14	26,240	3,038	-	12	16,511	22,150	75,660
Excess (deficiency) of revenues over expenditures	(38)	106	6	(3,898)	1,083	(21,892)	(3,038)	-	(11)	(15,320)	(21,067)	(64,069)
<b>Other Financing Sources (Uses)</b>												
Transfers in	-	-	-	-	-	17,026	-	-	-	6,000	-	23,026
Transfers out	-	-	-	-	(300)	-	-	-	-	-	-	(300)
Total other financing sources (uses)	-	-	-	-	(300)	17,026	-	-	-	6,000	-	22,726
Net change in fund balance	(38)	106	6	(3,898)	783	(4,866)	(3,038)	-	(11)	(9,320)	(21,067)	(41,343)
Fund balance - beginning	160	2,281	110	53,564	10,831	38,807	13,283	1	32	28,076	31,706	178,851
Fund balance - ending	\$ 122	\$ 2,387	\$ 116	\$ 49,666	\$ 11,614	\$ 33,941	\$ 10,245	\$ 1	\$ 21	\$ 18,756	\$ 10,639	\$ 137,508

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, 2006  
 (in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
<u>ASSETS</u>			
Current assets:			
Cash and cash equivalents	\$ 9,059	\$ 3,364	\$ 12,423
Accounts receivable (net)	142	876	1,018
Due from other governments	640	2,164	2,804
Total current assets	9,841	6,404	16,245
Noncurrent assets:			
Capital assets (net)	49,382	4,790	54,172
Total assets	59,223	11,194	70,417
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	32	789	821
Other accrued liabilities	43	-	43
Compensated absences payable	102	-	102
Advance payments and deposits	7	-	7
Total current liabilities	184	789	973
Total liabilities	184	789	973
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	49,382	4,790	54,172
Unrestricted	9,657	5,615	15,272
Total net assets	\$ 59,039	\$ 10,405	\$ 69,444

DeKalb County, Georgia  
Nonmajor Proprietary Funds  
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
For the Year Ended December 31, 2006  
(In thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Operating revenues:			
Rental fees	\$ 3,802	\$ -	\$ 3,802
Intergovernmental	1,364	2,322	3,686
Charges for services	-	17,235	17,235
Miscellaneous	1	-	1
Total operating revenues	<u>5,167</u>	<u>19,557</u>	<u>24,724</u>
Operating expenses:			
Salaries and employee benefits	1,258	-	1,258
Supplies	150	2,336	2,486
Operating services and charges	803	11,641	12,444
Depreciation and amortization	513	-	513
Total operating expenses	<u>2,724</u>	<u>13,977</u>	<u>16,701</u>
Operating income	2,443	5,580	8,023
Nonoperating revenues:			
Interest income	363	169	532
Income before capital donations and transfers	2,806	5,749	8,555
Transfers in	62	-	62
Transfers out	-	(400)	(400)
Change in net assets	2,868	5,349	8,217
Net assets - beginning	<u>56,171</u>	<u>5,056</u>	<u>61,227</u>
Net assets - ending	<u>\$ 59,039</u>	<u>\$ 10,405</u>	<u>\$ 69,444</u>

DeKalb County, Georgia  
 Nonmajor Enterprise Funds  
 Combining Statement of Cash Flows  
 For the Year Ended December 31, 2006  
 (In thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Cash flows from operating activities:			
Cash received from customers	\$ 3,775	\$ 17,235	\$ 21,010
Cash payments to suppliers for goods and services	(1,153)	(12,965)	(14,118)
Cash payments to employees for services	(1,248)	-	(1,248)
Other operating revenues	2,464	-	2,464
Net cash provided by operating activities	<u>3,838</u>	<u>4,270</u>	<u>8,108</u>
Cash flows from noncapital financing activities:			
Transfers to other funds	62	(400)	(338)
Net cash required by noncapital financing activities	<u>62</u>	<u>(400)</u>	<u>(338)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(2,086)	(4,435)	(6,521)
Capital donations	-	-	-
Net cash required by capital and related financing activities	<u>(2,086)</u>	<u>(4,435)</u>	<u>(6,521)</u>
Cash flows from investing activities:			
Interest on investments	363	169	532
Net cash provided by investing activities	<u>363</u>	<u>169</u>	<u>532</u>
Net increase in cash and cash equivalents	2,177	(396)	1,781
Cash and cash equivalents at beginning of year	6,882	3,760	10,642
Cash and cash equivalents at end of year	<u>9,059</u>	<u>3,364</u>	<u>12,423</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	2,443	5,580	8,023
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	513	-	513
Change in assets and liabilities:			
(Increase) decrease in receivables	1,072	(1,975)	(903)
Increase (decrease) in payables	(192)	665	473
Increase (decrease) in other liabilities	2	-	2
Net cash provided by operating activities	<u>3,838</u>	<u>4,270</u>	<u>8,108</u>
Noncash capital donations	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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  
December 31, 2006  
(In thousands of dollars)

<u>ASSETS</u>	Vehicle Maintenance	Vehicle Replacement	Risk Management	Total
Current assets:				
Cash and cash equivalents	\$ 509	\$ 42,749	\$ 14,711	\$ 57,969
Inventories and prepaid items	1,830	-	803	2,633
Total current assets	<u>2,339</u>	<u>42,749</u>	<u>15,514</u>	<u>60,602</u>
Noncurrent assets:				
Capital assets (net)	<u>1,502</u>	<u>41,147</u>	<u>-</u>	<u>42,649</u>
Total assets	<u>3,841</u>	<u>83,896</u>	<u>15,514</u>	<u>103,251</u>
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	1,691	2,144	3,541	7,376
Claims and judgments payable, current portion	-	-	8,180	8,180
Obligation under capital leases, current portion	-	1,792	-	1,792
Compensated absences payable	702	-	-	702
Other accrued liabilities	273	-	-	273
Total current liabilities	<u>2,666</u>	<u>3,936</u>	<u>11,721</u>	<u>18,323</u>
Noncurrent liabilities:				
Claims and judgments payable, long-term portion	-	-	3,889	3,889
Obligation under capital leases, long-term portion	-	1,344	-	1,344
Compensated absences payable	-	-	-	-
Total long-term liabilities	<u>-</u>	<u>1,344</u>	<u>3,889</u>	<u>5,233</u>
Total liabilities	<u>2,666</u>	<u>5,280</u>	<u>15,610</u>	<u>23,556</u>
<u>NET ASSETS</u>				
Invested in capital assets	1,502	38,011	-	39,513
Unrestricted	(327)	40,605	(96)	40,182
Total net assets (deficit)	<u>\$ 1,175</u>	<u>\$ 78,616</u>	<u>\$ (96)</u>	<u>\$ 79,695</u>

DeKalb County, Georgia

Internal Service Funds

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

For the Year Ended December 31, 2006  
(In thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Operating revenues:				
Charges for services	\$ 28,250	\$ 15,825	\$ 74,673	\$ 118,748
Intergovernmental	134	-	-	134
Other financing sources	-	1,824	-	1,824
Miscellaneous	367	4,020	-	4,387
Total operating revenues	<u>28,751</u>	<u>21,669</u>	<u>74,673</u>	<u>125,093</u>
Operating expenses:				
Salaries and employee benefits	8,299	-	-	8,299
Supplies	17,887	-	-	17,887
Operating services and charges	3,835	859	75,496	80,190
Miscellaneous	628	-	-	628
Depreciation	295	16,580	-	16,875
Total operating expenses	<u>30,944</u>	<u>17,439</u>	<u>75,496</u>	<u>123,879</u>
Operating income (loss)	(2,193)	4,230	(823)	1,214
Other income (expense):				
Interest income	-	2,158	-	2,158
Interest expense	-	(173)	-	(173)
Loss on sale of capital assets	-	(424)	-	(424)
Loss before transfers	(2,193)	5,791	(823)	2,775
Change in net assets	(2,193)	5,791	(823)	2,775
Net assets (deficit) - beginning	<u>3,368</u>	<u>72,825</u>	<u>727</u>	<u>76,920</u>
Net assets (deficit) - ending	<u>\$ 1,175</u>	<u>\$ 78,616</u>	<u>\$ (96)</u>	<u>\$ 79,695</u>



