#### COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### FOR THE FISCAL YEAR ENDED JUNE 30, 2008



# **COLLEGE PARK BRADY TRAIL**

Prepared by: Cynthia A. King, Finance Director, City of College Park, Georgia

#### **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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# INTRODUCTORY SECTION (Unaudited)



# CITY OF COLLEGE PARK

P. O. BOX 87137 • COLLEGE PARK, GA. 30337 • 404/767-1537

January 6, 2009

# To the Honorable Mayor, members of the City Council and the Citizens of College Park:

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of College Park for the fiscal year ended June 30, 2008.

The comprehensive annual financial report consists of management's representations concerning the finances of the City of College Park. 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 City of College Park has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of College Park's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of College Park'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 report is complete and reliable in all material respects.

The City of College Park's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of College Park for the fiscal year ended June 30, 2008, 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 City of College Park's financial statements for the fiscal year ended June 30, 2008, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the 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 City of College Park's MD&A can be found immediately following the report of the independent auditors.

#### **Profile of the Government**

The City, incorporated in 1895, is located approximately nine minutes and seven miles south of Atlanta's downtown business district. The City enjoys access to Interstate Highways I-85 and I-285, as well as U.S. Highway 29, adjacent to and adjoining the Midfield Terminal Complex of Hartsfield Jackson International Airport. The City of College Park currently occupies a land area of 10 square miles and serves a population of 20,533. The City of College Park is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City operates under the Council-Manager form of government. Policymaking and legislative authority are vested in the governing council, which consists of a mayor and a fourmember council. The governing council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees and hiring the City's manager and the City's attorney. The City Manager is responsible for carrying out the policies and ordinances of the governing council and overseeing the day-to-day operations of the City. The council is elected on a non-partisan basis. Councilmembers are elected to four- year staggered terms with two councilpersons elected every two years. The mayor is elected for a four-year term. All Councilmembers are elected from their ward, while the mayor is elected at large.

The financial reporting entity (the City) includes all the funds and account groups of the primary government (i.e. the City of College Park, Georgia as legally defined), as well as its component unit, the College Park Business and Industrial Development Authority. Component units are legally separate entities for which the primary government is financially accountable. The City provides a full range of services, including police and fire protection; sanitation services; the construction and maintenance of highways, streets, and infrastructure; recreational activities and cultural events; the sale of electricity; and the sale of water and wastewater treatment.

The annual budget serves as the foundation for the City of College Park's financial planning and control. All departments of the City of College Park are required to present a departmental plan for appropriation to the City Manager by the end of January of each year. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents this proposed budget to the council for review prior to July 1. The council is required to hold public hearings on the proposed budget and to adopt a final budget by June 30, the close of the City of College Park's fiscal year. The appropriated budget is prepared by fund, function (e.g. public safety), and department (e.g., police). Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated budget has been adopted. For the General Fund and major special revenue funds, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the General Fund and major special revenue funds, with appropriated annual budgets, this comparison is presented in the combining and individual fund statements and schedules section of this report.

#### **Factors Affecting Financial Condition**

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

#### Long-term financial planning

In June 2006 the City acquired 28.82 acres surrounding the Convention Center and issued requests for proposals for a developer to construct significant hotel and commercial properties in the Convention Center area. Purchased by Atlanta from the original residents in prior years because of excessive airport noise levels, the land is bounded by Camp Creek Parkway, a four-lane highway with direct access to Interstate 85 and Hartsfield International Airport, making it an attractive site for commercial development. This valuable real estate is undergoing redevelopment. This exciting project encompasses:

- The relocation of all car rental facilities presently located at the airport to this area to be completed by November 2009.
- The construction of two major hotels to be completed by July 2010, one office building to be completed by November 2009 and complete build out by the fourth quarter of 2015.
- An Automated People Mover (APM) to connect the Airport to the Convention Center development to be completed by November 2009.

A separate special fund has been set up in prior years to account for the operations of the district surrounding the Convention Center. Revenues for this fund consist of a special district tax imposed on the appreciation of ad valorem assessments from commercial development within its borders. The revenue stream will be utilized to repay revenue bonds issued to finance the necessary public infrastructure within the development.

A major airport employer moved its employee parking to a portion of this area, and all rental car facilities currently located on the airport grounds will be moved to this area. This would move the motor vehicles from the Clayton County digest to the Fulton County tax roles, significantly increasing motor vehicle ad valorem tax revenues. Also the business licenses for the rental agencies would be paid to the City of College Park rather than the City of Atlanta, as is currently the case. In addition, management feels that this would serve as an economic magnet to foster further development of a proposed major mixed-use project consisting of office buildings, additional hotel space.

#### Major Initiatives

#### Atlanta Airport Marketing Coalition

The AMC, a pooling of marketing departments of the Convention Center and those of the major airport hotels is aggressively marketing the City's first class convention facility nationwide. Management believes that this effort will increase not only exhibit hall and meeting room rentals at the Convention Center but the hotel occupancy taxes as well. Due to the success of this effort, the Convention Center has shown a significant improvement in its financial performance, and is able to cover most of the costs of its operations.

#### **Downtown Revitalization**

The airport will move all existing car rental facilities from the airport to the consolidated car rental facility. The City of Atlanta Airport Authority is constructing an Automated People Mover (APM) to transport airport passengers to the new consolidated car rental facility anticipated to be completed by November 2009. Due to its proximity, all of these will have a major effect on the City in the future.

#### **Historical Main Street**

The Development Director oversees the revitalization of the City's historic Main Street by bringing upscale retail, corporate, and a specialty retail corridor to the downtown commercial district. College Park was designated a National Register District in 1996, followed in 1999 with the designation as a Georgia Main Street City by the Georgia Department of Industry, Trade, and Tourism. With over 800 contributing structures, building, and sites collectively listed on the National Register of Historic Places, College Park is the fourth-largest historic district in the state of Georgia. Transportation Historic Grants from the state Department of Transportation were secured to assist in the renovation of the Historic Train Depot and streetcape enhancement of selected blocks in the downtown area. Renovation of houses in the Historic District is occuring along with completion of new developments such as Princeton Village and Eagles Grove subdivisions. The current trend of residential building continues in 2008 with a high number of permits being issued.

#### **Mixed Use Development**

The City is currently home to thirty high quality hotels, with five others either under construction or in the planning stages. But the realization has come that a City cannot exist without a growing residential base, which provides the impetus for being a town as well as a City. Efforts are underway to provide for quality renovation of existing housing stock, construction of new housing developments, as well as the creation of new commercial development.

The City's economic future depends on the retention and expansion of the collective commercial and residential base, and both are being marketed aggressively. The City is committed to developing initiatives to promote a live-work environment. Currently, three mixed-use developments encompassing hotels, office, professional, retail and residential units are being developed. One of these initiatives is the Princeton Village Traditional Neighborhood development. This development proposes a traditional mixed-use plan of residential single-family homes, townhouses, and an independent senior/assisted living facility. Integrated into the plan are diverse business and public uses, including light commercial, professional, incubator technologies, restaurant, medical, and institutional. The infrastructure provides strict architectural control with historic lighting design, street furniture, greenspace and bicycle paths.

#### **Old National Highway**

Since 2002, approximately **\$180 million** in private investment has been made in the Old National Highway area. This includes both renovation and new construction projects including, the *Alteon Flight Safety Training Center*, a 52,000 sq. ft., \$75 million facility which trains airline pilots; the new *Clarion Atlanta Airport Hotel* which is the only full-service Clarion Hotel in the Atlanta area; the *Millennium Center* campus hotel project which features a 250-room Hilton

Garden Inn; Old National Place and the Bridges at Old National which represents 20,000 sq. ft. of new retail space; a \$3 million investment by John Wieland Homes to locate their light manufacturing facility in the Old National area; an \$8 million training facility for Air Tran and various other new commercial and office renovation projects.

In addition to private investment, approximately **\$30 million** in public funding has been invested in the Old National area since 2002. This includes over \$12 million in tax abatement under the *Old National Highway Enterprise Zone*; city and state funding for streetscape improvements; bond inducements through Fulton County; and programs to assist small businesses (façade grants, revolving loan fund, utility rate discounts). The City of College Park is in the final phase of the LCI grant for Godby Road. Also, in 2008 the City of College Park and Fulton County began partnering on a \$6 million streetscapes, sidewalk, and landscaping improvements project for Old National Highway (beginning at Sullivan Road and continuing south to Flat Shoals Road). This includes the installation of an Advanced Traffic Management System (ATMS) that will improve traffic flow on Old National Highway.

#### **Current Economic Condition**

The City is extremely sound financially. A target fund balance is commonly considered 30 percent of expenditures; the City's General Fund exceeds 90 percent, and has for several years. The size of our cash reserves is among the fundamental underpinning of the City's bond rating. Coupled with a diverse revenue stream and a strong history of sound financial management, the City is well poised to maintain current operations in the face of the economic conditions forced upon it.

#### **Cash Management Policies and Practices**

Cash temporarily idle during the year was invested in certificates of deposit, obligations of the U.S. Treasury, and Bankers Acceptances. The maturities of investments range from 2 days to 5 years, with the average maturity being approximately eight months. The average yield on investments was 3.5 percent. The Governmental funds earned interest revenue of \$753,263 and Enterprise funds earned \$1,887,995 on investments (Excluding capital lease interest income of \$2,125,405 in the FAA Projects) for the year ended June 30, 2008.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, the majority of deposits were either insured by the federal depository insurance or collateralized.

#### **Risk Management**

The City has a limited risk management program for workers' compensation. As part of this comprehensive plan, resources are accumulated in the General Fund to meet potential losses. In addition, various control techniques, including employee accident prevention training, have been implemented to minimize work-related losses. The City employs a claims administrator to review all claims. Third party coverage is currently maintained for individual workers' compensation claims in excess of \$225,000 and all other potential losses.

#### Awards

The City intends to submit this report to the Government Finance Officers Association (GFOA) for its consideration for awarding the Certificate of Achievement for Excellence in Financial Reporting. We believe that the report meets the Certificate of Achievement Program's

requirements for the highest standards in government accounting and financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of College Park for its comprehensive annual financial report for the fiscal year ended June 30, 2007. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

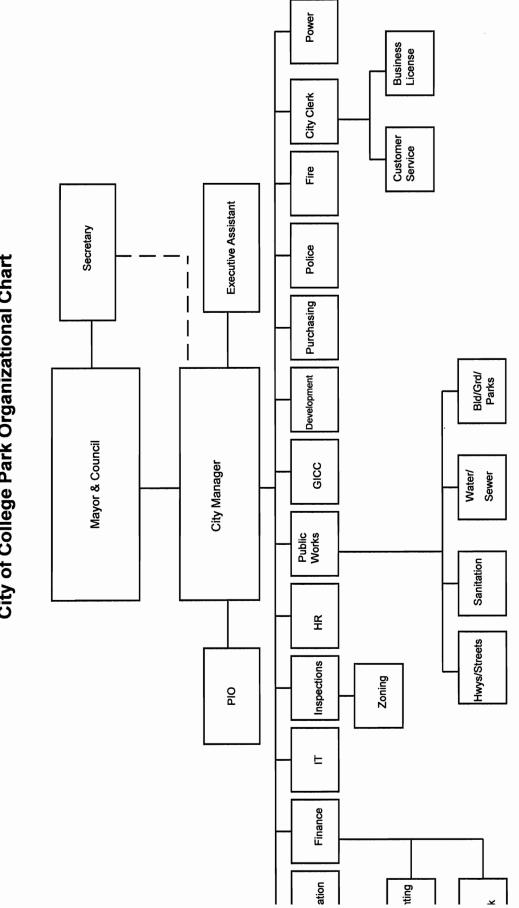
A Certificate of Achievement is valid for a period of one year only. The City of College Park has been awarded the Certificate of Achievement for every submission of its CAFR it has made for the past nine consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and are submitting it to the GFOA.

#### Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the accounting department and all city employees. Each member of the department has our sincere appreciation for their contributions made in the preparation of this report. Without the leadership and support of the governing body of the City, preparation of this report would not have been possible.

Sincerely

Sing Smith, Interim City Manager



City of College Park Organizational Chart

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#### LIST OF PRINCIPAL OFFICIALS JUNE 30, 2008

	Legislative	
Mayor Council Member		Jack P. Longino
Council Member		Ambrose Clay Charles E. Phillips
Council Member		Joe Carn
Council Member		Tracey Wyatt
	Manageme	
Interim City Manager		Jim Smith
Director of Finance		Cynthia A. King
Fire Chief		Cedric Scott
Director of Convention Center		Hugh Austin
Director of Personnel		Dwight Baker
Director of Public Works		Mike Mason
Interim Director of Electrical		Steve Bryant
Public Information Officer		Gerald Walker
Interim Business Development Direc	ctor	Jamilah Stephens
City Clerk		Lakeitha Reeves
Chief Building Inspector		Oscar Hudson
Director of Recreation		Eric Stipe
Police Chief		Gary Yandura
City Attorney		Steve Fincher
Board of the College Park Business Chair	and Industri	al Development Authority April Wyatt
Vice Chair		Jeff Green
Secretary/Treasurer		Walt Bellamy
Board Member		Jane Randolph
Board Member		Subrenia Willis
Board Member (City Council Membe	r)	Ambrose Clay
Mayor of the City		Jack P. Longino

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

# City of College Park Georgia

For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2007

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.



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President

**Executive Director** 

# **FINANCIAL SECTION**



#### INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council College Park, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **City of College Park**, **Georgia** (the "City"), as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of College Park, Georgia's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of College Park, Georgia, as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Hotel/Motel Tax Fund, and Car Rental Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2009, on our consideration of the City of College Park, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 important for assessing the results of our audit.

The Management's Discussion and Analysis (on pages 3 through 12) and the Schedule of Funding Progress (on page 64) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the Unites States of America. 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 City of College Park, Georgia's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements taken as a whole. The introductory section and statistical section 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.

Mauldin & Jenhins, LLC

Atlanta, Georgia January 5, 2009

#### CITY OF COLLEGE PARK, GEORGIA MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2008

As management of the City of College Park, Georgia, (the "City") we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

#### **Financial Highlights**

- The government-wide assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$170,032,853 (net assets). Of this amount, \$67,752,252 (unrestricted net assets) may be used to meet the City's ongoing obligations to citizens and creditors. This amount has not changed significantly from the prior year.
- o The total cost of all City programs was \$78,963,547 compared to \$81,851,220 for the prior year.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$14,554,889 an increase of \$1,344,496 in comparison with the prior year. Of this amount, \$14,098,726 remains unreserved.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$24,227,461 or 90% of total General Fund expenditures, which represents a 4% decrease from the prior year. This represents close to a year's worth of expenditures of the General Fund. The average for similar municipalities is approximately 3 to 4 months.

#### **Overview of the Financial Statements**

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

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

The statement of net assets presents information on all of the City'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 City 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 (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, recreation, inspection, engineering, building and grounds, parks, highways and streets, and interest on long-term debt. The business-type activities of the City include electric, water and sewer, convention center operations, FAA projects, redevelopment, storm water, sanitation, and golf course operations.

The government-wide financial statements can be found on pages 13 and 14 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 City of College Park, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three (3) 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 balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains ten (10) 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 Hotel/Motel Tax Fund, and the Car Rental Fund, all of which are considered to be major funds. Data from the other seven (7) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report. Exhibits 1-3 on pages 11 and 12 present revenues by source for the governmental fund category.

The basic governmental fund financial statements can be found on pages 15 and 16 of this report.

The City adopts an annual appropriated budget for its major governmental funds as well as several of the nonmajor governmental funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with this budget.

**Proprietary funds.** The City's enterprise funds are considered proprietary funds and are used to report the same functions presented as 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 sewer, electric, convention center, FAA projects, redevelopment, sanitation, storm water, and golf course operations.

The basic proprietary fund financial statements can be found on pages 22-26 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 statement because the resources of those funds are not available to support the City'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 27 of this report.

**Notes to 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 28-63 of this report.

**Required supplementary information.** In addition to the basic financial statements and accompanying notes, this report presents the schedule of funding progress as required supplementary information on page 64 of this report.

**Combining and individual fund statements and schedules.** In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. This section can be found on pages 65-83 of this report.

**Statistical section.** In addition to the basic financial statements and accompanying notes, this report also presents various supplementary and statistical information such as 10 year presentation of revenues, expenditures and tax rates. The statistical section can be found on pages 84-108 of this report.

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

#### **Net Assets**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's combined net assets increased slightly from \$162,765,605 in 2007 to \$170,032,853 in 2008. Our analysis below focuses on the net assets (**Table 1**) as compared to the previous year.

#### Table 1

#### City of College Park Net Assets

		Governi Activi				s-type ies		Total Gove	mary nent
		Restated 2007		2008	Restated 2007	2008		Restated 2007	2008
Current and other assets	\$	21,939,273 \$		24,008,590 \$	71,424,794	\$ 70,940,651	\$	93,364,067	\$ 94,949,241
Capital assets		45,118,356		42,073,903	160,043,525	166,722,387		205,161,881	208,796,290
Other noncurrent assets	_	8,809,157		9,946,299	24,840,527	 22,290,725	_	33,649,684	32,237,024
Total assets	_	75,866,786		76,028,792	256,308,846	259,953,763	_	332,175,632	 335,982,555
Current liabilities		3,503,106		2,900,067	22,034,880	23,798,210		25,537,986	26,698,277
Long term liabilities	_	234,117		1,290,319	143,331,924	137,961,106		143,566,041	139,251,425
Total liabilities	_	3,737,223	_	4,190,386	165,366,804	 161,759,316	_	169,104,027	 165,949,702
Net assets:									
Invested in capital assets net of debt		45,037,539		41,005,544	46,332,396	52,620,944		91,369,935	93,626,488
Restricted		283,095		291,003	12,657,919	8,363,110		12,941,014	8,654,113
Unrestricted		26,808,929		30,541,859	31,645,727	37,210,393		58,454,656	67,752,252
Total net assets	\$ ]	72,129,563 \$	_	71,838,406 \$	90,636,042	\$ 98,194,447	\$_	162,765,605	\$ 170,032,853

A significant portion of the City's net assets (\$93,626,488) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding and less accumulated depreciation (net capital assets). The amount invested in capital assets net of related debt of the City equals 55% of total net assets. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

The City of College Park's net assets also include \$291,003 in net assets restricted for public safety and recreation activities, \$8,363,110 restricted for capital outlay and \$67,752,252 in unrestricted net assets. Total net assets have remained relatively unchanged from the prior year. Below is an analysis of some of the more significant changes in net assets:

- Net assets for the Electric Fund increased by \$9,562,702. The City has been very successful in reselling approximately \$6,000,000 of surplus electric capacity to other municipalities in Georgia.
- Net assets for the Water and Sewer Fund decreased (\$1,746,429). Purchases of water and sewer capacity from neighboring governments increased \$2,266,754 as a result of increased rates and increases in estimates for settlements of ongoing disputes.
- Net operating loss for the Convention Center increased from (\$4,367,623) in 2007 to (5,294,667) in the current year. Operating revenues decreased from \$6,795,692 in 2007 to \$5,982,755 in the current year as a result of the overall slowdown in the economy and increased competition from other facilities in the Atlanta area. In addition, transfers from other funds increased \$2,686,799 in order to meet debt service requirements for the facility.

- General government expenses increased from \$4,023,437 in 2007 to \$5,096,633 in the current year due to increases in legal and consulting fees.
- Highways and streets expenses decreased from \$1,561,194 to \$1,237,250 in the current year due to storm water expenses being allocated to its own fund.
- Interest income decreased from \$5,976,915 in 2007 to \$4,766,663 in the current year primarily due to lowering of interest rates by the Federal Reserve.

The unrestricted net assets referred to above may be used to meet the City's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City of College Park reported positive balances in all categories of net assets.

Unrestricted cash and investments increased from \$56,684,067 in 2007 to \$62,494,276 in 2008 as a result of reclassing restricted investments to unrestricted. These cash and investments represent 66% of current assets for the primary government.

**City of College Park Changes in Net Assets** 

 Table 2 compares changes in net assets for 2007 and 2008.

 Table 2

		Gove Act	rnm tivi1			Busin Act	ess- ivitie			Total I Gover		
	•	Restated 2007		2008		Restated 2007		2008	-	Restated 2007		2008
Revenues:	-		•		•		-		_	2007	-	
Charges for services	\$	5,004,947	\$	5,418,094	\$	38,888,524	\$	46,516,877	\$	43,893,471	\$	51,934
Operating grants and												
Contributions		427,503		508,087		-		-		427,503		508
Capital grants and												
Contributions		313,210		-		-		-		313,210		
General revenues:												
Property taxes		12,044,853		11,703,357		-		-		12,044,853		11,703
Car rental taxes		2,709,020		2,764,152		-		-		2,709,020		2,764
Hotel/Motel taxes		5,429,402		6,040,403		-		-		5,429,402		6,040
Sales taxes		5,554,168		5,604,030		-		-		5,554,168		5,604
Franchise taxes		706,010		892,188		-		-		706,010		892
Insurance taxes		1,068,014		1,114,057		-		-		1,068,014		1,114
Other taxes		758,584		797,060		-		-		758,584		797
Interest income		973,629		753,263		5,003,286		4,013,400		5,976,915		4,766
Gain on sale of capital assets		-		71,776		16,364		1,594		16,364		73
Miscellaneous income	-	88,553		32,457	-	-	_	-		88,553		32
Total revenues	-	35,077,893		35,698,924		43,908,174	_	50,531,871	_	78,986,067		86,230
Expenses:												
General government		4,023,437		5,096,633		-		-		4,023,437		5,096
Public safety		14,751,508		16,574,864		-		-		14,751,508		16,574
Recreation		1,637,542		2,078,799		-		-		1,637,542		2,078
Inspection		333,208		418,092		-		-		333,208		418
Engineering		246,899		253,005		-		-		246,899		253
Building and grounds		985,895		848,814		-		-		985,895		848
Parks		405,978		321,643		-		-		405,978		321
Highway and streets		1,561,194		1,237,250		-		-		1,561,194		1,237
Housing and development		-		65,002		-		-		-		65
Interest on long term debt		8,587		21,412		-		-		8,587		21
Electric		-		-		18,765,967		17,747,505		18,765,967		17,747
Water and sewer						<del>6,</del> 014,166		9,892,189		6,014,166		9,892
Sanitation		-		-		2,755,591		2,538,563		2,755,591		2,538
Stormwater		-		-		-		345,681		-		345
Golf course		-		-		10,138		74,148		10,138		74
Convention center		-		-		15,414,115		15,288,693		15,414,115		15,288
FAA projects		-		-		3,584,408		3,352,776		3,584,408		3,352
Redevelopment	-	-	-	-	_	11,352,587		2,808,478		11,352,587		2,808
Total expenses	-	23,954,248		26,915,514	_	57,896,972	_	52,048,033	_	81,851,220		78,963
Increase (decrease) in net assets												
before transfers		11,123,645		8,783,410		(13,988,798)		(1,516,162)		(2,865,153)		7,267
Transfers	-	(5,279,113)		(9,074,567)	-	5,279,113	_	9,074,567		-	_	
Change in net assets		5,844,532		(291,157)		(8,709,685)		7,558,405		(2,865,153)		7,267
Net assets beginning of year, restated		66,285,031		72,129,563		99,345,727		90,636,042		165,630,758		162,765
Net assets end of year	\$_	72,129,563	\$_	71,838,406	\$_	90,636,042	\$	98,194,447	\$	162,765,605	\$	170,032

**Governmental activities.** Governmental activities used (\$291,157) of net assets in 2008 compared to a contribution of \$5,844,532 in the prior year. Overall, Governmental revenues increased \$621,031 while governmental expenses also increased by \$2,961,266. Revenues from capital grants decreased \$313,210. The prior year included grants from the Georgia Department of Transportation, which were not available in the current year. Public safety expenses increased \$1,823,365 or 12% as a result of general increase in wages and filling vacant positions and restated amounts for 2007 as a result of prior period adjustments made. Recreation expenses increased \$441,257 or 27% as a result of a onetime vehicle purchase and increased cost of supplies. Building and ground expenses decreased (\$137,081) or (14%) due to use of leases in 2008 instead of purchase of rolling stock.

Transfers from governmental funds are related to transfers from the Hotel/Motel Tax Fund to the Convention Center Fund to cover operating losses in the Convention Center Fund. These transfers have increased from \$5,279,113 in 2007 to \$6,473,122 in the current year to cover convention center operating losses and debt service.

**Business-type activities.** The City's net assets before transfers for business-type activities decreased by \$1,516,162 in 2008 compared to a decrease of (\$13,988,798) in the prior year. As stated earlier, the electric authority was able to sell excess capacity to other local governments. This more than offset decreases in net assets of other enterprise funds. As noted earlier, net assets in the Water and Sewer Fund decreased (\$1,746,429) as a result of increases in expenses for water and sewer usage expenses. Net assets for the Redevelopment Authority Fund decreased (\$3,021,065) in the current year compared to a decrease of (\$10,369,667) in the prior year (as a result of the restatement as discussed in footnote 18 of this report). Contributing to this decrease, the Authority transferred \$1,026,297 to the Convention Center Fund to meet debt service requirements. The Redevelopment Authority now has a deficit balance in net assets of (\$1,642,587).

#### Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$24,227,461 while total fund balance reached \$24,392,621. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 90% of total General Fund expenditures, while total fund balance represents 91 percent of that same amount.

General Fund expenditures exceeded revenues by \$1,514,522 in 2007 compared to \$1,031,325 in the current year. In order to make up this deficit, the City transferred \$1,200,000 from the Electric Fund, \$550,000 from the Water and Sewer Fund, and \$1,500,000 from the Hotel/Motel Tax Fund.

The City's other major governmental funds are the Hotel/Motel Tax Fund and the Car Rental Fund. The Hotel/Motel Tax Fund derives its revenues from hotel/motel taxes and a special district tax levied on hotels and motels. Revenues in this fund increased from \$7,157,686 in the prior year to \$7,775,669 in fiscal year 2008, a slight increase as the recovery in the travel industry levels off. The majority of these funds (\$6,692,591) are used to support the operations of the Georgia International Convention Center (GICC). Transfers of (\$1,500,000) were made to the General Fund to offset General Fund expenditures for police, fire, highway and streets and other expenditures in support of the hotels and the GICC for purposes of promoting tourism.

The Car Rental Fund derives its revenues from taxes levied on car rental operations at Hartsfield-Jackson International Airport. These taxes are being held in escrow until litigation over the allocation of these funds is

have been deferred to future years. Car rental funds, when received, will be restricted for capital projects for public safety and recreation. The City has a number of non-major governmental funds. The activities of these funds are reflected on pages 62 and 63 of this report. The most significant of the non-major funds is the Grants Fund which is used to account for the activities of Federal and State grant awards. During 2008, the City received \$420,210 in State and Federal Grants. This is a decrease of \$86,714 from the prior year. The grants received in FY 2008 primarily relate to supplemental funding for public safety related activities such as additional police salaries.

Table 3 compares total revenues, expenditures, and changes in fund balance for all governmental funds.

		Gove	ernm und	
		2007	unu	2008
Revenues: Taxes Licenses and permits Intergovernmental revenues Fines and forfeitures Charges for services Interest income Other Total revenues	\$	23,741,048 2,001,568 740,713 2,455,797 547,582 973,629 88,553 30,548,890	\$	27,826,397 2,336,444 508,087 2,540,886 540,764 753,263 104,233 34,610,074
Expenses: General government Public safety Recreation Inspection Engineering Building and grounds Parks Highway and streets Housing and development Debt service Total expenditures Excess (deficiency) of revenues over (under) expenditures	-	4,049,917 15,771,890 1,802,648 372,387 302,633 1,300,232 237,164 1,365,459 - 53,455 25,255,785 5,293,105	-	4,745,430 18,113,160 2,208,913 428,553 258,681 857,749 250,292 1,177,892 65,002 398,573 28,504,245 6,105,829
Other financing sources (uses) Proceeds from sale of capital assets Capital leases Transfers in Transfers out Total other financing sources (uses) Net change in fund balances	-	- 74,965 3,616,590 (8,895,703) (5,204,148) 88,957	-	347,395 1,364,394 4,734,541 (11,207,663) (4,761,333) 1,344,496
Fund balance, beginning of year Fund balance, end of year	\$	<u>13,121,436</u> <u>13,210,393</u>	\$	<u>13,210,393</u> 14,554,889

# Table 3 Governmental Revenues, Expenditures, and Changes in Fund Balances

Total governmental revenues increased by \$4,061,184 from 2007 to 2008 or 13%. The largest increase in revenues was in the area of taxes. Tax revenues increased \$4,085,349 primarily as a result of collection of current taxes from Delta Airlines after it emerged from bankruptcy. Total governmental expenditures increased \$3,248,460 primarily as a result of increases in public safety expenditures due to full staffing levels being obtained, purchase of replacement vehicles including a new fire truck, and trailers for Fire Station Number 2.

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

A schedule of General Fund Revenues Expenditures and Changes in Fund Balance, Budget and Actual can be found on pages 18 and 19. Expenditures over revenues for the General Fund were \$1,913,383 better than had been budgeted. Components of this variance are described below:

Overall, actual revenues were \$143,650 greater than budgeted due to past due tax collections. Overall, actual expenditures were \$1,035,835 better than budgeted primarily due to land acquisitions. Overall, fund balance reflected a favorable budgeted variance of \$1,913,383 as reserves did not have to be used as originally anticipated.

#### **Capital Asset and Debt Administration**

**Capital assets.** The City's investment in capital assets for its governmental and business type activities as of June 30, 2008, is \$208,796,290 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Capital Assets net of depreciation

		• • • • • • • • • • • • • • • • • • • •				
		ernmental ctivities		ess-type ivities		Primary rnment
	2007	2008	2007	2008	2007	2008
Land	\$ 2,022,063	\$ 1,971,079	\$ 47,416,286	\$ 52,689,491	\$ 49,438,349	\$ 54,660,570
Construction in progress	343,162	455,880	10,307	290,585	353,469	746,465
Building and improvements	24,272,272	23,411,602	83,649,718	81,356,436	107,921,990	104,768,038
Autos and trucks	798,694	1,907,918	827,838	1,322,911	1,626,532	3,230,829
Other equipment	2,660,727	2,544,213	5,583,923	4,380,466	8,244,650	6,924,67§
Infrastructure	15,021,438	11,783,211	22,555,453	26,682,498	37,576,891	38,465,709
Total	\$ 45,118,356	\$ 42,073,903	\$ 160,043,525	\$ 166,722,387	\$ 205,161,881	\$ 208,796,290

#### Table 4

Storm water infrastructure was transferred from governmental activities to Business-type activities as a result of the formation of a separate storm water fund to account for the assessment of a separate fee and the related expenses to maintain these assets. Changes in all other components of capital assets relate to normal operating purchases of capital assets and the related depreciation of assets.

Additional information on the City's capital assets can be found in Note 5 pages 41-43 of this report.

**Long-term debt**. Bond debt decreased from \$138,710,000 in 2007 to \$133,425,000 reflecting scheduled principal payments of \$5,285,000.

Additional information on the City's long-term debt and capital leases can be found in Note 6 on pages 43-48.