## DeKalb County, Georgia

## Internal Service Funds

## Combining Statement of Cash Flows

Year Ended December 31, 2006

(In thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Cash flows from operating activities:				
Cash received from customers	\$ 28,751	\$ 17,650	\$ 74,673	\$ 121,074
Cash payments to suppliers for goods and services	(21,570)	(7,216)	(73,463)	(102,249)
Cash payments to employees for services	(8,299)	-	-	(8,299)
Net cash provided by operating activities	<u>(1,118)</u>	<u>10,434</u>	<u>1,210</u>	<u>10,526</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(39)	(18,606)	-	(18,645)
Proceeds from sale of capital assets	-	1,824	-	1,824
Capital donations	-	-	-	-
Payments on leases	-	(2,539)	-	(2,539)
Net cash required by capital and related financing activities	<u>(39)</u>	<u>(19,321)</u>	<u>-</u>	<u>(19,360)</u>
Cash flows from investing activities:				
Interest on investments	-	2,158	-	2,158
Net increase (decrease) in cash and cash equivalents	(1,157)	(6,729)	1,210	(6,676)
Cash and cash equivalents at beginning of year	<u>1,666</u>	<u>49,478</u>	<u>13,501</u>	<u>64,645</u>
Cash and cash equivalents at end of year	<u>509</u>	<u>42,749</u>	<u>14,711</u>	<u>57,969</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	(2,193)	4,230	(823)	1,214
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	295	16,580	-	16,875
Change in assets and liabilities:				
(Increase) decrease in inventories and prepaid expenses	(259)	-	(261)	(520)
Increase (decrease) in payables	1,027	(10,376)	2,294	(7,055)
Increase (decrease) in other liabilities	12	-	-	12
Net cash provided by operating activities	<u>\$ (1,118)</u>	<u>\$ 10,434</u>	<u>\$ 1,210</u>	<u>\$ 10,526</u>

DeKalb County, Georgia

Agency Funds

Tax Commissioner - to account for all real, personal, intangible, 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.

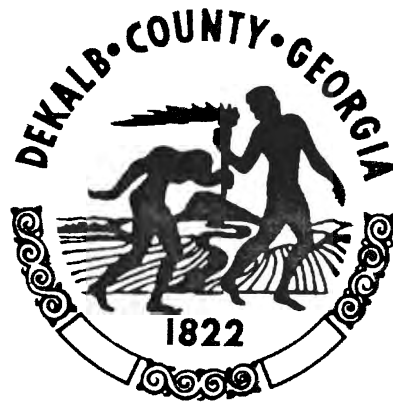
The following agency funds are used to account for fines, fees, and other monies collected by the courts and remitted to other parties in accordance with court orders and state law:

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, 2006  
 (In thousands of dollars)

	Balance			Balance		Balance			Balance
	12/31/2005	Additions	Deductions	12/31/2006		12/31/2005	Additions	Deductions	12/31/2006
<u>TAX COMMISSIONER</u>					<u>PROBATE COURT</u>				
ASSETS					ASSETS				
Cash and Cash Equivalents	\$ 18,499	\$ 940,051	\$ 943,233	\$ 15,317	Cash and Cash Equivalents	\$ 320	\$ 1,145	\$ 1,117	\$ 348
Taxes Receivable	29,947	778,521	755,319	53,149	LIABILITIES				
Total Assets	<u>\$ 48,446</u>	<u>\$ 1,718,572</u>	<u>\$ 1,698,552</u>	<u>\$ 68,466</u>	Due to Others	<u>\$ 320</u>	<u>\$ 1,145</u>	<u>\$ 1,117</u>	<u>\$ 348</u>
LIABILITIES					<u>MAGISTRATE COURT</u>				
Due to Others	<u>\$ 48,446</u>	<u>\$ 2,661,071</u>	<u>\$ 2,641,051</u>	<u>\$ 68,466</u>	ASSETS				
<u>SHERIFF</u>					Cash and Cash Equivalents				
ASSETS					Cash and Cash Equivalents	<u>\$ 32</u>	<u>\$ 1,241</u>	<u>\$ 1,243</u>	<u>\$ 30</u>
Cash and Cash Equivalents	<u>\$ 6,827</u>	<u>\$ 4,307</u>	<u>\$ 4,359</u>	<u>\$ 6,775</u>	LIABILITIES				
LIABILITIES					Due to Others	<u>\$ 32</u>	<u>\$ 1,241</u>	<u>\$ 1,243</u>	<u>\$ 30</u>
Due to Others	<u>\$ 6,827</u>	<u>\$ 4,307</u>	<u>\$ 4,359</u>	<u>\$ 6,775</u>	<u>STATE COURT PROBATION</u>				
<u>CLERK OF SUPERIOR COURT</u>					ASSETS				
ASSETS					Cash and Cash Equivalents	<u>\$ 1,855</u>	<u>\$ 3,489</u>	<u>\$ 3,571</u>	<u>\$ 1,773</u>
Cash and Cash Equivalents	<u>\$ 21,096</u>	<u>\$ 51,532</u>	<u>\$ 58,245</u>	<u>\$ 14,383</u>	LIABILITIES				
LIABILITIES					Due to Others	<u>\$ 1,855</u>	<u>\$ 3,489</u>	<u>\$ 3,571</u>	<u>\$ 1,773</u>
Due to Others	<u>\$ 21,096</u>	<u>\$ 51,532</u>	<u>\$ 58,245</u>	<u>\$ 14,383</u>	<u>SEIZED PROPERTY</u>				
<u>STATE COURT</u>					ASSETS				
ASSETS					Cash and Cash Equivalents	<u>\$ 287</u>	<u>\$ 243</u>	<u>\$ 168</u>	<u>\$ 362</u>
Cash and Cash Equivalents	<u>\$ 1,308</u>	<u>\$ 15,193</u>	<u>\$ 15,340</u>	<u>\$ 1,161</u>	LIABILITIES				
LIABILITIES					Due to Others	<u>\$ 287</u>	<u>\$ 243</u>	<u>\$ 168</u>	<u>\$ 362</u>
Due to Others	<u>\$ 1,308</u>	<u>\$ 15,193</u>	<u>\$ 15,340</u>	<u>\$ 1,161</u>	<u>TOTALS</u>				
<u>JUVENILE COURT</u>					ASSETS				
ASSETS					Cash and Cash Equivalents	\$ 50,246	\$ 1,017,414	\$ 1,027,490	\$ 40,170
Cash and Cash Equivalents	<u>\$ 22</u>	<u>\$ 213</u>	<u>\$ 214</u>	<u>\$ 21</u>	Taxes Receivable	29,947	778,521	755,319	53,149
LIABILITIES					Total Assets	<u>\$ 80,193</u>	<u>\$ 1,795,935</u>	<u>\$ 1,782,809</u>	<u>\$ 93,319</u>
Due to Others	<u>\$ 22</u>	<u>\$ 213</u>	<u>\$ 214</u>	<u>\$ 21</u>	LIABILITIES				
					Due to Others	<u>\$ 80,193</u>	<u>\$ 2,738,434</u>	<u>\$ 2,725,308</u>	<u>\$ 93,319</u>



**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.

### Contents

### Page

#### **Financial Trends**

**S3-S8**

These schedules contain trend information to help the reader understand how the county's financial performance and well-being have changed over time.

#### **Revenue Capacity**

**S9-S14**

These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.

#### **Debt Capacity**

**S15-S19**

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.

#### **Demographic and Economic Information**

**S20-S21**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

#### **Operating Information**

**S22-S26**

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.

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 by Component

Last Five Years  
(In thousands of dollars)

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Governmental activities:					
Invested in capital assets, net of related debt	\$ 621,274	\$ 762,138	\$ 723,385	\$ 670,833	\$ 618,643
Restricted	261,657	58,419	41,118	57,533	57,159
Unrestricted	<u>109,402</u>	<u>38,377</u>	<u>34,064</u>	<u>51,388</u>	<u>51,653</u>
Total governmental activities net assets	<u>\$ 992,333</u>	<u>\$ 858,934</u>	<u>\$ 798,567</u>	<u>\$ 779,754</u>	<u>\$ 727,455</u>
Business-type activities:					
Invested in capital assets, net of related debt	\$ 794,096	\$ 720,427	\$ 695,273	\$ 681,681	\$ 646,745
Restricted	130,607	43,508	58,580	49,015	59,822
Unrestricted	<u>5,198</u>	<u>111,838</u>	<u>104,342</u>	<u>81,921</u>	<u>71,503</u>
Total business-type activities net assets	<u>\$ 929,901</u>	<u>\$ 875,773</u>	<u>\$ 858,195</u>	<u>\$ 812,617</u>	<u>\$ 778,070</u>
Primary government:					
Invested in capital assets, net of related debt	\$ 1,415,370	\$ 1,482,565	\$ 1,418,658	\$ 1,352,514	\$ 1,265,388
Restricted	392,264	101,927	99,698	106,548	116,981
Unrestricted	<u>114,600</u>	<u>150,215</u>	<u>138,406</u>	<u>133,309</u>	<u>123,156</u>
Total primary government net assets	<u>\$ 1,922,234</u>	<u>\$ 1,734,707</u>	<u>\$ 1,656,762</u>	<u>\$ 1,592,371</u>	<u>\$ 1,505,525</u>

Source: DeKalb County Finance Department

## DeKalb County, Georgia

## Changes in Net Assets

Last Five Years  
(In thousands of dollars)

	2006	2005	2004	2003	2002
<b>Expenses</b>					
Governmental activities:					
General government	\$ 85,673	\$ 86,494	\$ 82,760	\$ 79,615	\$ 71,149
Public safety	153,741	167,085	166,585	148,775	137,806
Civil and criminal court system	114,529	124,713	123,479	110,237	103,493
Planning & development	1,935	1,703	1,686	1,599	1,374
Public works	49,729	60,965	63,510	50,950	47,761
Community development	6,700	13,559	13,323	9,444	8,266
Parks and recreation	20,148	23,213	23,306	18,003	20,600
Library	12,866	12,054	11,699	11,286	10,681
Health and welfare	40,814	34,728	35,118	34,539	34,590
Bond issuance expense	245	603	237	518	-
Interest on long-term debt	29,456	14,762	16,205	19,796	18,977
Total governmental activities expenses	<u>515,835</u>	<u>539,879</u>	<u>537,908</u>	<u>484,762</u>	<u>454,697</u>
Business-type activities:					
Water	55,085	55,269	53,187	48,421	44,917
Sewer	70,108	70,343	62,437	56,843	52,728
Sanitation	54,314	56,783	44,037	43,896	46,696
DeKalb Peachtree Airport	2,671	2,985	2,815	2,657	2,582
Stormwater utility	13,977	13,319	5,038	597	-
Total business-type activities expenses	<u>196,156</u>	<u>198,699</u>	<u>167,514</u>	<u>152,414</u>	<u>146,923</u>
Total primary government expenses	<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	\$ 102,772	\$ 86,658	\$ 94,421	\$ 90,929	\$ 81,867
Operating grants and contributions	49,447	12,714	17,901	24,165	20,200
Capital grants and contributions	49,321	37,276	28,250	30,969	6,391
Total governmental activities program revenues	<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	60,249	52,792	53,061	55,383	52,326
Sewer	76,680	67,190	62,289	65,015	56,687
Sanitation	66,387	57,067	58,405	52,506	54,934
Other activities	24,724	23,120	19,871	2,766	2,808
Capital grants and contributions	13,903	21,330	17,875	7,602	13,974
Total business-type activities program revenues	<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>\$ 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

Last Five Years  
(In thousands of dollars)  
(continued)

	2006	2005	2004	2003	2002
<b>Net (Expense)/Revenue</b>					
Governmental activities	\$ (314,295)	\$ (403,231)	\$ (397,336)	\$ (338,699)	\$ (346,239)
Business-type activities	45,787	22,800	43,987	30,858	33,806
Total primary government net expense	<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	\$ 252,294	\$ 231,516	\$ 209,783	\$ 219,265	\$ 189,354
Sales tax	94,921	91,488	85,365	81,684	83,143
Other taxes	86,698	78,919	77,728	66,502	62,872
Unrestricted investment earnings	8,876	6,048	2,326	2,627	3,620
Unrestricted grants and contributions	4,233	45,879	40,252	21,530	18,041
Transfers	672	9,748	695	(610)	1,569
Total governmental activities	<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	9,013	4,526	2,286	3,079	8,567
Transfers	(672)	(9,748)	(695)	610	(1,569)
Total business-type activities	<u>8,341</u>	<u>(5,222)</u>	<u>1,591</u>	<u>3,689</u>	<u>6,998</u>
Total primary government	<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:	\$ 133,399	\$ 60,367	\$ 18,813	\$ 52,299	\$ 12,360
Business-type activities:	54,128	17,578	45,578	34,547	40,804
Total primary government net expense	<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  
Last Ten Years  
(In thousands of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General Fund:										
Reserved	\$ 8,491	\$ 8,040	\$ 1,608	\$ 5,804	\$ 7,352	\$ 6,558	\$ 6,783	\$ 5,356	\$ 5,180	\$ 4,431
Unreserved	23,380	23,893	19,793	16,709	20,183	22,710	33,974	17,237	16,621	24,812
Total General Fund	<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>	<u>\$ 22,593</u>	<u>\$ 21,801</u>	<u>\$ 29,243</u>
All Other Governmental Funds:										
Reserved	\$ 51,480	\$ 37,793	\$ 22,659	\$ 18,446	\$ 21,493	\$ 42,351	\$ 54,402	\$ 12,212	\$ 11,913	\$ 10,327
Unreserved, reported in:										
Special revenue funds	23,664	32,031	25,087	21,107	18,798	16,735	15,758	18,226	7,308	8,581
Capital projects funds	323,715	145,651	124,331	154,724	161,030	171,291	50,083	90,002	106,652	45,748
Debt service funds	19,322	15,911	13,186	11,500	14,976	17,610	12,979	12,618	12,861	13,148
Total all other governmental funds	<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>	<u>\$ 133,058</u>	<u>\$ 138,734</u>	<u>\$ 77,804</u>
Total governmental funds	<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>	<u>\$ 155,651</u>	<u>\$ 160,535</u>	<u>\$ 107,047</u>

DeKalb County, Georgia

Changes in Fund Balances of Governmental Funds

Last Ten Years  
(In thousands of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
<b>Revenues By Source:</b>										
Taxes	\$ 409,023	\$ 381,027	\$ 356,629	\$ 353,904	\$ 318,756	\$ 296,665	\$ 282,191	\$ 265,959	\$ 309,268	\$ 264,053
Licenses and permits	30,719	30,757	28,432	26,833	27,625	29,385	27,686	28,254	22,163	21,257
Use of money and property	36,546	8,075	2,467	4,284	4,237	7,280	10,556	7,302	7,391	5,211
Intergovernmental	59,703	63,057	46,613	46,704	47,228	48,929	55,613	28,860	40,169	16,992
Fines and forfeitures	34,376	31,429	33,674	29,311	24,162	21,571	20,171	19,277	19,155	19,474
Charges for services	29,386	42,467	46,786	35,835	35,580	28,994	28,894	26,499	24,191	22,053
Miscellaneous	22,317	7,296	8,043	6,742	4,262	5,470	3,610	3,950	4,141	5,315
<b>Total revenues</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>\$ 380,101</b>	<b>\$ 426,478</b>	<b>\$ 354,355</b>
<b>Expenditures By Function:</b>										
General government	\$ 95,017	\$ 79,115	\$ 75,847	\$ 73,532	\$ 65,663	\$ 61,622	\$ 57,120	\$ 55,741	\$ 48,954	\$ 44,006
Public safety	177,375	155,917	160,407	144,166	136,441	128,107	118,265	114,840	103,288	93,282
Civil and criminal court system	126,513	115,928	115,295	109,274	101,229	97,039	91,326	82,810	73,481	66,188
Planning and development	1,650	1,688	1,664	1,569	1,341	1,750	1,923	2,234	1,920	1,943
Public works	41,843	40,169	40,858	43,605	41,107	38,346	42,459	30,063	42,757	26,075
Community development	7,486	13,457	12,929	9,443	8,094	8,642	7,361	8,183	5,839	6,225
Parks and recreation	20,195	18,931	18,433	17,697	19,578	18,245	16,562	15,722	14,935	14,166
Library	12,013	11,446	11,004	10,828	10,071	10,171	8,525	7,377	6,963	6,663
Health and welfare	40,010	34,127	33,801	33,960	33,526	26,596	25,787	25,716	25,830	19,032
<b>Debt service:</b>										
Bond issuance expense	825	624	237	11,204						
Interest	30,106	16,024	11,400	12,256	14,785	11,228	12,069	11,576	11,435	11,994
Principal	26,542	16,251	18,414	23,106	19,327	15,973	14,132	9,842	8,193	7,844
Capital outlays	97,094	51,477	101,517	71,934	46,650	42,148	16,473	28,544	30,270	14,709
<b>Total expenditures</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>\$ 392,648</b>	<b>\$ 373,865</b>	<b>\$ 312,127</b>
<b>Excess of revenues over (under) expenditure</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>\$ (12,547)</b>	<b>\$ 52,613</b>	<b>\$ 42,228</b>
<b>Other Financing Sources (Uses)</b>										
Issuance of debt	230,000	35,670	50,000	167,915	-	125,000	-	-	1,983	-
Premium on bond issuance	7,596	637	579	6,953	-	5,241	-	-	-	-
Contractual purchase obligations	3,064	1,616	6,296	4,723	282	584	4,023	14,419	4,561	-
Payments to escrow agents	-	-	-	(135,562)	-	-	-	-	-	-
Transfers in	128,293	133,138	122,323	119,287	89,613	16,602	25,299	20,347	14,591	11,179
Transfers out	(127,621)	(123,390)	(121,628)	(119,897)	(88,044)	(33,691)	(36,238)	(27,103)	(20,260)	(17,100)
<b>Total other financing sources (uses)</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>7,663</b>	<b>875</b>	<b>(5,921)</b>
<b>Net change in fund balance</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>\$ (4,884)</b>	<b>\$ 53,488</b>	<b>\$ 36,307</b>
<b>Debt service as a percentage of noncapital expenditures</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>	<b>5.9%</b>	<b>5.7%</b>	<b>6.7%</b>