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

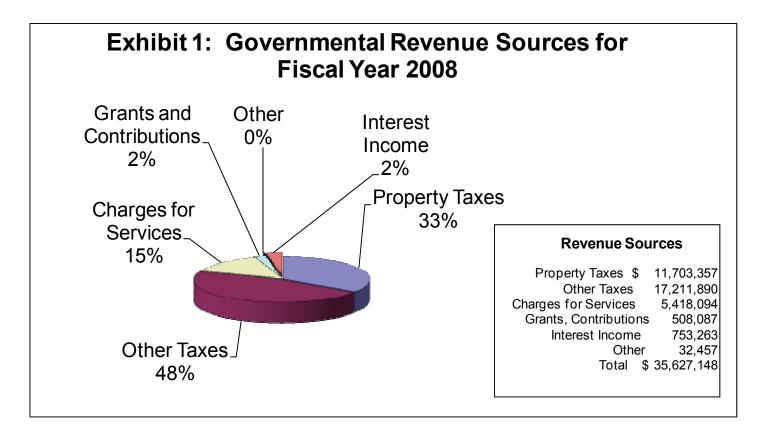
The unemployment rate for the City in June 2008 was 6.9%, which is up from a rate of 5% percent a year ago. This compares to the state's average unemployment rate of 7%. The City's favorable comparison to the state average reflects the improvement of the travel industry which has made gains in the past year.

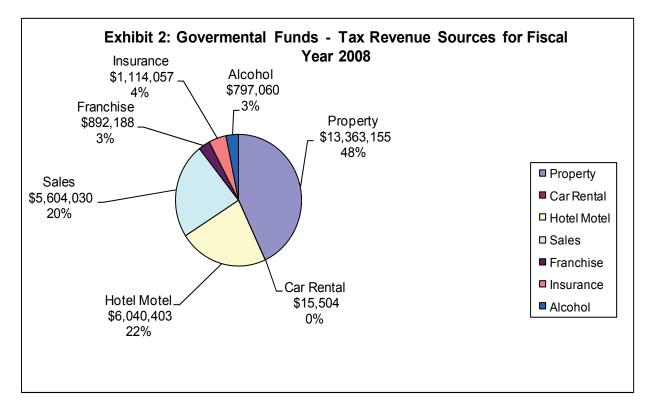
- Electric rates were budgeted for a modest rate change in the upcoming fiscal year with growth in revenues reflected by the continued completion of commercial development projects, while water rates were budgeted for an increase to offset increased costs of purchases.
- Travel related revenues such as hotel motel taxes and car rental taxes were budgeted to increase as the automated people mover nears completion bringing an influx of business and leisure tourists into the City.

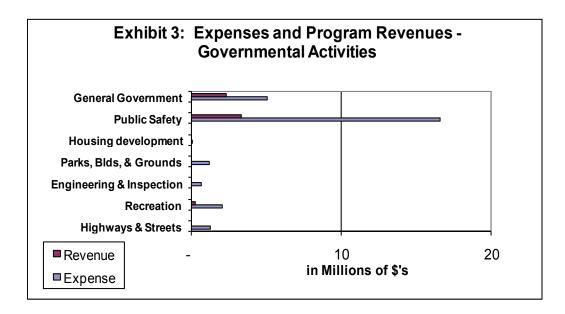
These factors were considered in preparing the City's budget for the 2009 fiscal year.

#### **Requests for Information**

This financial report is designed to provide a general overview of the City'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 financial information should be addressed to Cynthia A. King, Finance Director, P.O. Box 87137, City of College Park, Georgia 30337.







#### STATEMENT OF NET ASSETS JUNE 30, 2008

		Primary Governmen	t
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 3,729,802	\$ 3,262,838	\$ 6,992,640
Investments	18,895,660	36,605,976	55,501,636
Receivables (net of allowance for uncollectibles)	10,583,520	4,967,217	15,550,737
Internal balances	(9,472,650)	9,472,650	-
Inventories	60,609	-	60,609
Investment in lease	-	2,361,115	2,361,115
Prepaid expenses	105,252	145,715	250,967
Cash restricted	106,397	122,650	229,047
Investments restricted		14,002,490	14,002,490
Total current assets	24,008,590	70,940,651	94,949,241
Noncurrent assets			
Investment in long term lease	-	14,194,892	14,194,892
Net pension asset	9,807,926	-	9,807,926
Deferred charges	-	2,667,966	2,667,966
Other assets	138,373	5,427,867	5,566,240
Capital assets: Non-depreciable	2,426,959	52,980,076	55,407,035
Depreciable, net of accumulated depreciation	39,646,944	113,742,311	153,389,255
Total noncurrent assets	52,020,202	189,013,112	241,033,314
Total Assets	76,028,792	259,953,763	335,982,555
Current liabilities	544 550	0 200 045	0.007.004
Accounts payable	511,556	9,396,045	9,907,601
Accrued liabilities	710,926	1,267,960	1,978,886
Unearned revenue	6,114	224,367	230,481
Deposits	- 212	491,163	491,163 212
Accrued interest Capital leases due within one year	357,260	-	357,260
	729,009	-	729,009
Claims payable due within one year Compensated absences due within one year	584,990	-	584,990
Current liabilities payable from restricted assets:	564,990	-	564,990
Accrued interest		4,980,321	4,980,321
Deposits	-	1,314,143	1,314,143
Capital leases due within one year	-	194,211	194,211
Revenue bonds payable due within one year	-	5,930,000	5,930,000
Total current liabilities	2,900,067	23,798,210	26,698,277
loncurrent liabilities		40 407 007	40 407 007
Notes payable due in more than one year	-	13,427,867	13,427,867
Net other post employment benefits obligation	222,934	-	222,934
Compensated absences due in more than one year	356,286	-	356,286
Capital leases payable due in more than one year Revenue bonds payable due in more than one year	711,099	349,965	1,061,064
Total noncurrent liabilities	1,290,319	<u>124,183,274</u> 137,961,106	124,183,274 139,251,425
Total liabilities	4,190,386	161,759,316	165,949,702
ET ASSETS	<b></b>		
Invested in capital assets, net of related debt	41,005,544	52,620,944	93,626,488
Restricted for recreation and public safety	41,005,544	52,020,944	93,020,400 290,302
Restricted for capital projects	290,302	8,363,110	8,363,110
Unrestricted	30,542,560	37,210,393	67,752,953
Unicouroidu	30,342,300	57,210,393	01,102,903

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# STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Functions/Programs         Expenses         Charges for Services         Contributions           Primary government:         Covernment:         Services         Contributions           Primary government:         Services         Contributions         Services         Contributions           Public safety         2,574,864         \$ 5,066,633         \$ 2,336,444         \$ 5         \$ 5,066,633         \$ 2,336,444         \$ 5         \$ 5,066,633         \$ 2,336,444         \$ 5,06,067         \$ 5,06,067         \$ 5,06,067         \$ 5,066,633         \$ 2,336,444         \$ 5,06,067         \$ 5,06         \$ 5,066         \$ 5,066         \$ 5,06,067         \$ 5,06         \$ 5,06			Changes in Net Assets	s
Expenses         Charges for Services           s:         \$ 5,096,633         \$ 2,336,444         \$           across         \$ 5,096,633         \$ 2,336,444         \$           16,574,864         \$ 2,800,060         \$         \$           across         \$ 2,036,444         \$         \$           16,574,864         \$ 2,800,060         \$         \$           2,078,799         \$ 2,800,060         \$         \$           across         \$ 16,574,864         \$         \$         \$           across         \$ 16,574,864         \$         \$         \$           across         \$ 1,537,250         \$         \$         \$           across         \$ 1,214,175         \$         \$         \$           across         \$         \$         \$         \$         \$           across         \$         \$         \$         \$         \$         \$           across         \$         \$         \$         \$         \$         \$           across         \$         \$         \$         \$         \$         \$         \$           across         \$         \$         \$         \$         \$			Primary Government	
s: $s$ $5,096,633$ $s$ $2,336,444$ $s$ $16,574,864$ $2,900,060$ $2,078,799$ $2,078,799$ $2,080,060$ $2,078,799$ $2,080,060$ $2,078,799$ $2,080,060$ $2,078,799$ $2,000,060$ $2,078,799$ $2,141,092$ $2,53,005$ $2,141,092$ $2,53,005$ $2,141,094$ $1,2,241,094$ $1,2,241,094$ $1,2,241,094$ $1,2,24,175$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,478$ $1,2,14,775$ $2,5,08,139$ $6,02$ $2,7,441$ $1,15,489$ $2,7,644$ $1,15,489$ $2,7,64,41$ $1,15,489$ $2,7,64,91,71$ $3$ $4,6,516,877$ $3,54,577$ $3,55,54,577$ $4,516,877$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,54,57$ $3,51,55,55$ $3,51,55,55,55,55,55,55,55,55,55,55,55,55,$	Operating Capital Grants and Grants and Contributions Contributions	tal Governmental and Governmental utions Activities	al Business-type Activities	Total
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$				
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	<del>دی</del> ۱	- \$ (2.760.189)	39) \$ - \$	(2,760,189)
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$\begin{array}{c ccccccccccccccccccccccccccccccccccc$		- (418,092)	- (Ze	(418,092)
The set of		- (253,005)	35) -	(253,005)
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	,	- (848,814)	14) -	(848,814)
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titles $\frac{26,002}{21,412}$ $\frac{21,412}{21,412}$ $\frac{21,412}{5,418,094}$ $\frac{21,412}{5,88,693}$ $\frac{27,341,389}{5,982,755}$ $\frac{17,747,505}{3,352,776}$ $\frac{1,214,775}{1,214,775}$ $\frac{1,214,775}{1,214,775}$ $\frac{1,528,697}{2,538,563}$ $\frac{2,754,44}{2,744}$ $\frac{74,148}{74,148}$ $\frac{1,15,489}{1,15,489}$ $\frac{1,15,489}{622,944}$ $\frac{74,148}{74,148}$ $\frac{1,15,489}{622,944}$ $\frac{1,15,489}{74,971}$ $\frac{6,21,934,971}{5}$ $\frac{5}{51,934,971}$ $\frac{6}{51}$		- (1,237,250)	20)	(1,237,250)
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ities $\begin{array}{ c c c c c c c c c c c c c c c c c c c$		- (21,412)	12)	(21,412)
17,747,505       27,341,389         9,892,189       8,289,554         9,892,189       8,289,554         15,288,693       5,982,755         3,352,776       1,214,775         2,808,478       1,214,775         2,508,633       2,754,424         2,508,633       2,754,424         74,148       1,15,489         74,148       1,15,489         75,048,033       46,516,877         52,048,033       46,516,877         57,048,033       51,934,971         5       78,963,547	508,087	- (20,989,333)	33) -	(20,989,333)
1, $(A_1, 505)$ 2, $(A_1, 505)$ 2, $(A_1, 505)$ 9, 92, 189     8, 289, 554       15, 288, 693     5, 982, 155       3, 352, 776     1, 214, 775       2, 808, 478     195, 697       2, 538, 563     5, 982, 554       345, 681     1, 214, 775       2, 538, 563     5, 982, 754       345, 681     1, 214, 775       2, 538, 563     2, 538, 563       2, 538, 563     2, 744       115, 994     115, 994       52, 048, 033     46, 516, 877       52, 048, 033     46, 516, 877       52, 048, 033     46, 516, 877       52, 048, 033     547       52, 048, 033     547       52, 048, 033     547       51, 934, 971     5       60     6				
titles $\begin{bmatrix} 9,892,189 \\ 9,892,755 \\ 3,532,776 \\ 2,538,663 \\ 2,808,478 \\ 1,214,477 \\ 3,2,538,563 \\ 2,538,563 \\ 2,538,563 \\ 2,538,563 \\ 2,74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,148 \\ 74,175 \\ 72,944 \\ 97,7 \\ 34,971 \\ 38 \\ 70,94,971 \\ 70,94,971 \\ 7$	•		- 9,093,004	8,383,864
titles $\begin{array}{c ccccccccccccccccccccccccccccccccccc$			- (1,602,635)	(1,602,635)
fities $\begin{array}{c ccccccccccccccccccccccccccccccccccc$			- (9,305,938)	(9,305,938)
2,808,478     195,697       2,538,563     2,754,274       345,681     622,944       74,148     115,489       52,048,033     46,516,877       5     78,963,547       5     78,963,547			- (2,138,001)	(2,138,001)
2,538,563     2,754,274       345,681     622,944       1622,944     1622,944       74,148     165,16,877       \$ 78,963,547     \$ 51,934,971       6     6			- (2,612,781)	(2,612,781)
ifies $\frac{345,681}{72,944}$ $\frac{622,944}{115,489}$ $\frac{115,489}{115,489}$ $\frac{125,048,033}{2048,033}$ $\frac{46,516,877}{2048,037}$ $\frac{66}{3}$	•	ı	- 215,711	215,711
rities 71,48,148 115,489 46,516,877 46,516,877 66,877 51,934,971 5 51,934,971 5 60,00		ı	- 2/1/263	2/1/263
rities 52,048,033 46,516,877 5 \$ 78,963,547 \$ 51,934,971 \$ Go	•		- 41,041	140,14
\$         78,963,547         \$         51,934,971         \$           0.0         0	-	-  -	- (0c1,156,c) -	(ac1,156,6)
General revenues: Taxes: Property taxes Car rental taxes Hotel/motel taxes Alcoholic beverag Sales taxes Franchise taxes Insurance premiu Interest income Miscellaneous incom Gain on sale of capi	508,087 \$			
Taxes: Property taxes Car rental taxes Hotel/motel taxes Alcoholic beverag Sales taxes Franchise taxes Insurance premiu Interest income Miscellaneous incom Gain on sale of capi	neral reventee.			
Property taxes Car rental taxes Hotel/motel taxes Alcoholic beverag Sales taxes Franchise taxes Insurance premiu Interest income Miscellaneous incom Gain on sale of capi	Taxes:			
Car rental taxes Hotel/motel taxes Alcoholic beverag Sales taxes Franchise taxes Insurance premiur Interest income Miscellaneous incorr Gain on sale of capi'	Property taxes	11.703.357		11,703,357
Hotel/motel taxes Alcoholic beverag Sales taxes Franchise taxes Insurance premiur Interest income Miscellaneous incorr Gain on sale of capit	Car rental taxes	2,764,152	52 -	2,764,152
Alcoholic beverag Sales taxes Franchise taxes Insurance premiu Interest income Miscellaneous incorr Gain on sale of capit	Hotel/motel taxes	6,040,403		6,040,403
Sales taxes Franchise taxes Insurance premiur Interest income Miscellaneous incorr Gain on sale of capit	Alcoholic beverage taxes	797,060	- 09	797,060
Franchise taxes Insurance premiur Interest income Miscellaneous incorr Gain on sale of capit	Sales taxes	5,604,030	30 -	5,604,030
Insurance premiur Interest income Miscellaneous incorr Gain on sale of capit Transfers	Franchise taxes	892,188		892,188
Interest income Miscellaneous incorr Gain on sale of capit Transfers	Insurance premium taxes	1,114,057		1,114,057
Miscellaneous incom Gain on sale of capit Transfers	Interest income	753,263	63 4,013,400	4,766,663
Gain on sale of capit Transfere	Miscellaneous income	32,457		32,457
Tranefare	Gain on sale of capital assets	71,776		13,370
	ansfers			
Total general revenu	Total general revenues and transfers	50		33,787,737
Change in net asset	Change in net assets		_	1,261,248
Net assets - beginnin	Net assets - beginning of year, restated	tated 72,129,563	90,636,042	162,765,605

#### BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2008

		General Fund		Hotel/Motel Tax Fund		Car Rental Fund	G	Nonmajor overnmental Funds		Total Governmental Funds
ASSETS										
Cash and cash equivalents	\$	3,146,702	\$	10,737	\$	-	\$	572,363	\$	3,729,802
Investments		17,939,125		956,535		-		-		18,895,660
Receivables (net of allowance for uncollectibles)		1,879,626		525,631		8,000,273		177,990		10,583,520
Inventories		60,609		-		-		-		60,609
Due from other funds		1,845,530		-		-		279,365		2,124,895
Prepaid items		104,551		-		-		701		105,252
Advances to other funds		856,625		-		-		-		856,625
Cash - restricted		-		-		18,929		87,468	_	106,397
Total Assets	\$	25,832,768	\$	1,492,903	\$	8,019,202	\$	1,117,887	\$	36,462,760
LIABILITIES AND FUND BALANCES										
Accounts payable	\$	482,919	\$	63	\$	151	\$	28,423	\$	511.556
Accrued liabilities	•	696,269	•	•	•		•	14,657	•	710,926
Due to other funds		85,253		-		1,367,451		109,841		1,562,545
Advances from other funds				-		10.891.625		-		10,891,625
Deferred revenue		175,706		53,921		8,000,273		1,319		8,231,219
Total liabilities		1,440,147		53,984		20,259,500		154,240		21,907,871
FUND BALANCES (DEFICIT) Reserved for:										
Inventory		60,609		-		-		-		60,609
Prepaid items		104,551		-		-		701		105,252
Public safety and recreation		-		-		-		290,302		290,302
Unreserved, undesignated reported in:										
General fund		24,227,461		-		-		-		24,227,461
Special revenue funds		-		1,438,919		(12,240,298)		621,450		(10,179,929)
Capital projects fund		-		-		-		51,194		51,194
Total fund balances (deficit)		24,392,621		1,438,919		(12,240,298)		963,647		14,554,889
Total liabilities and fund balances (deficit)	\$	25,832,768	\$	1,492,903	\$	8,019,202	\$	1,117,887		

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

e not financial	
) funds. 42,073,903	
rent-period	
funds. 8,225,105	
e current period and,	
(2,961,790)	
i financial resource used in governmental	
ental funds. 9,946,299	_
\$ 71,838,406	_
	funds.       42,073,903         rent-period       8,225,105         funds.       8,225,105         e current period and,       (2,961,790)         financial resource used in governmental       9,946,299

#### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

		General Fund		Hotel/Motel Tax Fund		Car Rental Fund		Nonmajor Governmental Funds		Total Governmental Funds
REVENUES	-								-	
Taxes:										
Property	\$	11,513,419	\$	1,717,438	\$	-	\$	132,298	\$	13,363,155
Sales		5,604,030		6,040,403		15,504		-		11,659,937
Insurance premium		1,114,057		-		-		-		1,114,057
Alcoholic beverage		797,060		-		-		-		797,060
Franchise		892,188		-		-		-		892,188
Licenses and permits		2,336,444		-		-		-		2,336,444
Intergovernmental revenues		87,877		-		-		420,210		508,087
Fines and forfeitures		2,498,444		-		-		42,442		2,540,886
Charges for services		281,590		-		-		259,174		540,764
Interest income		707,186		17,828		16,493		11,756		753,263
Other		104,134		-		63		36		104,233
Total revenue		25,936,429		7,775,669		32,060		865,916		34,610,074
EXPENDITURES										
Current:		4 740 470		0.050						4 745 400
General government		4,742,472		2,958		-		-		4,745,430
Police		10,091,375		-		195,042		1,223,935		11,510,352
Fire		6,602,808		-		-		-		6,602,808
Recreation		2,208,913		-		-		-		2,208,913
		428,553		-		-		-		428,553
Engineering		258,681		-		-		-		258,681
Building and grounds		843,625		-		-		14,124		857,749
Parks		250,292		-		-		-		250,292
Highway and streets		1,142,462		-		-		35,430		1,177,892
Housing and development		-		-		-		65,002		65,002
Debt service:		070 050								070.050
Principal		376,852		-		-		-		376,852
Interest		21,721		-		-	_	-		21,721
Total expenditures		26,967,754	_	2,958		195,042		1,338,491		28,504,245
Excess (deficiency) of revenues over										
(under) expenditures		(1,031,325)		7,772,711		(162,982)		(472,575)		6,105,829
OTHER FINANCING SOURCES (USES)										
Transfers in		3,250,000		-		-		1,484,541		4,734,541
Transfers out		(2,040,906)		(8,620,069)		(441,688)		(105,000)		(11,207,663)
Proceeds from the sale of capital assets		347,395		(0,020,000)		(441,000)		(100,000)		347,395
Capital leases		1,364,394		-		-		-		1,364,394
Total other financing sources (uses)		2,920,883		(8,620,069)	_	(441,688)		1,379,541		(4,761,333)
Net change in fund balances		1,889,558		(847,358)		(604,670)		906,966		1,344,496
Fund balances (deficit), beginning of year		22,503,063		2,286,277		(11,635,628)		56,681		13,210,393
r and balances (denoit), beginning of year				2,200,211		(11,030,020)	_	50,001		13,210,383
Fund balances (deficit), end of year	\$	24,392,621	\$	1,438,919	\$	(12,240,298)	\$	963,647	\$	14,554,889

#### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Net change in fund balances - total governmental funds	\$ 1,344,496
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 depreciation expense exceeded capital outlays in the current period.	(167,389)
The net effect of the disposal (or interfund transfers of capital assets from governmental activities to business-type activities) of capital assets is to decrease net assets.	(2,877,064)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	1,088,850
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:	
Initiation of capital leases Principal payment on capital leases	(1,364,394) 376,852
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	4 207 402
	 1,307,492
Change in net assets of governmental activities	\$ (291,157)

#### GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Budget						Variance With
	Original	ugei	Final	-	Actual		Final Budget
Revenues:	 					_	
Taxes:							
Property	\$ 12,549,121	\$	12,146,600	\$	11,513,419	\$	(633,181)
Sales	5,350,000		5,576,340		5,604,030		27,690
Insurance premium	1,100,000		1,100,000		1,114,057		14,057
Alcoholic beverage	825,000		825,000		797,060		(27,940)
Franchise	700,000		700,000		892,188		192,188
Licenses and permits	2,385,500		2,085,500		2,336,444		250,944
Intergovernmental revenues	85,000		85,000		87,877		2,877
Fines and forfeitures	2,102,500		2,358,500		2,498,444		139,944
Charges for services	320,000		320,000		281,590		(38,410)
Interest income	500,000		500,000		707,186		207,186
Other	88,639		95,839		104,134		8,295
Total revenue	 26,005,760		25,792,779		25,936,429		143,650
Expenditures:							
Current:							
General government							
Executive	1,274,560		2,065,500		1,886,730		178,770
Legislative	595,798		786,623		760,053		26,570
Financial administration	241,930		260,730		234,665		26,065
Accounting	359,006		381,506		332,459		49,047
Personnel	361,065		361,065		345,268		15,797
Purchasing	151,744		155,544		152,909		2,635
Public information	178,814		157,475		105,286		52,189
Business licenses	76,857		76,857		68,525		8,332
Data processing	697,117		704,617		657,715		46,902
Main street development	211,823		98,423		39,232		59,191
Business development	233,890		170,890		159,630		11,260
Total general government	 4,382,604		5,219,230		4,742,472		476,758
Police							
Administration	1,478,585		1,636,285		1,632,129		4,156
Patrol	6,589,217		6,690,354		6,518,984		171,370
Investigations	1,252,975		1,313,225		1,281,003		32,222
Corrections	346,580		346,580		343,175		3,405
Municipal court	324,508		324,508		316,084		8,424
Total police	 9,991,865		10,310,952		10,091,375		219,577
Fire							
Administration	731,631		802,256		774,360		27,896
Suppression	3,802,398		4,148,323		4,129,894		18,429
Emergency medical services	1,653,636		1,722,536		1,698,554		23,982
Total fire	 6,187,665		6,673,115		6,602,808		70,307
Recreation							
Administration	310,132		315,732		315,727		5
Programs	1,268,084		1,262,484		1,259,409		3,075
Facilities	1,916,416		634,316		633,777		539
Total recreation	 3,494,632		2,212,532		2,208,913		3,619
	 				· · · · · · · · · · · · · · · · · · ·		<u> </u>

Continued

#### GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED JUNE 30, 2008

	Bu	dget		Variance With
Expenditures (continued):	Original	Final	Actual	Final Budget
Current (continued):				
Inspection	439,164	450,464	428,553	21,911
Engineering	400,435	288,535	258,681	29,854
Buildings and grounds	1,107,909	903,459	843,625	59,834
Parks	258,842	258,842	250,292	8,550
Highways and streets	1,738,324	1,255,913	1,142,462	113,451
Debt service:				
Principal	69,000	411,723	376,852	34,871
Interest	-	18,824	21,721	(2,897)
Total expenditures	28,070,440	28,003,589	26,967,754	1,035,835
Deficiency of revenues under expenditures	(2,064,680)	(2,210,810)	(1,031,325)	1,179,485
Other financing sources (uses):				
Transfers in	3,250,000	3,250,000	3,250,000	-
Transfers out	(1,084,955)	(2,444,510)	(2,040,906)	403,604
Capital leases	-	1,364,495	1,364,394	(101)
Proceeds from sale of capital assets	17,000	17,000	347,395	330,395
Total other financing sources	2,182,045	2,186,985	2,920,883	733,898
Net change in fund balances	117,365	(23,825)	1,889,558	1,913,383
Fund balances, beginning of year	22,503,063	22,503,063	22,503,063	
Fund balances, end of year	\$ 22,620,428	\$ 22,479,238	\$ 24,392,621	\$ 1,913,383

#### HOTEL/MOTEL TAX SPECIAL REVENUE FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Revenues	 Original Budget	 Final Budget	 Actual	 Variance With Final Budget
Taxes:				
Property	\$ 1,700,000	\$ 1,700,000	\$ 1,717,438	\$ 17,438
Sales	5,400,000	5,400,000	6,040,403	640,403
Interest income	50,000	50,000	17,828	(32,172)
Total revenue	 7,150,000	 7,150,000	7,775,669	 625,669
Expenditures:				
Current:				
General government	-	-	2,958	(2,958)
Total general government	 -	 -	 2,958	 (2,958)
Excess of revenue over expenditures	 7,150,000	 7,150,000	 7,772,711	 622,711
Other financing uses				
Transfers out	(8,317,558)	 (8,317,558)	 (8,620,069)	(302,511)
Total other financing uses	 (8,317,558)	 (8,317,558)	 (8,620,069)	 (302,511)
Net change in fund balances	(1,167,558)	(1,167,558)	(847,358)	320,200
Net change in fand balances	(1,107,000)	(1,107,000)	(047,000)	520,200
Fund balances, beginning of year	 2,286,277	 2,286,277	 2,286,277	 -
Fund balances, end of year	\$ 1,118,719	\$ 1, <u>118,719</u>	\$ 1,438,919	\$ 320,200

### CAR RENTAL SPECIAL REVENUE FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget		Actual	Variance With Final Budget
Revenues		 	· ·		
Sales taxes	\$ -	\$ -	\$	15,504	\$ 15,504
Interest income	-	-		16,493	16,493
Other income	-	-		63	63
Total revenue	 -	 -		32,060	 32,060
Expenditures:					
Current:					
Police	-	158,900		195,042	(36,142)
Debt service	-	415,000		-	415,000
Total expenditures	 -	 573,900		195,042	 378,858
Deficiency of revenues under expenditures	 	 (573,900)		(162,982)	 410,918
Other financing uses Transfers out	 -	 (441,722)		(441,688)	34
Total other financing uses	 -	 (441,722)		(441,688)	 34
Net change in fund balances	-	(1,015,622)		(604,670)	410,952
Fund balances (deficit), beginning of year	(11,635,628)	 (11,635,628)		(11,635,628)	 -
Fund balances (deficit), end of year	\$ (11,635,628)	\$ (12,651,250)	\$	(12,240,298)	\$ 410,952

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

# STATEMENT OF NET ASSETS PROPRIETARY FUNDS JUNE 30, 2008

ASSETS t assets and cash equivalents tment in lease, current portion vables: ity charges (net of allowance for conclocible accounts)		Sewer Fund	Convention Center Fund	FAA Project Fund	Receveropment Authority Fund	Enterprise Funds	Total Enterprise Funds
s tt portion iowance for							
a t portion lowance for	C02 C07	¢ 706 102 ¢	3 000 030	1 106 630	4 000 ¢	320 633	د ، مجرم معرم
nents ment in lease, current portion ables: ty charges (net of allowance for collectible accounts)		0,132	676'007	1,130,033	1,300	920,033 846.678	ſ
rent in rease, current portion by charges (net of allowance for collectible accounts)	21,100,100	0,040,030		2 361 115 2 361 115			2361 115
iy charges (net of allowance for collectible accounts)	•			211,100,2			2,000,1
y diarges (net of anowance for collectible accounts)							
collectible accounts)						010 010	010 111 0
r ronainahlae	2,521,124	CC5,UU1		•	•	343,333	3,0/1/0/2
	633,600	8,450	189,068	'	557,785	7,242	1,396,145
from other funds	3.396,960	5.078	842,902	154,967	36,503	56,485	4,492,895
aid expenses	5.706	3.021	10.819		120.966	5,203	145,715
and cash equivalents - restricted	122,650				1	•	122,650
stments - restricted	2,260,846		3,378,534	3.536.995	4.826.115		14.002.490
	27 220 404	0 660 280	1 680 480	7 240 716	5 EA2 277	1 570 834	RE ORD ROR
	01,000,101	a,505,505	+,000,400	1,643,110	117'0-0'0	100,010,1	000,000,000
rrent assets							
tment in long term lease				14,194,892			14,194,892
assets		•		•	5,427,867		5,427,867
inces to other funds	526,297		3,149,379		10,035,000		13,710,676
red charges	•		1,439,974	148,596	1,079,396		2,667,966
al assets:							
	'	1,638,149	15,510,346		35,540,996		52,689,491
struction in progress	'	269,103	•		3,017	18,465	290,585
ding and improvements	1.524.400	176,864	88,007,021	4,467,846	'	537,983	94,714,114
is and trucks	1.088.021	346,045	19.606		,	2,171,597	3,625,269
ar equipment	943 622	598,579	10.824.949		ı	97.911	12.465.061
structure	16 606 981	22.407.770				3.576.823	42.591.574
iss accumulated denreciation	(8.970.091)	(8,147.812)	(18.609.769)	(1.608.539)		(2,317,496)	(39,653,707)
Total capital assets (net of							
accumulated depreciation)	11,192,933	17,288,698	95,752,153	2,859,307	35,544,013	4,085,283	166,722,387
If noncurrent assets	11,719,230	17,288,698	100,341,506	17,202,795	52,086,276	4,085,283	202,723,788
	40 058 421	26 848 087	105 030 995	24 452 511	57 629 553	5,665,117	268,684,684

Ined

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# STATEMENT OF NET ASSETS PROPRIETARY FUNDS JUNE 30, 2008

1		Business-	Business-type Activities - Enterprise Funds	ise Funds			
	Electric Fund	Water and Sewer Fund	Convention Center Fund	FAA Project Fund	Redevelopment Authority Fund	Nonmajor Enterprise Funds	Total Enterprise Funds
ABILITIES iyable from is				6	1		
		<pre>&gt; 0,140,070 &gt; 55,246</pre>	214,091 \$	₽ 1 1	41,240 \$	97,615	a 3,390,043 1,267,960
red revenue sits	224,367 -		385.881		- 105.282		224,367 491.163
o other funds	6,882	'	431,428	730,031	3,364,955	521,949	5,055,245
l current liabilities payable from restricted current assets	2,084,341	8,204,124	1,209,127	730,031	3,517,485	689,672	16,434,780
t liabilities payable from ted assets							
mer utility deposits	1,314,143		- 700 007		- 357 100		1,314,143
ed interest on bonds and notes	•	- 17 660	1,203,321	202,300	00+' 100'o	-	100,021
al leases payable within one year nue bonds payable within one year			2,375,000	2,775,000	780,000		5,930,000
I current liabilities payable	1 314 143	47 563	3 664 077	3 107 085	4 137 400	146 648	12 <b>4</b> 18 675
tal current liabilities	3.398.484	8.251.687	4.874.054	3.838.016	7,654,894	836,320	28,853,455
rrent liabilities pavable in more than one vear	,	I			13,427,867		13,427,867
al leases payable in more than one year	•	43,113			•	306,852	349,965
nue bonds payable in more than one year			72,756,356	16,386,918	35,040,000	,	124,183,274
nces from other funds			526,297		3,149,379		3,675,676
I noncurrent liabilities		43,113	73,282,653	16,386,918	51,617,246	306,852	141,636,782
abilities	3,398,484	8,294,800	78,156,707	20,224,934	59,272,140	1,143,172	170,490,237
NET ASSETS ted in capital assets. net of related debt	11.192.933	17,198,022	20,620,797	253,396	(275,987)	3,631,783	52,620,944
icted for capital projects				3,536,995	4,826,115	•	8,363,110
stricted	34,467,004	1,355,265	6,253,491	437,186	(6,192,715)	890,162	37,210,393
te (doficit)	ı.	¢ 10 EED 107 ¢	e 000 7 1 000	007 E77	(1 C 4 C 6 7 C	A ED4 DAE	C 00 101 117