Source: DeKalb County Finance Department

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

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Water and Sewerage System Fund:										
Operating revenues	\$ 136,929	\$ 119,982	\$ 115,350	\$ 120,398	\$ 109,013	\$ 109,928	\$ 111,054	\$ 103,633	\$ 86,882	\$ 83,634
Operating expenses	<u>113,412</u>	<u>107,074</u>	<u>100,230</u>	<u>93,181</u>	<u>80,195</u>	<u>84,480</u>	<u>78,306</u>	<u>71,600</u>	<u>65,224</u>	<u>62,838</u>
Operating income	<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>	<u>\$ 32,033</u>	<u>\$ 21,658</u>	<u>\$ 20,796</u>
Sanitation Fund:										
Operating revenues	\$ 66,387	\$ 57,067	\$ 58,405	\$ 52,506	\$ 54,934	\$ 46,374	\$ 41,545	\$ 41,277	\$ 38,202	\$ 37,971
Operating expenses	<u>55,387</u>	<u>55,321</u>	<u>42,980</u>	<u>46,397</u>	<u>46,718</u>	<u>40,125</u>	<u>38,268</u>	<u>40,584</u>	<u>33,525</u>	<u>31,865</u>
Operating income	<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>	<u>\$ 693</u>	<u>\$ 4,677</u>	<u>\$ 6,106</u>
DeKalb Peachtree Airport Fund:										
Operating revenues	\$ 5,167	\$ 6,247	\$ 3,178	\$ 2,766	\$ 2,808	\$ 2,625	\$ 2,509	\$ 2,855	\$ 2,160	\$ 2,096
Operating expenses	<u>2,724</u>	<u>2,908</u>	<u>2,747</u>	<u>2,771</u>	<u>2,583</u>	<u>2,429</u>	<u>2,250</u>	<u>2,150</u>	<u>2,059</u>	<u>1,863</u>
Operating income (loss)	<u>\$ 2,443</u>	<u>\$ 3,339</u>	<u>\$ 431</u>	<u>\$ (5)</u>	<u>\$ 225</u>	<u>\$ 196</u>	<u>\$ 259</u>	<u>\$ 705</u>	<u>\$ 101</u>	<u>\$ 233</u>
Stormwater Utility Fund:										
Operating revenues	\$ 19,557	\$ 16,873	\$ 16,693	\$ -						
Operating expenses	<u>13,977</u>	<u>13,319</u>	<u>5,038</u>	<u>597</u>						
Operating income (loss)	<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

Last Ten Years  
(In millions of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General Purposes and Bond Retirement:										
Real property:										
Assessed value	\$ 21,809	\$ 19,952	\$ 18,728	\$ 17,636	\$ 16,545	\$ 15,135	\$ 13,565	\$ 12,033	\$ 11,118	\$ 10,168
Estimated market value	54,523	49,880	46,820	44,090	41,363	37,838	33,913	30,083	27,795	25,420
Personal property:										
Assessed value	1,881	1,752	1,686	1,763	1,850	1,916	1,806	1,825	1,881	1,771
Estimated market value	4,702	4,380	4,215	4,408	4,625	4,790	4,515	4,563	4,703	4,428
Motor vehicle and mobile homes:										
Assessed value	1,348	1,378	1,439	1,513	1,509	1,489	1,750	1,355	723	1,318
Estimated market value	3,370	3,445	3,598	3,783	3,773	3,723	4,375	3,388	1,808	3,295
Privately owned public utilities:										
Assessed value	478	458	477	424	441	416	419	436	388	393
Estimated market value	1,195	1,145	1,193	1,060	1,103	1,040	1,048	1,090	970	983
Total value for bond retirement (gross):										
Assessed value	\$ 25,516	\$ 23,540	\$ 22,330	\$ 21,336	\$ 20,345	\$ 18,956	\$ 17,540	\$ 15,649	\$ 14,110	\$ 13,650
Estimated market value	\$ 63,790	\$ 58,850	\$ 55,826	\$ 53,341	\$ 50,864	\$ 47,391	\$ 43,851	\$ 39,124	\$ 35,276	\$ 34,126
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	\$ 1,550	\$ 1,544	\$ 1,534	\$ 1,499	\$ 1,452	\$ 1,407	\$ 1,353	\$ 1,313	\$ 1,336	\$ 1,309
Freeport Exemption	\$ 311	\$ 289	\$ 240	\$ 265	\$ 258	\$ 281	\$ 292	\$ 294	\$ 365	\$ 327
Net Assessed Value for General Purposes	\$ 23,655	\$ 21,707	\$ 20,556	\$ 19,572	\$ 18,634	\$ 17,268	\$ 15,895	\$ 14,042	\$ 12,409	\$ 12,014

Note: Assessments are made as of January 1 of each year

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

DeKalb County, Georgia  
Property Tax Rates and Levies

Last Ten Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Property Tax Rates Per \$1,000										
Real and Personal Property:										
County:										
General	\$ 9.12	\$ 8.21	\$ 8.31	\$ 8.73	\$ 8.03	\$ 5.65	\$ 9.01	\$ 6.36	\$ 6.46	\$ 8.44
Special tax district - designated services:										
Avondale	1.84	2.05	2.89	2.76	3.49	4.29	3.72	4.03	2.37	2.38
Chamblee	0.74	0.83	1.17	1.12	1.42	1.74	1.51	1.64	0.96	0.97
Clarkston	1.55	1.73	2.44	2.33	2.94	3.62	3.14	3.40	2.00	2.01
Decatur	0.97	1.09	1.53	1.47	1.85	2.28	1.98	2.14	1.26	1.26
Doraville	1.03	1.15	1.62	1.56	1.96	2.41	2.09	2.27	1.33	1.34
Lithonia	1.60	1.79	2.53	2.42	3.05	3.75	3.26	3.53	2.07	2.08
Pine Lake	1.84	2.05	2.89	2.76	3.49	4.29	3.72	4.03	2.37	2.38
Stone Mountain	1.38	1.54	2.17	2.07	2.62	3.21	2.79	3.02	1.78	1.78
Unincorporated	2.04	2.55	2.69	2.76	2.94	4.20	1.96	3.93	3.05	2.60
Hospital services	0.83	0.98	0.88	0.92	1.05	1.30	1.30	1.09	1.79	1.25
Fire protection	2.08	2.43	2.30	1.99	2.31	2.43	1.44	2.73	2.54	2.60
Bond retirement and interest	2.00	1.31	1.30	1.18	1.25	1.45	0.97	1.07	1.09	1.29
Total County *	<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>	<u>\$ 15.18</u>	<u>\$ 14.93</u>	<u>\$ 16.18</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	\$ 138,183	\$ 112,450	\$ 103,863	\$ 102,320	\$ 74,393	\$ 44,444	\$ 65,870	\$ 43,828	\$ 72,239	\$ 86,574
Special tax district - designated services	27,821	31,373	30,762	29,291	25,130	30,288	13,943	25,124	31,182	24,660
Hospital services	12,576	13,423	10,999	10,730	9,728	10,226	9,504	7,511	20,017	12,822
Fire protection	28,972	30,704	26,556	21,469	19,963	17,961	9,940	17,906	26,620	25,098
Bond retirement and interest	41,498	25,775	24,041	20,806	21,035	22,508	14,319	14,242	13,492	14,732
Total County	<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>	<u>\$ 108,611</u>	<u>\$ 163,550</u>	<u>\$ 163,886</u>

(continued)

DeKalb County, Georgia  
Property Tax Rates and Levies

Last Ten Years  
(continued)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Property Tax Levies (continued) (In thousands of dollars)										
Public Utilities:										
County:										
General	\$ 4,675	\$ 3,937	\$ 3,886	\$ 4,168	\$ 2,389	\$ 2,492	\$ 3,746	\$ 2,775	\$ 2,507	\$ 3,318
Special tax district - designated services	909	1,042	1,086	1,106	1,085	1,543	751	1,534	1,030	902
Hospital services	426	470	411	439	443	573	540	475	695	491
Fire protection	951	1,025	943	812	857	910	520	1,087	897	927
Bond retirement and interest	880	563	539	503	475	575	403	467	423	507
Total County	<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>	<u>\$ 6,338</u>	<u>\$ 5,552</u>	<u>\$ 6,145</u>
Motor Vehicle and Mobile Homes:										
County:										
General	\$ 12,034	\$ 11,467	\$ 12,295	\$ 11,999	\$ 9,114	\$ 14,243	\$ 10,181	\$ 8,753	\$ 10,529	\$ 11,395
Special tax district - designated services	3,458	3,490	3,708	4,280	6,040	3,294	5,769	3,861	3,148	3,500
Hospital services	1,423	1,219	1,312	1,760	2,025	2,087	1,785	2,425	1,651	2,468
Fire protection	3,305	2,964	2,664	3,617	3,524	2,319	4,042	3,256	3,119	3,397
Bond retirement and interest	1,828	1,691	1,608	1,987	2,145	1,486	1,697	1,477	1,621	1,837
Total County	<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>	<u>\$ 19,772</u>	<u>\$ 20,068</u>	<u>\$ 22,597</u>
 Total County Property Tax Levies	 <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>	 <u>\$ 134,721</u>	 <u>\$ 189,170</u>	 <u>\$ 192,628</u>

Source: DeKalb County Finance Department

DeKalb County, Georgia  
 Total Property Tax Rates - All Direct and Overlapping Governments  
 Per \$1,000 Assessed Value  
 Last Ten Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
DeKalb County	<u>\$ 39.30</u>	<u>\$ 38.71</u>	<u>\$ 38.71</u>	<u>\$ 38.81</u>	<u>\$ 37.81</u>	<u>\$ 37.26</u>	<u>\$ 37.16</u>	<u>\$ 37.91</u>	<u>\$ 37.66</u>	<u>\$ 40.16</u>
Atlanta	<u>\$ 43.39</u>	<u>\$ 41.27</u>	<u>\$ 42.10</u>	<u>\$ 43.60</u>	<u>\$ 43.99</u>	<u>\$ 38.95</u>	<u>\$ 46.22</u>	<u>\$ 45.05</u>	<u>\$ 46.66</u>	<u>\$ 48.42</u>
Decatur	<u>\$ 42.72</u>	<u>\$ 42.25</u>	<u>\$ 43.38</u>	<u>\$ 43.44</u>	<u>\$ 43.77</u>	<u>\$ 40.35</u>	<u>\$ 42.26</u>	<u>\$ 44.41</u>	<u>\$ 45.95</u>	<u>\$ 48.09</u>
Avondale	<u>\$ 47.76</u>	<u>\$ 47.53</u>	<u>\$ 48.02</u>	<u>\$ 48.06</u>	<u>\$ 48.29</u>	<u>\$ 47.25</u>	<u>\$ 49.42</u>	<u>\$ 49.51</u>	<u>\$ 48.48</u>	<u>\$ 51.44</u>
Chamblee	<u>\$ 41.56</u>	<u>\$ 41.32</u>	<u>\$ 40.63</u>	<u>\$ 42.82</u>	<u>\$ 39.77</u>	<u>\$ 38.21</u>	<u>\$ 40.72</u>	<u>\$ 40.62</u>	<u>\$ 40.57</u>	<u>\$ 43.53</u>
Clarkston	<u>\$ 48.37</u>	<u>\$ 48.22</u>	<u>\$ 42.38</u>	<u>\$ 42.38</u>	<u>\$ 42.20</u>	<u>\$ 41.24</u>	<u>\$ 43.94</u>	<u>\$ 43.38</u>	<u>\$ 42.61</u>	<u>\$ 45.57</u>
Lithonia	<u>\$ 49.12</u>	<u>\$ 48.98</u>	<u>\$ 49.56</u>	<u>\$ 50.30</u>	<u>\$ 48.87</u>	<u>\$ 48.21</u>	<u>\$ 50.46</u>	<u>\$ 49.51</u>	<u>\$ 48.68</u>	<u>\$ 51.64</u>
Doraville	<u>\$ 44.35</u>	<u>\$ 44.14</u>	<u>\$ 44.95</u>	<u>\$ 46.81</u>	<u>\$ 42.80</u>	<u>\$ 41.37</u>	<u>\$ 43.79</u>	<u>\$ 42.25</u>	<u>\$ 41.94</u>	<u>\$ 44.90</u>
Pine Lake	<u>\$ 51.96</u>	<u>\$ 52.02</u>	<u>\$ 52.72</u>	<u>\$ 52.89</u>	<u>\$ 52.83</u>	<u>\$ 54.75</u>	<u>\$ 59.92</u>	<u>\$ 47.01</u>	<u>\$ 46.98</u>	<u>\$ 50.94</u>
Stone Mountain	<u>\$ 47.20</u>	<u>\$ 45.03</u>	<u>\$ 46.50</u>	<u>\$ 47.81</u>	<u>\$ 46.96</u>	<u>\$ 43.67</u>	<u>\$ 45.99</u>	<u>\$ 45.00</u>	<u>\$ 44.39</u>	<u>\$ 47.34</u>

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

Last Ten Years

Type of Business	2006				2005				2004				2003				2002			
	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	Utility	\$ 238,664	1	0.94%	\$ 252,285	1	1.07%	\$ 252,505	1	1.13%	\$ 250,737	1	1.18%	\$ 295,243	1	1.45%				
GA-Perimeter Center LLC	Investment	160,392	2	0.63%	148,656	2	0.63%	-	-	-	153,107	2	0.72%	162,477	2	0.80%				
Georgia Power	Utility	150,761	3	0.59%	120,596	3	0.51%	109,162	2	0.49%	108,082	3	0.51%	99,477	5	0.49%				
Post Apartment Homes LP	Developer	73,451	4	0.29%	68,625	6	0.29%	65,842	5	0.29%	65,842	6	0.31%	64,017	6	0.31%				
Perimeter Mall LLC	Retail	73,412	5	0.29%	65,658	5	0.28%	65,658	6	0.29%	107,435	4	0.50%	108,906	3	0.54%				
General Motors	Industrial	56,068	6	0.22%	106,400	4	0.45%	99,205	4	0.44%	83,025	5	0.39%	100,029	4	0.49%				
Stone Mountain Industrial Park	Developer	53,071	7	0.21%	46,393	8	0.20%	44,220	8	0.20%	44,568	10	0.21%	-	-	-				
Hewlett-Packard Co	Retail	50,296	8	0.20%	53,378	7	0.23%	55,678	7	0.25%	52,614	7	0.25%	54,667	7	0.27%				
Atlanta Gas Light	Utility	49,137	9	0.19%	-	-	-	39,559	10	0.18%	-	-	-	-	-	-				
Koger Ravinia LLC	Developer	44,268	10	0.17%	40,244	9	0.17%	-	-	-	47,000	8	0.22%	47,000	9	0.23%				
Highwoods/Forsyth LTD	Developer	-	-	0.00%	42,053	10	0.18%	43,117	9	0.19%	44,651	9	0.21%	47,309	8	0.23%				
Development Authority of DeKalb	Developer	-	-	-	-	-	-	99,647	3	0.45%	-	-	-	-	-	-				
Media One of Colorado	Utility	-	-	-	-	-	-	-	-	-	-	-	-	33,172	10	0.16%				
<b>Total</b>		<b>949,520</b>		<b>3.73%</b>	<b>\$ 944,288</b>		<b>4.01%</b>	<b>\$ 874,593</b>		<b>3.91%</b>	<b>\$ 957,061</b>		<b>4.50%</b>	<b>\$ 1,012,297</b>		<b>4.97%</b>				
<b>Total County</b>		<b>\$25,516,000</b>			<b>\$23,540,000</b>			<b>\$22,330,000</b>			<b>\$21,336,000</b>			<b>\$20,345,000</b>						

Type of Business	2001				2000				1999				1998				1997			
	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	Utility	\$ 287,225	1	1.52%	\$ 253,022	1	1.44%	\$ 230,750	1	1.47%	\$ 205,298	1	1.45%	\$ 213,234	1	1.56%				
GA-Perimeter Center LLC	Investment	161,568	2	0.85%	159,775	2	0.91%	151,057	3	0.97%	135,856	2	0.96%	134,711	2	0.99%				
Georgia Power	Utility	105,841	3	0.56%	104,711	3	0.60%	115,012	4	0.73%	110,494	3	0.78%	118,212	3	0.87%				
Post Apartment Homes LP	Developer	88,743	5	0.47%	78,658	5	0.45%	160,283	2	1.02%	49,412	6	0.35%	44,553	7	0.33%				
Perimeter Mall LLC	Retail	71,299	6	0.38%	71,322	6	0.41%	-	-	-	-	-	-	-	-					
General Motors	Industrial	93,881	4	0.50%	86,897	4	0.50%	94,052	5	0.60%	89,957	4	0.64%	98,923	4	0.72%				
Stone Mountain Industrial Park	Developer	41,832	10	0.22%	43,631	10	0.25%	39,789	10	0.25%	38,069	10	0.27%	-	-	-				
Hewlett-Packard Co	Retail	53,332	7	0.28%	53,648	7	0.31%	59,595	6	0.38%	57,307	5	0.41%	56,403	5	0.41%				
Atlanta Gas Light	Utility	-	-	-	-	-	-	40,217	9	0.26%	45,245	8	0.32%	40,037	8	0.29%				
Koger Ravinia LLC	Developer	52,198	8	0.28%	52,198	8	0.30%	50,232	8	0.32%	46,200	7	0.33%	46,200	6	0.34%				
Highwoods/Forsyth LTD	Developer	46,034	9	0.24%	46,036	9	0.26%	-	-	-	-	-	-	-	-					
Development Authority of DeKalb	Developer	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Media One of Colorado	Utility	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
Security Capital Atlantic	Developer	-	-	-	-	-	-	53,190	7	0.34%	45,092	9	0.32%	-	-	-				
Century Centergroup	Developer	-	-	-	-	-	-	-	-	-	-	-	-	27,739	9	0.20%				
Ackerman Crown Point II Ltd	Developer	-	-	-	-	-	-	-	-	-	-	-	-	27,578	10	0.20%				
<b>Total</b>		<b>1,001,953</b>		<b>5.30%</b>	<b>\$ 949,898</b>		<b>5.43%</b>	<b>\$ 994,177</b>		<b>6.34%</b>	<b>\$ 822,930</b>		<b>5.83%</b>	<b>\$ 807,590</b>		<b>5.91%</b>				