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

# STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Flettic         Water and Severition         Convention         FAA Project Fund         Redevelopment Fund         Funder Fund         Funder Fund         Funder Funds         Funder Fund         Funder Funds         Funder Fund         Funder Fund         Funder Funds         Funder				DUIIONO					
EVENUEs         rund         sever rund         rund         sever rund         rund <thrund< th=""> <thrund< th=""> <thrund< th="" th<=""><th></th><th></th><th>Electric</th><th>Water and</th><th>Convention</th><th>FAA Project</th><th>Redevelopment Authority</th><th>Nonmajor Enterprise</th><th>Total Enterprise</th></thrund<></thrund<></thrund<>			Electric	Water and	Convention	FAA Project	Redevelopment Authority	Nonmajor Enterprise	Total Enterprise
Constraines         5         6,227,737         5			Fund	Sewer Fund	Center Fund	runa	Lung	runas	runas
25,050,041         2,5,050,041         2,5,050,041         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,042         2,5,050,041         2,5,050,041         2,5,050,041         2,5,050,041         2,5,050,041         2,14,177         1,56,057         2,65,050         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070         2,65,070	Aling REVENUES and sewer sales	6	69 I		,	•	'	,	\$ 8.227.737
election         2,623,042         2,623,042         2,656,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,666,616         2,224,466         2,666,616         2,224,466         2,224,466         2,224,466         2,333,534         1,214,175         196,697         1,666,97         2,626,616         1,214,175         196,697         1,619,772         2,666,616         1,214,175         196,697         1,619,772         2,222,244         2,222,344         2,226,246         3,323,517         4,616,07	ic sales	·				,	•	•	7
effection         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.665,616         2.666,617         2.323,574         1.214,775         1.96,697         1.67,007         3.46,606         3.425,709         2.656,616         3.462,707         3.425,709         2.656,616         3.462,707         3.425,709         2.666,616         3.462,707         3.425,709         2.666,616         3.462,707         3.425,709         2.666,616         3.462,707         3.425,709         2.666,617         3.427,719         2.67,709         3.427,719         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.660,733         2.661,617         2.652,616         2.652,616         2.652,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,616         2.650,617         2.650,617         2	ention sales			'	2,628,042		,		2,628,042
alest commissions         alest compissions         alest compissions	ation sales				•		•	2,655,816	2,655,816
alies         - <td>water sales</td> <td></td> <td></td> <td></td> <td>,</td> <td></td> <td>•</td> <td>622,944</td> <td>622,944</td>	water sales				,		•	622,944	622,944
commissions         2.282.349         61.817         3.33.357         1.214.775         156.67         157.07         4           Rig revenue         27.341,366         6.8.87         5.881,756         1.214,775         156.667         3.427.07         4           EXPENSEs         13.4426.686         5.839.214         2.167.668         5.839.214         2.167.668         3.892.707         4         4.66.607         3.427.077         4         4.66.607         3.427.072         4         4.61.772         2.800.331         4.66.172         2.800.332         1.214,775         1.61.9772         2         2.027.736         4         2.027.737         4         2.027.077         4         2.027.736         4         2.027.735         2         2.027.735         2         2.027.736         4         2.027.736         4         2.027.736         2         2.027.736         4         2.027.736         4         2.027.735         2         2.027.745         2         2.027.736         2         2.027.735         2         2.027.745         5         2.027.745         5         2.027.745         2         2         2         2         2         2         2         2         2         2         2         2         2	ourse sales		,					46,860	46,860
Instructure         2.282.348         61.817         31.338         1.214.775         156.667         167.067         487.705           Instructures         2.7341,386         5.883.544         2.187.608         5.882.756         1.214,775         1567.067         3.482.707         4           EVENSES         13.426.658         5.883.548         5.883.548         5.883.548         5.883.573         2.660.638         3.482.705         2.660.638         3.482.705         2.227.768         3.482.705         2.227.768         3.482.705         2.260.031         4         4         2.256.768         3.482.771         5.227.768         3.482.771         5.227.768         3.482.771         5.227.768         3.482.771         5.426.776         3.482.771         5.426.776         3.482.771         5.426.776         3.482.771         5.426.776         3.482.771         5.426.776         3.482.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.483.771         5.426.776         3.44.73         3.44.73	Is and commissions				3.323.574		,		3.323,574
Ing revenue         27,341,389         6,286,554         5,982,755         1,214,775         195,697         3,482,707         4           EXPENSEs         13,426,688         5,839,214         2,187,508         -         -         1,587,095         3,482,707         4           - purchases         13,426,688         5,839,214         2,187,508         -         -         1,587,095         -         1,587,095         -         1,587,095         -         1,587,095         -         2,600,733         2,900,733         -         1,587,095         -         1,587,095         -         2,540,485         5,932,41         2,950,731         -         1,587,105         -         1,587,105         2,494,474         2,500,031         -         2,540,485         -         1,541,891         -         2,900,031         -         2,900,031         -         2,900,031         -         2,900,031         -         2,900,031         -         2,914,85         -         2,900,031         -         2,900,031         -         -         1,541,891         -         2,900,031         -         2,900,031         -         -         2,900,031         -         2,900,031         -         2,900,031         -         -         2,900,031			2,282,348	61,817	31,139	1,214,775	195,697	167,087	3,952,863
EXPENSEs         13,256,568         5,839,214         2,167,508         -         -         619,772         2           - unchases         1,820,483         961,881         2,860,538         -         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         1,567,065         -         2,22,756         -         1,567,065         -         2,22,756         -         1,567,065         -         2,22,756         -         2,22,756         -         2,22,756         -         1,567,165         -         1,567,165         -         2,22,756         -         2,22,756         -         2,22,756         -         2,22,756         -         2,22,756         -         2,22,756         -         -         2,22,756         -         -         2,22,756         -         -         2,26,757         -         1,567,753         2,560,733         2,511,44         -         -         -         -         -         1,567,753         2,560,145         -         -         -         -         -         -	l operating revenue		27,341,389	8,289,554	5,982,755	1,214,775	195,697	3,492,707	46,516,877
- purchases         13,45,50         5,833,214         2,187,508         -         -         15,87,008         -         -         15,87,008         -         -         15,87,008         -         -         15,87,008         -         -         15,87,008         -         -         15,87,008         -         202,736         -         15,87,005         -         202,736         -         -         15,87,002         -         202,736         -         -         15,87,002         -         202,736         -         -         15,87,002         -         202,736         -         -         15,87,002         -         202,736         -         -         202,736         -         -         202,736         -         -         202,736         -         -         202,736         -         -         202,736         -         -         202,736         -         -         202,736         -         202,736         -         202,736         -         202,736         -         202,736         -         202,736         -         202,736         -         202,736         -         202,146         1/1,313,41         1/1,313,41         1/1,313,41         1/1,313,41         1/1,313,41         1/1,313,41	ATING EXPENSES								
Jose         1,270,433         991,861         2,860,638         -         -         1,327,035           ng expenses         1,374,7505         991,861         2,560,538         14,3591         -         -         1,327,035           ng expenses         1,347,073         2,590,733         2,590,733         2,500,733         2,500,733         2,607,33         2,607,33         2,607,33         2,607,33         2,604,451         (1,206,451)         (5,294,651)         (4,27,116)         (1,53,777)         5,42,676         2,650,031         4           ng expenses         17,477,505         1,596,451         (5,294,651)         (4,27,116)         (1,53,777)         5,42,676         2,550,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         4         2,650,031         2,650,031         2,650,031         2,614,671         2,621,661         1,617,731         2,914,671         2,621,163         2,144,771         2,621,144         2,614,671         2,622,198         2,614,671         2,622,198         2,622,198         2,622,198	of sales - purchases		13,426,658	5,839,214	2,187,508	1	ı	619,172	221,073,152
Indextension         553.281         464.177         3.556.730         205,981         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         202,381         -         203,0131         203,0131         203,0131         203,0131         203,0131         203,014         203,014         203,014         203,014	nal services		1,820,493	991,881	2,860,638	•	'	1,587,095	7,260,107
Indexpenses         1,947,073         2,590,733         2,702,546         1,435,910         349,474         560,438         4,635,910         349,474         560,631         4           Ing expenses         1,774,505         9,86,006         11,277,422         1,641,801         349,474         2,960,031         4           Ing expenses         9,593,884         (1,596,451)         (5,294,667)         (427,116)         (153,777)         542,676         4         2,960,031         4           Income (loss)         9,593,884         (1,596,451)         (5,294,667)         (415,731)         542,676         2,914,477         2,960,031         4           Income (loss)         1,168,818         4,06,206         109,126         2,125,405         17,47,731         2,914,477         2,613,619         -         -         -         -         -         -         2,614,477         2,622,196         1,445,50         2,14	sciation		553,281	464,177	3,526,730	205,981	•	202,736	4,952,905
Ing expenses         17,747,505         9,866,005         11,277,422         1,641,891         349,474         2,956,0031         4           g income (loss)         9,593,884         (1,596,451)         (5,294,667)         (427,116)         (153,777)         542,676         542,676           NG REVENUES (EXPENSES)         -         -         (1,596,451)         (5,294,667)         (42,7116)         (153,777)         542,676         -         -         -         -         542,676         -	operating expenses		1,947,073	2,590,733	2,702,546	1,435,910	349,474	540,428	9,566,164
ginome (loss)         9,583,884         (1,566,451)         (5,24,667)         (427,116)         (153,777)         542,676         -           isposition of capital assets         -         -         -         -         1,594         -	l operating expenses		17,747,505	9,886,005	11,277,422	1,641,891	349,474	2,950,031	43,852,328
ING REVENUES (EXPENSE)       - <td>operating income (loss)</td> <td></td> <td>9,593,884</td> <td>(1,596,451)</td> <td>(5,294,667)</td> <td>(427,116)</td> <td>(153,777)</td> <td>542,676</td> <td>2,664,549</td>	operating income (loss)		9,593,884	(1,596,451)	(5,294,667)	(427,116)	(153,777)	542,676	2,664,549
Inspondent of capital assets         -         -         (1/33, 40)         (297, 751)         (4,533)         -	PERATING REVENUES (EXPENSES)						1 604		1 504
me         1,168,818         406,206         109,126         2,125,405         174,731         29,114           nse         -         -         (6,184)         (3,887,431)         (1,413,134)         2,414,477)         (8,361)           nse         -	airi ori uispositiori oi capital assets lization of deferred issuance cost				(123 840)	(297,751)	(44.533)		(466,124)
Image: transforme       Trans	et income		1 168 818	406 206	100 126	2 125 405	174 731	29 114	4 013 400
buttons         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,601,445         2,622,198         2,623,198         2,164,874         2,623,198         2,164,874         2,623,198         2,164,874         2,623,198         2,164,874         2,1357,071         2,164,874 <th< td=""><td>st expense</td><td></td><td>-</td><td>(6.184)</td><td>(3,887,431)</td><td>(1,413,134)</td><td>(2,414,471)</td><td>(8,361)</td><td>(7,729,581)</td></th<>	st expense		-	(6.184)	(3,887,431)	(1,413,134)	(2,414,471)	(8,361)	(7,729,581)
erating revenue (expenses)         1,168,818         400,022         (3,902,145)         414,520         (2,282,679)         2,622,198         2           (loss) before transfers         10,762,702         (1,196,429)         (9,196,812)         (12,596)         (2,436,456)         3,164,874           (loss) before transfers         10,762,702         (1,196,429)         (9,196,812)         (12,596)         (2,436,456)         3,164,874           t         (1,200,000)         (550,000)         (550,000)         - <td>al contributions</td> <td></td> <td>'</td> <td></td> <td></td> <td></td> <td></td> <td>2,601,445</td> <td>2,601,445</td>	al contributions		'					2,601,445	2,601,445
(loss) before transfers     10,762,702     (1,196,429)     (9,196,812)     (12,596)     (2,436,456)     3,164,874       t     -     -     -     -     -     8,096,399     711,332     441,688     -     -       t     (1,200,000)     (550,000)     (550,000)     -     -     (1,026,297)     -     -     -       assets     9,562,702     (1,746,429)     (1,100,413)     698,736     (3,021,065)     3,164,874       ets, beginning, restated     36,097,235     20,299,716     27,974,701     3,528,841     1,378,478     1,357,071     9       to table to	I nonoperating revenue (expenses)		1,168,818	400,022	(3,902,145)	414,520	(2,282,679)	2,622,198	(1,579,266)
t 8,096,399 711,332 441,688 (1,206,297)	ncome (loss) before transfers		10,762,702	(1,196,429)	(9,196,812)	(12,596)	(2,436,456)	3,164,874	1,085,283
9,562,702 (1,746,429) (1,100,413) 698,736 (3,021,065) 3,164,874 ted <u>36,097,235 20,299,716 27,974,701 3,528,841 1,378,478 1,357,071 9</u> c 45,650,037 c 18,553,387 c 26,874,288 c 4,227,577 c (1,642,587) c 4,521,945 c 9	ars: fers in fers out		- (1,200,000)	- (550,000)	8,096,399	711,332 -	441,688 (1,026,297)		9,249,419 (2,776,297)
ted 36,097,235 20,299,716 27,974,701 3,528,841 1,378,478 1,357,071 ************************************	e in net assets		9,562,702	(1,746,429)	(1,100,413)	698,736	(3,021,065)	3,164,874	7,558,405
د 15 650 037 د 18 553 287 د 26 874 288 \$ 4 227 577 \$ (1 642 587) \$ 4 521 945 \$	let assets, beginning, restated		36,097,235	20,299,716	27,974,701	3,528,841	1,378,478	1,357,071	90,636,042
	ud seede (daficite), anding	¥	45 659 937 9	\$ 18 553 287	\$ 26 874 288 §	\$ 4 227 577	\$ (1.642.587) \$	4.521.945	\$ 98.194.447

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

# STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

			Business-tyl	Business-type Activities - Enterprise Funds	erprise Funds			
		Electric Fund	Water and Sewer Fund	Convention Center Fund	FAA Projects Fund	Redevelopment Authority Fund	Nonmajor Enterprise Funds	Total Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES: Receipts from customers and users Payments to suppliers Payments to employees	\$	26,519,658 \$ (15,850,963) (1,756,565)	\$ 8,377,796 \$ (6,728,806) (982,003)	\$ 5,940,366 (4,413,323) (2,848,813)	\$ 1,214,775 (2,265,873) -	\$ (83,054) \$ 224,590	\$ 3,448,593 (1,115,985) (1,559,631)	\$ 45,418,134 (30,150,360) (7,147,012)
Other Net cash provided (used) by operating activities		8,912,130	666,987	(1,321,770)	- (1,051,098)	141,536	(59,197) 713,780	(59,197) 8,061,565
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES: Transfers in Advances from (to) other funds Transfers out Net cash provided (used) by		(526,297) (1,200,000)	- - -	8,096,399 (2,623,082)	711,332	441,688 3,564,379 (1,026,297)		9,249,419 415,000 (2,776,297)
non-capital financing activities		(1,726,297)	(000'099)	5,473,317	711,332	2,979,770	•	6,888,122
FINANCING ACTIVITIES: Acquisition and construction of capital assets Cash proceeds received for capital lease purchases Principal paid on capital debt Interest paid on capital debt Net cash used by capital and relating financing activities		(1,281,913) - - - - -	(1,553,386) 29,989 (50,332) (6,184) (1,579,913)	(154,706) - (2,260,000) (3, <u>922,731)</u> (6,337,437)	(98,023) - (2,610,000) (1,453,352) (1,161.375)	(5,273,205) - (415,000) (2,041,997) (7,730,202)	(669,088) 605,617 (152,117) (8,361) (223,949)	(9,030,321) (9,030,321) (5,487,449) (7,432,625) (7,432,625) (21.314,789)
		101010211	1010101011	1.00 1.000101	101010111	1202100111	10101032	1001-10-10
CASH FLOWS FROM INVESTING ACTIVITIES: Purchase of securities Maturities of investments Interest on investments Interest on financing lease Principal on financing lease		(47,792,640) 38,973,097 1,168,818 -	(16,949,768) 17,521,709 406,206	(1,348,171) 2,950,174 109,126 -	(760,387) 748,604 - 2,125,405 2,108,067	(21,297,531) 25,605,717 174,731	1,593,937 (2,194,507) 29,114	(86,554,560) 83,604,794 1,887,995 2,125,405 2,108,067
Net cash provided (used) by investing activities		(7,650,725)	978,147	1,711,129	4,221,689	4,482,917	(571,456)	3,171,701
Net decrease in cash and cash equivalents		(1,746,805)	(484,779)	(474,761)	(279,452)	(125,979)	(81,625)	(3,193,401)
Cash and cash equivalents at beginning of year Cash and cash equivalents at end of year	θ	2,552,992 806,187	1,280,971 \$ 796,192	738,690	1,476,091 \$ 1,196,639	127,887 \$ 1,908	402,258 \$ 320,633	6,578,889 \$3,385,488
Unrestricted Restricted	÷	683,537 \$ 122,650	\$ 796,192 \$ -	\$ 263,929	\$ 1,196,639 -	\$ 1,908 \$ -	\$ 320,633 -	\$ 3,262,838 122,650
	Ś	i ï	\$ 796,192	\$ 263,929	\$ 1,196,639	\$ 1,908	\$ 320,633	\$ 3,385,488

Continued

# STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

				Business-type	Business-type Activities - Enterprise Funds	rprise Funds				
		Electric Fund	> ŏ	Water and Sewer Fund	Convention Center Fund	FAA Projects Fund	Redevelopment Authority Fund	Nonmajor Enterprise Funds	۲ <u>۲</u>	Total Enterprise Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:										
Operating income (loss) Adjustments to reconcile operating income (loss) to net cash provided	\$	9,593,884	\$	(1,596,451) \$	(5,294,667) \$	(427,116) \$	\$ (153,777) \$	\$ 542,676	\$	2,664,549
by operating activities. Depreciation expense Changes in assets and liabilities <i>(increases)</i> decrease in:		553,281		464,177	3,526,730	205,981		202,736		4,952,905
Accounts receivable Prepaid expenses		(231,487) 24,555		88,242 25,851	35,016 9,964		(157,785) (120,966)	(44,114) 10,746 368	_	(310,128) (49,850) 368
invertiony Due from other funds		- 89,273		2,542	1,464,873	(150,818)	(36,503)	(56,485)	_	1,312,882
Increase (decrease) in: Accounts payable Accrued liabilities Due to other funds Customer deposits Deferred revenue		(581,903) 63,928 (9,157) (20,825) (569,419)		1,672,748 9,878 -	26,141 11,825 (1,024,247) (77,405)	(62,280) - (616,865) -	(5,395) - 615,962 -	(130,796) 27,464 161,185 -		918,515 113,095 (873,122) (98,230) (569,419)
Net cash provided (used) by operating activities	ŝ	8,912,130	ŝ	666,987 \$	(1,321,770)	\$ (1,051,098)	\$ 141,536	\$ 713,780	\$	8,061,565
NON-CASH CAPITAL FINANCING ACTIVITIES Contribution of capital assets from the City of College Park	ŝ		ŝ	<b>ب</b>	• ,	1	۰ ب	\$ 2,601,445	<del>م</del>	2,601,445

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

### STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES MUNICIPAL COURT AGENCY FUND JUNE 30, 2008

### ASSETS

Cash Total assets	\$ \$	90,503 90,503
LIABILITIES		
Accounts payable	\$	47,838
Due to others		42,665
Total liabilities	\$	90,503

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

## NOTES TO FINANCIAL STATEMENTS

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### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### A. The Financial Reporting Entity

The City was chartered in 1895 and operates under a Mayor/Council/City Manager form of government. The City Manager is the head of the administrative branch of government. As such, he is responsible for the day-to-day operations of city government. The legislative authority of the City is vested in the Mayor and four (4) member council with an appointed City Manager. The City provides the following services and operations as authorized by its charter: police and fire protection; electrical, water, sewer, and sanitation services; recreation services; highways and streets; inspection and engineering services; and various general administrative services to residents of the City. As required by accounting principles generally accepted in the United States of America, these financial statements include the accounts of all City operations and all activities of the City.

Based upon criteria set forth by Governmental Accounting Standards Board (GASB) Statement 14 "The Financial Reporting Entity," these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The City's blended component unit, although a legally separate entity, is in substance, part of the City's operations and so data from this entity is combined with data of the primary government. The blended component unit has a June 30<sup>th</sup> year end.

### **Blended Component Unit:**

College Park Business and Industrial Development Authority (BIDA) – The BIDA was created for the purpose of attracting development, industry and employment opportunities to the City. In addition, the Authority serves as a finance mechanism for certain City capital projects. Presently, the only financial activity of the Authority consists of providing the financing for certain City projects and certain administrative activities. In addition, BIDA owns a thirty (30) percent interest in College Park/Gateway Redevelopment, L.P. The partnership entered into contracts with BIDA to provide development services.

The Mayor serves as a board member and the remaining board members are appointed by the Mayor and confirmed by the City Council. BIDA bond issues must be approved by the City Council. Separate financial statements for BIDA are not prepared since its only financial activities consist of the financing of City projects as previously discussed.

### B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental, proprietary, and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The fiduciary fund statements include financial information for the City's agency fund.

### C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund financial statements. Agency funds have no measurement focus; however, they use the accrual basis of accounting to recognize assets and liabilities. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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.

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 City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as

# C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Property taxes, sales taxes, excise taxes, franchise taxes, mixed-drink taxes, licenses, and investment income associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

The **General Fund** is the City'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 *Hotel/Motel Tax Fund*, which is a special revenue fund, receives income from the levy of a special district tax as well as a percentage of gross rentals of all hotels operating within the City. Funds are used to fund the debt service on the convention center owned and operated by the City, as well as a portion being dedicated to general governmental administration and services.

The *Car Rental Fund*, which is a special revenue fund, is used to record the revenue and expenditure of taxes collected from the excise tax levied on rental cars in the City. The proceeds of this tax are restricted for construction of convention centers, public safety, and recreation facilities.

The City reports the following major enterprise funds:

The *Electric Fund* accounts for the activities of the government's electric distribution operations. Electrical services are purchased through a cooperative association of municipalities within the State and sold to residents of the City.

The *Water and Sewer Fund* accounts for the environmentally sound water and sewer services to the City residents and businesses.

The *Convention Center Fund* accounts for the operations of the Georgia International Convention Center.

# C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The City reports the following major enterprise funds (Continued):

The *FAA Project Fund* accounts for the lease of office buildings to the General Services Administration of the federal government and used for the FAA regional headquarters. This fund also accounts for the operating activities of these buildings as well.

The **Redevelopment Authority Fund** accounts for the administrative activities of the College Park Business and Industrial Development Authority as well as property acquisitions and sales for the purpose of redeveloping land within the City.

The City reports the following fiduciary fund:

The *Municipal Court Fund* accounts for the resources held by the City or its officials in a custodial capacity.

Additionally, the City reports the following fund types within the nonmajor governmental funds:

The **special revenue funds** account for revenue sources that are legally restricted to expenditure for specific purposes.

The *capital projects funds* account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

# C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

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 a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services provided. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

The fiduciary fund statements include financial information for the City's Municipal Court agency fund. This fund represents assets held by the City in a custodial capacity for individuals or other governments.

### D. Budgets and Budgetary Accounting

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

- 1. Budget requests are completed in February.
- 2. Proposed budgets are reviewed and prepared by the City Manager for submission to the Mayor and the City Council in April.
- 3. Public hearings on the proposed budget are held in May and June.
- 4. The budget is legally adopted by the Mayor and City Council prior to June 30.
- 5. All budget revisions or changes must be approved as required by Georgia law and administrative policy. The legal level of budgetary control is the department level, with the Council being the only body authorized to make amendments to the budget. Revisions that alter the total expenditures of any department or fund must be approved by the Mayor and City Council. There were some appropriations made for the year ended June 30, 2008 as noted on the budget to actual statements and schedules within this report.
- 6. Formal budgetary integration is employed as a management control device during the year for all the governmental funds and the enterprise funds. Budgets for the enterprise funds are prepared for planning and control purposes only.

### D. Budgets and Budgetary Accounting (Continued)

- 7. Budgets for the governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are legally adopted for the General Fund and each Special Revenue Fund.
- 8. Revenues and expenditures of the Capital Projects Funds are budgeted on a project basis and are, therefore, excluded from presentation in the financial statements.

### E. Cash and Cash Equivalents

Cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only investments with original maturities of three months or less meet this definition.

For purposes of the statements of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

### F. Deposits and Investments

State statutes authorize the City to invest in obligations of the U.S. Government and agencies of corporations of the U.S. Government; obligations of any state; obligations of any political subdivision of any state; certificates of deposit or time deposits of any national state bank or savings and loan which have deposits insured by the FDIC or FSLIC; prime bankers acceptances; repurchase agreements; and the Local Government Investment Pool of the State of Georgia ("Georgia Fund 1"). Georgia Fund I and Georgia Extended Asset Statement Investment Pool (GEAP) are not registered with the Securities and Exchange Commission (SEC) but operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. As of June 30, 2008, the City did not have any investments in Georgia Fund I or GEAP.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair values.

### G. Property Taxes Receivable

Delinquent property taxes for which the City has a property lien are shown as taxes receivable. Property taxes are levied and billed on September 30 based upon property values assessed as of January 1. The billings are considered due upon receipt by the taxpayer and are past due if not paid by November 28, 60 days after the tax bill mailing. Taxes not paid within sixty days are subject to property tax liens. Receivables are shown net of an allowance for uncollectible

### H. Inventory and Prepaid Items

Inventory is valued at cost, using the first-in, first-out method. The cost of governmental fund type inventory is recorded as an expenditure when consumed rather than when purchased. Prepaid items are accounted for using the consumption method. A prepaid item is recognized when a cash expenditure is made for goods or services that were purchased for consumption, but not consumed as of June 30.

### I. Interfund Receivables/Payables

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

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

### J. Grants from Other Governments

Federal and state governmental units represent an important source of supplementary funding used to finance housing, business development employment, construction programs, capital asset additions and other activities beneficial to the community. This funding, primarily in the form of grants, is recorded in both governmental and proprietary funds. Grant contributions in the proprietary funds, which are for the purpose of construction activities, or land easement or capital asset acquisitions, are recorded as capital contributions within the statement of revenues and expenses. For all funds, a grant receivable is recorded when the City has met all eligibility requirements.

### K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Depreciation is provided over the estimated useful lives of assets using the straight line-line method. Assets which are fully depreciated and no longer in use are removed from capital assets. Donated capital assets (if any) are recorded at estimated fair market value at the date of donation.

Interest is capitalized during the construction period on proprietary fund assets financed with bond debt. The amount of interest to be capitalized for debt with tax-exempt interest is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period. The amount of interest to be capitalized for debt with taxable interest is calculated at the average borrowing rate applied to costs incurred during the construction period.

In the case of initial capitalization of infrastructure assets, those that were acquired prior to fiscal year 2003 were recorded at their current replacement cost adjusted by the implicit price deflator index for governments to the base year of 1996. Infrastructure assets acquired prior to June 30, 1980 are included in the amounts reported.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

Depreciation is provided on the straight-line method over the following estimated useful lives:

Infrastructure (streets, sidewalks, bridges, etc)	40 years
Buildings and improvements	25 - 40 years
Distribution systems	25 - 75 years
Treatment plant	45 years
Sewer collection systems	30 - 75 years
Sanitation containers	20 years
Autos and trucks	5 - 7 years
Other equipment	5 - 7 years

### L. Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs and deferred charges, are deferred and amortized over the life of the bonds using the straight line method, which is not materially different than the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and any related premiums are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### M. Compensated Absences

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

### N. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

### O. Restricted Assets

Restricted assets in the enterprise funds include amounts for customer utility deposits, construction funds from bond proceeds and funds established for debt service for revenue bonds are required by the bond indentures. Restricted assets to be used to pay worker's compensation insurance claims are reported as restricted assets in the General Fund on the balance sheet. Restricted assets in the Car Rental Fund are restricted for construction of public safety, recreation and convention facilities.

### P. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

# A. Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net assets

The governmental funds balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$2,961,790 difference are as follows:

Accrued interest payable Capital leases payable Claims and judgments payable Net other postemployment benefits obligation Compensated absences	\$ (212) (1,068,359) (729,009) (222,934) (941,276)
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	\$ (2,961,790)

### NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

# B. Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *change in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense." The details of this \$167,389 difference are as follows:

Capital outlay	\$ 2,182,813
Depreciation expense	(2,350,202)
Net adjustment to decrease net changes in fund balances - total	 
governmental funds to arrive at changes in net assets of	
governmental activities	\$ (167,389)

Another element of that reconciliation explains that "Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this \$1,307,492 difference are as follows:

Interest in joint venture	\$ (3,926)
Net pension asset	(1,133,216)
Other post employment benefit obligation	222,934
Compensated absences	49,890
Accrued interest	(309)
Claims and judgements	 (442,865)
Net adjustment to decrease net changes in fund balances - total	
governmental funds to arrive at changes in net assets of	
governmental activities	\$ (1,307,492)

### NOTE 3. DEPOSITS AND INVESTMENTS

As of June 30, 2008, the City had \$69,504,126 invested in the following types of investments:

Investment	Maturities	 Fair Value
Banker's acceptance	July 02, 2008 - January 07, 2009	\$ 42,881,887
Treasury mutual funds	N/A	11,745,880
Money market - cash and equivalents	N/A	3,636,590
Municipal Competitive Trust -intermediate	July 9, 2008 - April 16, 2018	537,171
Municipal Competitive Trust - short-term	July 1, 2008 - April 9, 2009	10,702,598
Total		\$ 69,504,126

**Interest rate risk.** The City has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit risk.** State statutes authorize the City to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of June 30, 2008, all of the City's applicable investments were rated AAA by Standard & Poor's.

**Custodial credit risk – deposits.** Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statues, and City policy, require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2008, the City had no bank balances that were exposed to custodial credit risk.