Total County \$18,956,000 \$17,540,000 \$15,649,000 \$14,110,000 \$13,650,000

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

Last Ten Years  
(In thousands of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Total Tax Levy	<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>	<u>\$ 134,721</u>	<u>\$ 189,170</u>	<u>\$ 192,628</u>
Collection of Current Year's Taxes During Year	<u>\$ 255,264</u>	<u>\$ 230,053</u>	<u>\$ 215,878</u>	<u>\$ 203,674</u>	<u>\$ 172,814</u>	<u>\$ 154,249</u>	<u>\$ 135,206</u>	<u>\$ 131,593</u>	<u>\$ 185,728</u>	<u>\$ 187,964</u>
Percentage of Levy Collected During Year	<u>91.51%</u>	<u>95.22%</u>	<u>96.09%</u>	<u>94.61%</u>	<u>96.90%</u>	<u>99.55%</u>	<u>94.54%</u>	<u>97.68%</u>	<u>98.18%</u>	<u>97.58%</u>
Collection of Prior Years' Taxes During Year	<u>\$ 8,942</u>	<u>\$ 7,199</u>	<u>\$ 6,643</u>	<u>\$ 7,676</u>	<u>\$ 6,729</u>	<u>\$ 6,512</u>	<u>\$ 5,483</u>	<u>\$ 6,223</u>	<u>\$ 4,537</u>	<u>\$ 4,187</u>
Total Collections	<u>\$ 264,206</u>	<u>\$ 237,252</u>	<u>\$ 222,521</u>	<u>\$ 211,350</u>	<u>\$ 179,543</u>	<u>\$ 160,761</u>	<u>\$ 140,689</u>	<u>\$ 137,816</u>	<u>\$ 190,265</u>	<u>\$ 192,151</u>
Percentage of Total Collections to Tax Levy	<u>94.72%</u>	<u>98.20%</u>	<u>99.04%</u>	<u>98.17%</u>	<u>100.67%</u>	<u>103.75%</u>	<u>98.38%</u>	<u>102.30%</u>	<u>100.58%</u>	<u>99.75%</u>
Accumulated Delinquent Taxes	<u>\$ 18,433</u>	<u>\$ 9,275</u>	<u>\$ 8,167</u>	<u>\$ 10,134</u>	<u>\$ 7,404</u>	<u>\$ 8,085</u>	<u>\$ 9,717</u>	<u>\$ 6,316</u>	<u>\$ 5,878</u>	<u>\$ 6,137</u>
Percentage of Accumulated Delinquent Taxes to Current Year's Tax Levy	<u>6.61%</u>	<u>3.84%</u>	<u>3.64%</u>	<u>4.71%</u>	<u>4.15%</u>	<u>5.22%</u>	<u>6.79%</u>	<u>4.69%</u>	<u>3.11%</u>	<u>3.19%</u>

Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

DeKalb County, Georgia

Ratios of Outstanding Debt by Type

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

Fiscal Year	Governmental Activities					Percentage of Actual Taxable Value <sup>a</sup> of Property	Business-Type Activities			Total Primary Government Debt	Total Debt per Capita <sup>b</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>b</sup>		
1997	\$ 188,620	\$ 11,505	\$ -	\$ 99	\$ 200,224	1.7%	\$ 163,350	\$ 1,371	\$ 628	\$ 364,945	\$ 614
1998	183,360	11,105	-	4,498	198,963	1.6%	158,845	1,731	603	359,539	601
1999	175,920	10,685	-	15,884	202,489	1.4%	250,435	2,021	932	454,945	746
2000	168,335	10,240	-	14,878	193,453	1.2%	459,925	2,868	1,687	656,246	986
2001	282,275	9,770	-	8,601	300,646	1.7%	452,970	5,149	1,630	758,765	1,118
2002	267,640	9,270	-	4,565	281,475	1.5%	446,580	6,190	1,571	734,245	1,071
2003	250,345	25,000	15,000	4,509	294,854	1.5%	505,365	5,712	1,766	805,931	1,166
2004	234,500	24,525	64,420	8,293	331,738	1.6%	497,815	3,536	1,717	833,089	1,199
2005	218,865	24,040	98,600	6,552	348,057	1.6%	490,900	5,502	1,673	844,459	1,206
2006	427,360	23,070	95,815	5,270	551,515	2.3%	568,090	3,135	1,897	1,122,740	1,580

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 S20 for population and customer 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

Last Ten Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Population (in thousands)	<u>710</u>	<u>701</u>	<u>695</u>	<u>691</u>	<u>686</u>	<u>679</u>	<u>666</u>	<u>610</u>	<u>598</u>	<u>594</u>
Assessed Value (in millions of dollars)	<u>\$ 25,516</u>	<u>\$ 23,540</u>	<u>\$ 22,330</u>	<u>\$ 21,336</u>	<u>\$ 20,345</u>	<u>\$ 18,956</u>	<u>\$ 17,540</u>	<u>\$ 15,649</u>	<u>\$ 14,110</u>	<u>\$ 13,650</u>
Gross Bonded Debt (in thousands of dollars)	<u>\$ 427,360</u>	<u>\$ 218,865</u>	<u>\$ 234,500</u>	<u>\$ 250,345</u>	<u>\$ 267,640</u>	<u>\$ 282,275</u>	<u>\$ 168,335</u>	<u>\$ 175,920</u>	<u>\$ 183,360</u>	<u>\$ 188,620</u>
Less Reserve for General Bond Debt Service (in thousands of dollars)	<u>19,353</u>	<u>15,678</u>	<u>13,182</u>	<u>10,814</u>	<u>14,976</u>	<u>17,610</u>	<u>12,979</u>	<u>12,618</u>	<u>12,861</u>	<u>13,148</u>
Net Bonded Debt (in thousands of dollars)	<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>	<u>\$ 163,302</u>	<u>\$ 170,499</u>	<u>\$ 175,472</u>
Ratio of Net Bonded Debt to Assessed Value	<u>0.0160</u>	<u>0.0086</u>	<u>0.0099</u>	<u>0.0112</u>	<u>0.0124</u>	<u>0.0140</u>	<u>0.0089</u>	<u>0.0104</u>	<u>0.0121</u>	<u>0.0129</u>
Net General Bonded Debt Per Capita	<u>\$ 574.66</u>	<u>\$ 289.85</u>	<u>\$ 318.44</u>	<u>\$ 346.64</u>	<u>\$ 368.31</u>	<u>\$ 389.79</u>	<u>\$ 233.27</u>	<u>\$ 267.71</u>	<u>\$ 285.12</u>	<u>\$ 295.41</u>

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

Last Ten Years

(In thousands of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General Governmental Expenditures <sup>1</sup>	<u>\$ 676,669</u>	<u>\$ 555,154</u>	<u>\$ 601,806</u>	<u>\$ 562,574</u>	<u>\$ 497,812</u>	<u>\$ 459,867</u>	<u>\$ 412,002</u>	<u>\$ 392,648</u>	<u>\$ 373,865</u>	<u>\$ 312,127</u>
Debt Service Expenditures for General Bonded Debt <sup>2</sup>	<u>\$ 39,767</u>	<u>\$ 26,125</u>	<u>\$ 26,140</u>	<u>\$ 28,495</u>	<u>\$ 28,318</u>	<u>\$ 20,866</u>	<u>\$ 17,029</u>	<u>\$ 17,177</u>	<u>\$ 17,306</u>	<u>\$ 17,454</u>
Ratio (%) of Debt Service Expenditures to General Governmental Expenditures	<u>5.88%</u>	<u>4.71%</u>	<u>4.34%</u>	<u>5.07%</u>	<u>5.69%</u>	<u>4.54%</u>	<u>4.13%</u>	<u>4.37%</u>	<u>4.63%</u>	<u>5.59%</u>