### NOTE 4. RECEIVABLES

### Accounts Receivable

Receivables at June 30, 2008, for the City's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	ŀ	lotel/Motel Tax	Car Rental		lonmajor vernmental	Electric
Receivables:	 General			 Itenta		ennientar	 Liecuic
Taxes	\$ 1,623,800	\$	525,631	\$ 8,000,273	\$	1,319	\$ -
Accounts	616,127		-	-	•	7,674	4,984,119
Intergovernmental	 -		-	-		168,997	 
Gross receivables	2,239,927		525,631	8,000,273		177,990	4,984,119
Less: allowance for							
uncollectibles	(360,301)		-	 -		-	 (2,456,995)
Net total receivables	\$ 1,879,626	\$	525,631	\$ 8,000,273	\$	177,990	\$ 2,527,124
	Water and		Nonmajor				
	Sewer	- 1	Enterprise	Total			
Receivables:							
Taxes	\$ -	\$	-	\$ 10,151,023			
Taxes Accounts	\$ - 1,198,148	\$	- 581,318	\$ 10,151,023 7,387,386			
	\$ 	\$	-	\$ 7,387,386 168,997			
Accounts	\$ 1,198,148 	\$	- 581,318 - 581,318	\$ 7,387,386			
Accounts Intergovernmental Gross receivables Less: allowance for	\$ 1,198,148	\$	581,318	\$ 7,387,386 168,997 17,707,406			
Accounts Intergovernmental Gross receivables	\$ 	\$	-	\$ 7,387,386 168,997			

### NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2008, was as follows:

	Beginning Balance	Increases	Dec re ase s	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 2,022,063	\$-	\$ (50,984)	\$-	\$ 1,971,079
Construction in progress	343,162	112,718		<u> </u>	455,880
Total capital assets, not					
being depreciated	2,365,225	112,718	(50,984)		2,426,959
Capital assets, being depreciated:					
Buildings and improvements	27,868,126	14,700	(630, 162)	-	27,252,664
Autos and trucks	3,431,699	1,515,744	(72,507)	-	4,874,936
Other equipment	4,482,163	480,279	-	-	4,962,442
Infrastructure	27,845,945	59,372		(3,576,823)	24,328,494
Total capital assets,					
being depreciated	63,627,933	2,070,095	(702,669)	(3,576,823)	61,418,536
Less accumulated depreciation for:					
Buildings and improvements	(3,595,854)	(700,348)	455, 140	-	(3,841,062)
Autos and trucks	(2,633,005)	(356,907)	22,894	-	(2,967,018)
Other equipment	(1,821,436)	(596,793)	-	-	(2,418,229)
Infrastructure	(12,824,507)	(696,154)		975,378	(12,545,283)
Total accumulated depreciation	(20,874,802)	(2,350,202)	478,034	975,378	(21,771,592)
Total capital assets, being					
depreciated, net	42,753,131	(280,107)	(224,635)	(2,601,445)	39,646,944
Governmental activities capital					
assets, net	\$ 45,118,356	\$ (167,389)	\$(275,619)	\$ (2,601,445)	\$ 42,073,903

### NOTE 5. CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance	
Business-type activities					
Capital assets, not being depreci	ated:				
Land	\$ 47,416,286	\$ 5,273,205	\$ -	\$ -	\$ 52,689,491
Construction in progress	10,307	280,278		<u> </u>	290,585
Total capital assets, not					
being depreciated	47,426,593	5,553,483			52,980,076
Capital assets, being depreciated	:				
Buildings and improvements	94,537,598	176,516	-	-	94,714,114
Autos and trucks	2,866,236	759,033	-	-	3,625,269
Other equipment	12,202,496	262,565	-	-	12,465,061
Infrastructure	36,736,026	2,278,725		3,576,823	42,591,574
Total capital assets, being					
depreciated	146,342,356	3,476,839		3,576,823	153,396,018
Less accumulated depreciation for	or.				
Buildings and improvements	(10,887,880)	(2,469,798)	-	-	(13,357,678)
Autos and trucks	(2,038,398)	(263,960)	-	-	(2,302,358)
Other equipment	(6,618,573)	(1,466,022)	-	-	(8,084,595)
Infrastructure	(14,180,573)	(753,125)		(975,378)	(15,909,076)
Total accumulated depreciation	(33,725,424)	(4,952,905)	<u> </u>	(975,378)	(39,653,707)
Total capital assets, being					
depreciated, net	112,616,932	(1,476,066)		2,601,445	113,742,311
Business-type activities					
capital assets, net	\$ 160,043,525	\$ 4,077,417	\$	\$ 2,601,445	\$ 166,722,387

### NOTE 5. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
General government	\$ 152,125
Fire	192,934
Highway and streets	758,536
Inspection	2,166
Parks	86,210
Police	1,008,567
Emergency medical	5,979
Public works	893
Engineering	3,567
Recreation	93,026
Building and grounds	 46,199
Total depreciation expense - governmental activities	\$ 2,350,202
Business-type activities:	
Electric	\$ 553,281
Water and Sewer	464,177
Sanitation	156,423
Stormwater	25,867
Golf Course	20,446
Convention Center	3,526,730
FAA Project	 205,981
Total depreciation expense - business-type activities	\$ 4,952,905

### NOTE 6. LONG-TERM DEBT

### **Revenue Bonds:**

### Business-type activities - Convention Center Fund

On June 1, 2000, the City issued \$67,030,000, 5% to 5.75% revenue bonds (Series 2000) with varying semi-annual principal and interest payments due (March 1 and September 1) through September 2026. These revenue bonds were issued for the purpose of constructing the new Georgia International Convention Center. On December 1, 2005, the City issued new debt to refund a portion of these bonds in the amount of \$51,300,000. The balance of debt considered defeased, and not recorded in the City's financial statements at June 30, 2008 is \$51,300,000. The remaining outstanding balance of these revenue bonds at June 30, 2008 is \$5,575,000.

On October 1, 2001, the City issued \$20,375,000, 3% to 5% revenue bonds (Series 2001) with varying semi-annual principal and interest payments due (March 1 and September 1) through September 2026. These revenue bonds were issued for the purpose of constructing the new Georgia International Convention Center. The outstanding balance of these revenue bonds at June 30, 2008 is \$18,155,000

### NOTE 6. LONG-TERM DEBT (CONTINUED)

### **Revenue Bonds (Continued):**

On December 1, 2005, College Park Business and Industrial Development Authority (BIDA) issued \$53,475,000, 3.5% to 5.25% revenue bonds (Series 2005) with varying semi-annual principal and interest payments due (March 1 and September 1) through September 2026. These revenue bonds were issued for the purpose of refunding a portion of the City's Civic Center Project Revenue Bonds, Series 2000, in order to refinance a portion of the costs of the convention center facility leased by BIDA to the City of College Park. The net present value cash-flow savings resulting from this transaction was determined during fiscal year 2006 to be \$1,603,723. The difference between the cash flows required to service the old debt (refunded debt) and cash flows required to service the new debt (refunding debt) and complete the refunding was determined during fiscal year 2006 to be \$2,187,409. The outstanding balance of these revenue bonds at June 30, 2008 is \$53,375,000.

### Business-type activities - Redevelopment Authority Fund

On July 1, 2004, the City issued \$11,250,000, 2% to 5.25% revenue bonds (Series 2004) with varying semi-annual principal and interest payments due (March 1 and September 1) through September 2024. These revenue bonds were issued for the purpose of constructing the new Public Safety Building. The outstanding balance of these revenue bonds at June 30, 2008 is \$10,035,000.

On June 1, 2006, the City issued \$25,785,000, 5.375% to 6.375% revenue bonds (Series 2006) with varying semi-annual principal and interest payments due (March 1 and September 1) through September 2036. These revenue bonds were issued for the purpose of financing the costs of acquiring land to be used as a site for a new hotel, retail, and office complex near the convention center facility, which land will be leased by BIDA to the City of College Park. The outstanding balance of these revenue bonds at June 30, 2008 is \$25,785,000.

### Business-type activities - FAA Project Fund

On November 1, 1993, the City issued \$8,500,000, 4.3% to 6.95% revenue bonds (Series 1993) with varying semi-annual principal and interest payments due (October 1, January 1, April 1, and July 1) through April 2015. The outstanding balance of these revenue bonds at June 30, 2008 is \$4,460,000.

On April 1, 1999, the City issued \$28,995,000, 5% to 6.5% revenue bonds (Series 1999) with varying semi-annual principal and interest payments due (October 1, January 1, April 1, and July 1) through October 2013. The outstanding balance of these revenue bonds at June 30, 2008 is \$16,040,000.

Proceeds of the 1993 and 1999 Series bonds were used to construct and equip a regional headquarters facility for the Federal Aviation Administration. This facility will be leased by the BIDA to the City and by the City to the United States General Services Administration. Under the lease with the City, the City is obligated to make rental payments in amounts sufficient to make

### NOTE 6. LONG-TERM DEBT (CONTINUED)

### **Revenue Bonds (Continued):**

For purposes of calculating net assets invested in capital assets, net of related debt, for the FAA Project Enterprise Fund, the amount of \$253,396 as shown in the financial statements was determined by taking capital assets (\$2,859,307) plus total investment in lease as previously discussed (\$16,556,007) less total outstanding debt (\$19,161,918).

Revenue bond debt service requirements to maturities, including interest, for the business-type activities are as follows:

Fiscal Year Payable	Total	Principal	Interest		
2009	\$ 13,052,935	5 \$ 5,930,000	\$ 7,122,935		
2010	13,044,348	6,255,000	6,789,348		
2011	13,033,361	6,605,000	6,428,361		
2012	13,197,523	7,150,000	6,047,523		
2013	13,224, 157	7,575,000	5,649,157		
2014 - 2018	50,806,680	27,970,000	22,836,680		
2019 - 2023	45,696,433	29,675,000	16,021,433		
2024 - 2028	52,252,680	29,195,000	23,057,680		
2029 - 2033	9,562,800	6,360,000	3,202,800		
2034 - 2037	7,598,359	6,710,000	888,359		
	\$ 231,469,276	133,425,000	\$ 98,044,276		
	Plus unamortize				
	bond premium	3,118,338			
	Less deferred lo	oss			
	on defeasance	(6,430,064)			
	Total outstandir	ng <u>\$ 130,113,274</u>			

### **Other Long-Term Debt:**

### Business-type activities - Redevelopment Authority Fund

Master Land Contract - The Redevelopment Authority Fund was established to account for the acquisition of land and the related note payable with an original amount of \$10,126,939. The note payable, known as the master land contract, relates to land located within the corporate limits of the City of College Park purchased from the City of Atlanta for purposes of redevelopment. It bears interest at 6.5%, for the first six (6) years and thereafter the interest rate is based on the six month federal treasury bill rate. There is no periodic principal or interest payments required until individual lots purchased under the note are sold. The outstanding balance of this note payable at June 30, 2008 is \$5,427,867

### NOTE 6. LONG-TERM DEBT (CONTINUED):

### Business-type activities - Redevelopment Authority Fund

Automated People Mover System ("APM") - The Redevelopment Authority Fund entered into an intergovernmental with the City of Atlanta to share the cost of building the APM. A note payable with an original amount of \$8,000,000 has been recorded. The note payable, relates to the Redevelopment Authority's share of cost. It bears an initial interest rate of 4.0%, for the first two (2) years and thereafter the interest rate varies from 4.125% to 4.50%. The Redevelopment Authority is required to accrue interest payments for the first eight (8) years, with the first payment occurring in the year 2015. The outstanding principal balance of this note payable at June 30, 2008 is \$8,000,000 plus accrued interest of \$661,425 at June 30, 2008.

The following is a schedule of future principal and interest payments due on the note payable:

Fiscal Year Payable		Interest	 Principal	Total		
2009	\$	340,000	\$ -	\$	340,000	
2010		340,000	-		340,000	
2011		340,000	-		340,000	
2012		340,000	-		340,000	
2013		320,000	-		320,000	
2014 - 2018		2,035,700	-		2,035,700	
2019 - 2023		2,240,281	1,848,552		4,088,833	
2024 - 2028		1,710,527	2,810,821		4,521,348	
2029 - 2033		1,029,637	3,491,713		4,521,350	
2034 - 2036		223,897	2,488,914		2,712,811	
	\$	8,920,042	10,640,000	\$	19,560,042	
Less accumulated accrued int	erest p	ayable	 (2,640,000)			
Net note payable excluding ac	crued	interest	8,000,000			
Plus Master Land Contract note payable Total Notes Payable due to the City of Atlanta			\$ 5,427,867 13,427,867			

### Capital Leases:

The City has entered into several lease agreements as lessee for financing the acquisition of various equipment. The lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease term) and have been recorded at the present values of the future minimum lease payment as of the date of their inceptions. These leases are being serviced by General Fund and Water and Sewer Fund payments with annual interest rates varying from 4% to 4.3%.

On January 10, 2008, the City entered into a \$2,000,000 lease-purchase agreement with the Georgia Municipal Association for the purpose of financing the acquisition of various capital assets. The City received the \$2,000,000 prior to year-end which was used to purchase various

### NOTE 6. LONG-TERM DEBT (CONTINUED):

### Capital Leases (Continued):

The following is an analysis of equipment leased under capital leases as of June 30, 2008:

	G	iovernmental Capital Assets	 Water and Sewer Fund	 Sanitation Fund	S	tormwater Fund	 Total
Equipment Less accumulated	\$	1,532,139	\$ 243,624	\$ 185,983	\$	362,140	\$ 2,323,886
depreciation Carrying value	\$	(159,485) 1,372,654	\$ (90, 174) 153, 450	\$ (13,284) 172,699	\$	(25,867) 336,273	\$ (288,810) 2,035,076

The following is a schedule of future minimum lease payments under the capital leases and the present value of the net minimum lease payments at June 30, 2008:

Fiscal year ending	Governmental Activities	 Water and Sewer Fund	Sanitation Fund	s 	tormwater Fund	Total
2009	\$ 388,292	\$ 51,533	\$ 49,283	\$	111,197 \$	600,305
2010	380,511	37,424	49,283		111,197	578,415
2011	362,944	 7,947	 49,283		111,197	531,371
Total minimum lease payments	1,131,747	96,904	147,849		333,591	1,710,091
Less amount representing interest	(63,388)	 (6,228)	(8,581)		(19,359)	(97,556)
Present value of future minimum						
lease payments	1,068,359	90,676	139,268		314,232	1,612,535
Less current maturities	(357,260)	(47,563)	(45,035)		(101,613)	(551,471)
	\$ 711,099	\$ 43,113	\$ 94,233	\$	212,619 \$	1,061,064

### NOTE 6. LONG-TERM DEBT (CONTINUED):

### Changes in Long-Term Liabilities:

Long-term liability activity for the year ended June 30, 2008, was as follows:

		(Restated)								
		Beginning						Ending	0	Due Within
	Balance		Additions		Reductions		Balance		One Year	
Governmental activities:										
Capital leases	\$	80,817	\$	1,364,394	\$	(376,852)	\$	1,068,359	\$	357,260
Compensated absences		891,386		766,496		(716,606)		941,276		584,990
Net OPEB Obiligation		-		222,934		-		222,934		
Claims and judgements		1,171,874		372,111		(814,976)		729,009		729,009
Governmental activity										
Long-term liabilities	\$	2,144,077	\$	2,725,935	\$	(1,908,434)	\$	2,961,578	\$	1,671,259
Business-type activities:										
Revenue bonds	\$	138,710,000	\$	-	\$	(5,285,000)	\$	133,425,000	\$	5,930,000
Deferred loss on defeasance		(6,994,300)		-		564,236		(6,430,064)		-
Unamortized bond premium		3,405,137		-		(286,799)		3,118,338		-
Notes payable		13,427,867		-		-		13,427,867		-
Capital leases		111,019		635,606		(202,449)		544,176		194,211
Business-type activity										
Long-term liabilities	\$	148,659,723	\$	635,606	\$	(5,210,012)	\$	144,085,317	\$	6,124,211

For governmental funds, compensated absences and claims and judgments are liquidated by the General Fund.

### NOTE 7. OPERATING LEASES

### Lessor Agreements

The City leases certain parcels of land for use by others for varying terms. The leases are accounted for as operating leases and revenues are recorded when earned. Revenue derived from these leases during fiscal year 2008 amounted to \$18,782 and \$113,808 in the General Fund and Electric Fund, respectively.