<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  
 December 31, 2006  
 (In thousands of dollars)

Assessed Value		<u>\$ 25,516,000</u>
Debt Limit - 10% of assessed value		\$ 2,551,600
Amount of Debt Applicable to Debt Limit:		
Total bonded debt	\$ 1,091,265	
Less:		
General obligation bonds fund balance	\$ 19,353	
Governmental activities revenue bonds	95,815	
Water and sewerage system revenue bonds	<u>568,090</u>	<u>683,258</u>
Total debt applicable to debt limit		<u>408,007</u>
Legal Debt Margin		<u>\$ 2,143,593</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  
 Last Ten Years  
 (In thousands of dollars)

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
Debt limit	\$ 2,551,600	\$ 2,354,000	\$ 2,233,000	\$ 2,150,600	\$ 2,034,400	\$ 1,895,600	\$ 1,754,000	\$ 1,564,900	\$ 1,411,000	\$ 1,365,000
Total debt applicable to limit	<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>	<u>163,302</u>	<u>170,499</u>	<u>175,472</u>
Legal debt margin	<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>	<u>\$ 1,401,598</u>	<u>\$ 1,240,501</u>	<u>\$ 1,189,528</u>
Total debt applicable to the limit as a percentage of the debt limit	15.99%	8.63%	9.91%	11.14%	12.42%	13.96%	8.86%	10.44%	12.08%	12.86%

Source: DeKalb County Finance Department

## DeKalb County, Georgia

## Computation of Direct and Overlapping Debt

December 31, 2006

(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>\$ 408,007</u>	100.00%	<u>\$ 408,007</u>
Overlapping Debt:			
City of Atlanta (A)	283,865	2.60%	7,380
Fulton-DeKalb Hospital Authority (B)	<u>248,637</u>	27.11%	<u>67,401</u>
Total Overlapping Debt	<u>532,502</u>		<u>74,781</u>
Total Direct and Overlapping Debt	<u>\$ 940,509</u>		<u>482,788</u>
Total Per Capita Direct and Overlapping Debt			<u>\$ 679.60</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  
Water and Sewerage System  
Schedule of Revenue Bond Coverage  
Last Ten Years  
(In thousands of dollars)

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Net Operating Revenue as Defined in Bond Resolution *	<u>\$ 55,347</u>	<u>\$ 60,269</u>	<u>\$ 46,915</u>	<u>\$ 48,584</u>	<u>\$ 45,132</u>	<u>\$ 47,180</u>	<u>\$ 52,878</u>	<u>\$ 49,313</u>	<u>\$ 40,511</u>	<u>\$ 38,430</u>
Current Annual Debt Service Requirement	<u>\$ 31,336</u>	<u>\$ 32,110</u>	<u>\$ 31,500</u>	<u>\$ 31,474</u>	<u>\$ 29,993</u>	<u>\$ 29,993</u>	<u>\$ 29,995</u>	<u>\$ 15,215</u>	<u>\$ 13,304</u>	<u>\$ 13,304</u>
Ratio	<u>1.77</u>	<u>1.88</u>	<u>1.49</u>	<u>1.54</u>	<u>1.50</u>	<u>1.57</u>	<u>1.76</u>	<u>3.24</u>	<u>3.05</u>	<u>2.89</u>

\* 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  
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)
1997	594,400	88,427	260,037	n/a	n/a	3.4%	\$ 34,126	7,159	\$ 825	\$ 8,390
1998	598,660	92,229	263,363	19,008,054	31,751	3.5%	35,276	9,363	984	8,186
1999	610,000	93,460	268,682	n/a	n/a	3.2%	39,124	9,331	1,436	8,392
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

Note: Personal income data is unavailable for 1997 and 1999. Personal income data for 2005 and 2006 is not yet available.

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



DeKalb County, Georgia  
Principal Employers  
Last Ten Years

	2006			2005			2004			2003			2002		
	Percentage of Total County			Percentage of Total County			Percentage of Total County			Percentage of Total County			Percentage of Total County		
	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment
DeKalb County Schools	14,223	1	4.6%	13,727	2	4.4%	6,876	4	2.0%	10,000	2	2.9%	10,000	2	2.9%
Emory University & Hospital	10,265	2	3.3%	14,700	1	4.7%	14,398	2	4.2%	10,300	1	3.0%	10,300	1	3.0%
U.S. Centers for Disease Control & Preve	8,949	3	2.9%	5,089	4	1.6%	5,089	6	1.5%	-	-	-	-	-	-
DeKalb County Government	8,285	4	2.7%	8,220	3	2.6%	8,045	3	2.3%	7,903	3	2.3%	7,753	3	2.2%
BellSouth/AT&T/Cingular	7,000	5	2.3%	-	-	-	22,041	1	6.4%	-	-	-	-	-	-
DeKalb Medical Center	3,662	6	1.2%	3,000	7	1.0%	2,300	10	0.7%	2,300	8	0.7%	2,300	8	0.7%
Children's Healthcare of Atlanta	3,010	7	1.0%	2,100	8	0.7%	-	-	-	2,100	9	0.6%	2,100	9	0.6%
Veterans Administration Hospital	1,782	8	0.6%	2,000	9	0.6%	-	-	-	2,000	10	0.6%	2,000	10	0.6%
General Motors Corporation	1,566	9	0.5%	3,100	6	1.0%	3,500	8	1.0%	4,800	4	1.4%	4,800	4	1.4%
Marshalls Distribution Center	926	10	0.3%	-	-	-	-	-	-	-	-	-	-	-	-
Internal Revenue Service	-	-	-	4,500	5	1.5%	4,500	7	1.3%	4,500	5	1.3%	4,500	5	1.3%
Cox Enterprises	-	-	-	-	-	-	5,322	5	1.5%	4,000	6	1.2%	4,000	6	1.2%
Emory Clinic	-	-	-	-	-	-	2,800	9	0.8%	2,800	7	0.8%	2,800	7	0.8%
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>59,668</b>		<b>19.3%</b>	<b>56,436</b>		<b>18.1%</b>	<b>74,871</b>		<b>21.6%</b>	<b>50,703</b>		<b>14.6%</b>	<b>50,553</b>		<b>14.6%</b>
<b>Total County</b>	<b>308,842</b>			<b>311,283</b>			<b>346,900</b>			<b>346,900</b>			<b>346,900</b>		

	2001			2000			1999			1998			1997		
	Percentage of Total County			Percentage of Total County			Percentage of Total County			Percentage of Total County			Percentage of Total County		
	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment	Employees	Rank	Employment
DeKalb County Schools	10,000	2	3.2%	10,000	2	2.9%	10,000	2	3.1%	10,000	2	3.1%	10,000	2	3.1%
Emory University & Hospital	10,300	1	3.3%	10,300	1	3.0%	10,300	1	3.2%	10,300	1	3.2%	10,300	1	3.2%
U.S. Centers for Disease Control & Preve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DeKalb County Government	7,598	3	2.5%	7,499	3	2.2%	7,240	3	2.3%	7,134	3	2.2%	6,857	3	2.2%
BellSouth/AT&T/Cingular	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DeKalb Medical Center	2,300	8	0.7%	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	2,100	9	0.7%	2,100	9	0.6%	2,100	9	0.7%	2,100	9	0.7%	-	-	-
Veteran's Administration Hospital	2,000	10	0.7%	2,000	10	0.6%	2,000	10	0.6%	2,000	10	0.6%	2,000	10	0.6%
General Motors Corporation	4,800	4	1.6%	4,800	4	1.4%	4,800	4	1.5%	4,800	4	1.5%	4,800	4	1.5%
Marshalls Distribution Center	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internal Revenue Service	4,500	5	1.5%	4,500	5	1.3%	4,500	5	1.4%	4,500	5	1.4%	4,500	5	1.4%
Cox Enterprises	4,000	6	1.3%	4,000	6	1.2%	4,000	6	1.3%	4,000	6	1.3%	4,000	6	1.3%
Emory Clinic	2,800	7	0.9%	2,800	7	0.8%	2,800	7	0.9%	2,800	7	0.9%	2,800	7	0.9%
DeKalb College	-	-	-	2,000	10	0.6%	2,000	10	0.6%	2,000	10	0.6%	2,000	10	0.6%
Egleston Children's Hospital	-	-	-	-	-	-	-	-	-	2,100	9	0.7%	2,100	9	0.7%
<b>Total</b>	<b>40,398</b>		<b>13.09%</b>	<b>42,299</b>		<b>12.2%</b>	<b>42,040</b>		<b>13.21%</b>	<b>44,034</b>		<b>13.84%</b>	<b>41,657</b>		<b>13.09%</b>
<b>Total County</b>	<b>346,900</b>			<b>346,900</b>			<b>318,300</b>			<b>318,300</b>			<b>318,300</b>		

Note: Total county employment figures are updated every five years.

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

DeKalb County, Georgia  
 County Government Employees by Function/Program  
 Last Ten Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General government	896	872	868	874	815	806	779	740	736	683
Public safety:										
Fire	641	641	641	642	616	600	600	586	570	495
EMS	208	208	208	208	208	208	208	196	195	183
Police officers	1,058	1,056	1,058	1,012	994	995	995	996	859	883
Other public safety	533	536	528	538	527	495	423	371	472	420
Civil and criminal court system	1,715	1,693	1,624	1,603	1,583	1,546	1,550	1,475	1,468	1,369
Planning and development	186	185	177	178	177	150	168	167	154	142
Public works	612	612	582	540	534	535	529	513	494	492
Community development	33	32	29	27	28	24	24	24	24	24
Parks and recreation	623	615	588	578	608	626	622	610	614	613
Library	229	226	226	227	227	227	220	221	221	213
Health and welfare	76	76	77	74	73	69	72	33	33	30
Water and sewer	736	732	713	688	685	685	680	715	720	745
Sanitation	712	709	699	686	650	604	601	565	548	539
DeKalb Peachtree Airport	27	27	27	28	28	28	28	28	26	26
<b>Total</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>	<b>7,240</b>	<b>7,134</b>	<b>6,857</b>

Source: DeKalb County Budget Office

DeKalb County, Georgia  
 Operating Indicators by Function/Program  
 Last Ten Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
General government.										
Business licenses issued	22,450	21,390	20,443	20,908	20,843	20,430	19,778	19,703	19,554	19,243
Registered voters	403,419	388,993	404,539	364,394	386,976	375,581	388,975	362,170	355,092	345,323
Public safety:										
Fire & EMS emergency calls	100,769	98,995	89,499	65,593	88,243	87,921	67,656	87,163	85,588	65,313
Police arrests	62,354	54,686	51,757	48,914	37,115	34,756	39,281	33,328	38,642	39,985
Training academies	2	1	1	1	1	1	1	1	1	1
Civil and criminal court system:										
Recorder's court citations processed	235,854	195,863	211,297	195,472	157,001	150,574	135,761	121,178	124,978	131,955
State court dispossessory warrants	34,935	33,831	35,057	36,910	34,369	33,393	32,107	31,679	32,709	31,883
Superior court felony case filings	6,711	6,293	5,835	6,195	6,299	6,994	7,066	7,676	7,323	7,804
Planning and development:										
Building permits issued	17,333	9,039	9,115	8,785	9,283	10,051	9,530	9,331	9,363	7,159
Number of inspections	35,998	29,875	34,623	58,478	42,672	36,214	34,185	25,189	36,255	23,909
Public works:										
Road resurfacing (miles)	21	20	20	30	30	25	26	20	14	30
Patching (tons)	30,000	50,000	48,000	29,050	56,000	31,783	21,616	14,301	20,283	19,800
Sidewalks constructed (miles)	1	12	23	25	-	-	-	-	-	-
Parks and recreation:										
Average attendance per pool	4,100	4,017	4,800	4,755	n/a	4,000	2,628	5,925	6,065	9,100
Golf rounds per course	37,091	36,221	30,929	22,009	31,033	26,358	n/a	n/a	n/a	n/a
Youth & adult athletic patrons	40,500	33,017	21,500	20,939	26,000	10,000	10,361	7,560	7,708	6,770
Library:										
Patron visits	3,216,230	3,153,749	2,968,638	2,866,374	2,799,195	2,582,391	2,487,503	2,580,242	2,639,216	2,456,719
Water:										
Water Customers	299,445	293,407	289,813	286,556	284,182	277,837	272,563	268,682	263,363	260,037
Water meters	186,503	182,329	181,443	181,682	178,579	175,079	170,318	166,797	162,298	158,869
Average daily water consumption (million gallons)	65	72	67	67	70	72	74	73	72	70
Miles of water mains constructed during year	27	31	31	42	39	31	50	56	45	33
Sewer:										
Sewer Customers	267,057	261,379	258,066	254,357	252,114	245,933	240,898	237,570	232,488	229,237
Average daily sewer treatment (million gallons)	40	43	39	39	34	34	32	30	31	34
Miles of sewer mains constructed during year	16	18	14	26	28	37	31	45	33	27
Sanitation:										
Residential customers	158,427	153,748	148,015	148,999	146,375	158,920	155,060	148,134	138,008	130,882
Commercial customers	8,713	8,256	17,133	12,287	11,369	10,805	9,640	9,130	9,568	9,006
Weekly pickups	2	2	2	2	2	2	2	2	2	2
DeKalb Peachtree Airport:										
Annual flights	207,981	202,251	215,174	224,187	224,959	215,652	244,879	239,230	233,233	228,489
Based aircraft	608	608	608	608	608	590	590	590	580	560

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  
Last Ten Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Public safety:										
Fire stations	26	25	25	25	25	25	24	24	23	23
Fire hydrants	17,295	15,200	22,908	22,908	22,462	22,462	21,948	21,423	20,836	20,836
Public works:										
Miles of paved roads	2,746	2,746	2,746	2,668	2,664	2,613	2,485	2,479	2,450	2,450
Miles of unpaved roads	2	2	2	2	2	2	6	6	6	6
Street Lights	40,836	39,884	39,086	38,355	37,387	36,218	35,358	34,544	33,993	33,326
Parks and recreation:										
Parks	130	130	141	120	109	108	108	108	107	102
Park acreage	6,000	5,948	5,738	5,517	5,200	5,050	3,765	3,722	3,721	3,410
Swimming pools	12	12	12	12	12	11	12	12	12	12
Athletic fields	158	158	174	162	162	162	162	162	162	167
Recreation centers	11	11	11	11	11	11	11	11	10	11
Tennis centers	3	3	3	3	3	3	3	3	3	3
Tennis courts	105	105	104	109	109	105	105	105	105	102
Picnic shelters	90	90	80	87	87	87	87	87	85	76
Golf courses	2	2	2	2	2	2	2	2	2	2
Library:										
Books	812,634	775,472	776,329	785,396	792,744	838,544	887,350	904,213	984,497	955,822
Water:										
Water plant capacity (million gallons)	128	128	128	128	128	128	128	128	128	128
Treated water storage capacity (million gallons)	72	72	72	72	72	72	67	67	67	67
Raw water storage capacity (million gallons)	1,000	1,000	324	324	240	240	240	240	240	240
Miles of water mains	2,854	2,827	2,796	2,765	2,723	2,684	2,635	2,585	2,529	2,484
Sewer:										
Sewer treatment capacity (million gallons)	56	56	56	56	56	56	56	56	56	56
Sewer pumping stations	60	57	57	53	51	51	48	42	39	38
Miles of sewer mains	2,200	2,184	2,166	2,152	2,126	2,098	2,061	2,030	1,982	1,949

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  
 Year Ended December 31, 2006

	<u>Statutory Bond</u>	<u>Statutory Salary</u>
Chief Executive Officer - Vernon Jones	\$ 50,000	\$ 144,491
Board of Commissioners - Elaine C. Boyer; Burrell Ellis; Kathie Gannon; Larry Johnson; Lee May; Connie Stokes; Gale A. Walldorff	10,000	36,123-37,323
Clerk of Superior Court - Linda Carter	25,000	109,342
Probate Court Judge - J. Rosh	100,000	122,818
Sheriff - Thomas E. Brown, Jr.	25,000	117,845
Tax Commissioner - Thomas R. Scott	100,000	118,576
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 Mabley; Janis Gordon; Jose A. DeCampo; Wayne M. Purdom; Edward E. Carriere		130,042
Solicitor, State Court - Shawn LaGrua		130,042
District Attorney - Gwendolyn Keyes Fleming		135,099
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; Anne Workman; Cynthia J. Becker		144,491
Juvenile Court Judges - Elliot Shoenthal; Desiree Peagler		130,042
Magistrate Court Judges - Charles D. Wood; Winston P. Bethel; R. Hopkins Kidd		96,532-108,368

Source: DeKalb County Finance Department

DeKalb County, Georgia

Insurance In Force

December 31, 2006

<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)	\$ 5,000,000
Owner, landlords, and 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	\$ 100,000
Excess workers' compensation - per loss (self-insured retentions \$500,000)	\$ 10,000,000
Group life - 2.25 times annual salary	Limited to 2.25 times salaries
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 HMOs available	Unlimited
Umbrella - \$1,000,000 deductible	\$ 5,000,000

Source: DeKalb County Finance Department