### NOTE 7. OPERATING LEASES (CONTINUED)

### Lessor Agreements (Continued)

The following is a schedule of future minimum lease payments under leases at June 30, 2008:

Fiscal Year Ending June 30	 General Fund	 Electric Fund	 Total
2009	\$ 20,010	\$ 30,000	\$ 50,010
2010	20,010	30,000	50,010
2011	20,010	10,000	30,010
2012	20,010	-	20,010
2013	20,010	-	20,010
2014	 23,011	 -	23,011
Total Minimum Future Rentals	\$ 123,061	\$ 70,000	\$ 193,061

### NOTE 8. PENSION PLAN

### A. Plan Description

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

As provided by state law, benefit provisions for participants in GMEBS are established by the respective employers. As authorized by City Council, the plan provides pension benefits and death and disability benefits for all full-time employees. Benefits vest after 5 years of service. City employees who retire at age 60 with 25 years of service or age 62 with five years of service or full-time employees with 25 years of service if employed prior to January 1, 1983 are entitled to a monthly retirement benefit based upon average earnings and years credited service.

### NOTE 8. PENSION PLAN (CONTINUED):

### A. Plan Description (Continued)

At January 1, 2008, the date of the most recent actuarial valuation, there were 617 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	193
Terminated vested participants not yet receiving benefits	32
Active employees	392
Total	617

### **B. Funding Policy**

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan is to contribute an amount equal to or greater than the recommended contribution described below. For 2008, the actuarially determined contribution rate was 15.89% of covered payroll.

### **C. Annual Pension Cost**

The funding policy for the Plan is to contribute an amount equal to or greater than the recommended contribution as determined by the Plan's actuary. The recommended contribution was determined as part of the January 1, 2008 actuarial valuation. The City's actuarially required contribution, pension cost, and increase in net pension asset for the year ended June 30, 2008, were computed as follows:

Actuarially required contribution	\$	2,672,901
Interest		(693,976)
Annual pension cost		1,978,925
Actual contributions made	_	(3,112,141)
Increase in net pension asset		(1,133,216)
Net pension obligation (asset), June 30, 2007 (restated)		(8,674,710)
Net pension obligation (asset), June 30, 2008	\$	(9,807,926)

### NOTE 8. PENSION PLAN (CONTINUED):

### C. Annual Pension Cost (Continued)

The chart below shows the annual pension cost for the current year and prior two years along with the percentage actually contributed by the City.

(Postatod)

Fiscal Year Ended June 30,	inded Pension		Actual Pension Contribution		Percentage of APC Contributed		Net Pension (Asset)	
2008	\$	1,978,925	\$	3,112,141	157.3 %	\$	(9,807,926)	
2007 2006		2,125,636 2,461,064		3,034,269 2,757,828	142.7 112.1		(8,674,710) (7,766,077)	
2006		2,461,064		2,757,828	112.1		(7,766,077)	

As of the most recent valuation date, January 1, 2008, the funded status of the Plan was as follows:

Actuarial Valuation Date	 Actuarial Value of Assets	Actuarial Accrued Liability (AAL) - Entry Age		Unfunded/ (Surplus) AAL (UAAL)	Funded Ratio	 Covered Payroll	UAAL as Percenta of Covei Payrol
2008	\$ 52,986,675	\$ 65,014,235	\$	(12,027,560)	81.5 %	\$ 16,215,473	74.2

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan net assets is increasing or decreasing over time relative to the actuarial accrued liability.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2008.

For 2008, the City's recommended contribution was \$2,672,901 and actual contribution totaled \$3,112,141. The recommended contribution was determined as part of the January 1, 2007 and January 1, 2008 actuarial valuations using the projected unit credit actuarial cost method. Actuarial assumptions include an 8.0% rate of return on investments and projected salary increases of 5.5% (5.0% due to inflation and .5% due to merit or seniority increases). The period, and related method, for amortizing the initial unfunded actuarial accrued liability is 30 years from 1985 and current changes in the unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provision and 30 years for actuarial assumptions and cost methods as a level dollar amount. These amortization periods are closed for this plan year. The

### NOTE 9. OTHER POST EMPLOYMENT BENEFITS (OPEB):

### A. Plan Description

In accordance with GASB 45 requirements, the City of College Park is required to attribute the cost of postretirement benefits to the time during which the employee is working for the employer. GASB 45 requires allocation of the costs of a postretirement benefit plan onto the years of active employment; it does not require the funding of such benefits. GASB 45 requirements have been implemented by the City of College Park for the year ended June 30, 2008. The City has elected not to establish a separate trust fund to account for other post-employment benefits, and has not funded the plan as of June 30, 2008.

Eligible retirees and former employees are offered the same health and prescription drug coverage as active employees. COBRA participants pay 100 percent of coverage cost which include both the employee and employer's portion of coverage.

A participant is eligible to receive benefits from the OPEB plan upon retirement under the City of College Park Retirement Plan provisions. City employees who retire at age 62 with 5 years of service, or age 60 with 25 years of service, or 25 years of service if employed prior to January 1, 1983 are eligible to receive retiree benefits and must have been covered under the medical plan as an active member immediately prior to retirement. Participants not eligible for retirement at the time of their termination are not eligible for immediate or future benefits from the Plan. Retirees may not resume coverage under the plan once coverage has lapsed.

At June 1, 2008, there were 446 participants consisting of the following:

Retirees	44
Retiree Dependents	20
Active employees	382
Total	446

### **B. Funding Policy**

The City is not required to make any contributions to the plan. The City of College Park has yet to adopt any funding requirements to the plan.

For 2008, the City's recommended contribution was \$388,932 and employer contribution totaled \$165,998. The recommended contribution was determined as part of the July 1, 2007 actuarial valuation using the projected unit credit actuarial cost method.

### NOTE 9. OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED):

### C. Annual OPEB Cost

The City's actuarially required contribution, OPEB cost, and increase in net OPEB obligation for the year ended June 30, 2008, were computed as follows:

Actuarially required contribution	\$ 388,932
Interest on prior year net OPEB obligation	-
Adjustment to ARC	 -
Annual OPEB cost	 388,932
Actual contributions made	 (165,998)
Increase in net OPEB obligation	222,934
Net OPEB obligation (asset), June 30, 2007	-
Net OPEB obligation (asset), June 30, 2008	\$ 222,934

Fiscal Year Ended June 30,	 Annual OPEB Cost	Actual OPEB Contribution		Percentage of OPEB Cost Contributed	 Net OPEB Obligation	
2008	\$ 388,932	\$	165,998	42.7 %	\$ 222,934	

As of the most recent valuation date, July 1, 2007, the funded status of the OPEB Plan was as follows:

Actuarial Value of Assets	\$ 0
Actuarial Accrued Liability (AAL)	3,300,151
Unfunded Actuarial Accrued Liability (UAAL)	3,300,151
Funded Ratio	0.0%
Covered Payroll	N/A
Unfunded Actuarial Accrued Liability as a	
Percentage of Covered Payroll	N/A

### NOTE 9. OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED):

### C. Annual OPEB Cost (Continued)

Actuarial valuation involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continued revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the plan in effect at July 1, 2007. The assumptions used in the July 1, 2007 actuarial valuation are as follows:

Cost Method Actuarial Asset Valuation Method Discount Rate Healthcare Cost Trend Rate Ultimate Healthcare Trend Rate Year of Ultimate Trend Rate Pre-retirement Mortality Rates Post-retirement Mortality Rates Amortization Method Remaining Amortization Period Projected Unit Credit N/A 4.00% per annum, compounded annually 6.90% 4.00% 2079 1983 Group Annuity Mortality Table 1983 Group Annuity Mortality Table Projected Unit Credit 30 years-closed

### NOTE 10. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY

### A. Excess of Expenditures over Appropriations

The following funds' departments had actual expenditures in excess of appropriations for the year ended June 30, 2008:

General Fund:	
Debt service - Interest	\$ 2,897
Hotel/Motel Tax Fund - General government	2,958
Grant Fund - Building and grounds	14,124
Car Rental Fund - Police	36,142

These over-expenditures were funded by greater than anticipated transfers and by available fund balance.

### NOTE 10. BUDGET COMPLIANCE AND DEFICIT FUND EQUITY (CONTINUED):

### **B. Deficit Fund Balance/Net Assets**

The following fund had a deficit fund balance at June 30, 2008:

Car Rental Fund	\$ 12,240,298
Redevelopment Authority Fund	1,642,587

The fund deficits in the Car Rental Fund and the Redevelopment Authority Fund will be reduced through General Fund appropriations, fund investments, and collections of receivables.

### NOTE 11. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payable balances as of June 30, 2008, are as follows:

Receivable Fund	Payable Fund	Amount		
General Fund	Redevelopment Authority Fund	\$	299,700	
General Fund	FAA Project Fund		730,031	
General Fund	Convention Center Fund		20,786	
General Fund	Car Rental Fund		317,202	
General Fund	Electric Fund		6,882	
General Fund	Nonmajor enterprise funds		363,557	
General Fund	Nonmajor governmental funds		107,372	
Redevelopment Authority	Car Rental Fund		36,503	
Water & Sew er Fund	General Fund		5,078	
Nonmajor enterprise	General Fund		56,485	
Nonmajor governmental	General Fund		23,690	
Nonmajor governmental	Convention Center Fund		255,675	
Electric Fund	Car Rental Fund		1,013,746	
Convention Center Fund	Redevelopment Authority		842,902	
FAA Project Fund	<b>Convention Center Fund</b>		154,967	
Electric Fund	Redevelopment Authority		2,222,353	
Electric Fund	Nonmajor governmental funds		2,469	
Electric Fund	Nonmajor enterprise funds		158,392	
		\$	6,617,790	

All interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

# NOTE 11. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers for the year ended June 30, 2008, consisted of the following:

Transfers In	Transfers Out	 Amount
General Fund	Water & Sewer Fund	\$ 550,000
General Fund	Hotel/Motel Tax Fund	1,500,000
General Fund	Electric	1,200,000
Nonmajor governmental funds	General Fund	1,484,541
FAA Project Fund	General Fund	556,365
FAA Project Fund	Hotel/Motel Tax Fund	154,967
Convention Center Fund	Redevelopment Authority Fund	1,026,297
Convention Center Fund	Nonmajor governmental funds	105,000
Convention Center Fund	Hotel/Motel Tax Fund	6,965,102
Redevelopment Fund	Car Rental Fund	441,688
		\$ 13,983,960

Transfers are used to (1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounts for in other funds in accordance with budgetary authorizations.

Advances from/to other funds are as follows:

Receivable Fund	Payable Fund	 Amount
Redevelopment Authority Fund	Car Rental Fund	\$ 10,035,000
Electric Fund	Convention Center Fund	526,297
Convention Center Fund	Redevelopment Authority Fund	3,149,379
General Fund	Car Rental Fund	856,625
		\$ 14,567,301

The amount payable (\$10,035,000) from the Car Rental Fund relates to the City lease of the public safety building from the College Park Business and Industrial Development Authority. All amounts are expected to be paid in more than one year.

# NOTE 12. HOTEL/MOTEL LODGING TAX

The City of College Park and Fulton County imposed a 3% tax on gross hotel occupancy revenues for the purpose of promoting tourism, conventions, and trade shows. In addition, the City has levied an additional 3% tax for the purpose of constructing and operating a convention center. For the fiscal year ended June 30, 2008, \$6,040,403 of hotel/motel tax was collected. Of the total collected, 100% was used for the promotion of tourism, conventions, and trade shows

# NOTE 13. RELATED ORGANIZATION

The City's council is responsible for appointing all board members of the City of College Park Housing Authority. However, the City has no further accountability for this organization.

#### NOTE 14. JOINT VENTURES

Under authorization of the state statutes, the City joined the cities of Hapeville, East Point, Palmetto, Union City and Fairburn to establish and operate the Tri-Cities Narcotics Task Force (TCN) for the purpose of inter-jurisdictional enforcement of the criminal statutes related to narcotics and other illegal drugs and to administer grants received under drug control programs. Each government appoints six (6) members of the board for the joint venture. The operating and capital budgets in excess of grant revenues are funded by equal contributions from each government. Each government's share of assets, liabilities and fund equity is 16.66%. The City's equity interest of \$138,373 is reported as other assets in the governmental activities column in the statement of net assets. Separate financial statements are not available for this joint-venture.

Under Georgia law, the City in conjunction with other cities and counties in the Metro Atlanta area is a member of the Atlanta Regional Commission (ARC). During its year ended June 30, 2008, the City paid \$2,725 for such dues. Membership in an 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 an ARC. Separate financial statements may be obtained from the Atlanta Regional Commission, 3715 Northside Parkway, 200 North Creek Suite 300, Atlanta, Georgia 30327.

# NOTE 15. COMMITMENTS AND CONTINGENCIES

#### Litigation

The City is involved in several pending lawsuits. The nature of the lawsuits varies considerably. At year-end, the City was involved in negotiations with another municipality regarding the watershed capital improvement project litigation. Management and the City's legal counsel have determined a liability, which is reasonably possible to arise from the proceedings, to range from \$5,347,830 to \$26,449,121. The liability relates to negotiations with this municipality concerning the watershed capital improvement project. The City has offered a settlement to this municipality in the amount of \$5,347,830. This amount is recorded as a payable in the Water and Sewer Fund, of which no amount has been paid by the City as of June 30, 2008. Additional potential liabilities not recorded by the City for other pending cases range from \$3,500,000 to \$8,500,000, of which no amounts have been paid by the City as of June 30, 2008 or prior to the auditor's

# NOTE 15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

#### **Contractual Commitments**

For the fiscal year ended June 30, 2008, there were no contractual commitments on uncompleted contracts.

#### **Grants from Governments**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies, principally the Federal Government. 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 City expects such amounts, if any, to be immaterial.

# Agreements with the Municipal Electric Authority of Georgia

The Municipal Electric Authority of Georgia (MEAG) is a public corporation and an instrumentality of the State of Georgia created to supply electricity to local government electric distribution systems. As provided by State law, MEAG establishes rates and charges so as to produce revenues sufficient to cover its costs, including debt service, but it may not operate any of its projects for profit, unless any such profits inure to the benefit of the public.

As of June 30, 2008, the City is an electric utility participant in MEAG and obligated to purchase, all of its bulk power supply requirements from MEAG for a period not to exceed 50 years. The City has agreed to purchase all of its future power and energy requirements in excess of that received by the City through the Southeastern Power Administration at prices intended to cover the operating costs of the systems and to retire any debt incurred by the Authority. In the event that revenues are insufficient to cover all costs and retire the outstanding debt, each participating City has guaranteed a portion of the unpaid debt based on their individual entitlement shares of the output and services of generating units acquired or constructed by MEAG. In addition, in the event of discontinued service to a participant in default, the City would be obligated to purchase additional power subject to contractual limitations. Payments to MEAG are made monthly based on KWH usage. The total payments under these contracts amounted to \$12,307,353 in 2008.

# NOTE 15. COMMITMENTS AND CONTINGENCIES (CONTINUED)

#### Agreements with the Municipal Electric Authority of Georgia (Continued)

At June 30, 2008, the outstanding debt of MEAG was approximately \$3.63 billion. The City's guarantee varies by individual projects undertaken by MEAG and totals approximately \$204 million at June 30, 2008.

#### NOTE 16. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City participates in a public entity risk pool, known as GIRMA, which operates as a common risk management and insurance program. GIRMA establishes and administers this public entity risk pool to prevent or lessen the incidence and severity of casualty and property losses occurring in the operations of the City. GIRMA is obligated to provide for the cost of claims and related interest incurred by the City along with the cost of investigating, negotiating and defending such claims. The City pays an insurance premium to GIRMA for coverage against these risks of loss. However, the City is partially self-insured for workers' compensation claims. The City has purchased insurance coverage for aggregate claims that exceed \$225,000 per year. Claims have not exceeded insurance coverage in the last three years. No significant reductions in insurance coverage occurred in the current year. A liability for workers' compensation claims is recognized in the General Fund when it is probable that a loss has occurred and is due for payment. An accrual for claims incurred but not reported is estimated and accrued in the Governmental activities government-wide financial statement. The accrued claims liability includes related claim settlement costs. Incurred but not reported claims liability is recorded and reported in the government-wide financial statements.

The following describes the changes in the claims liability over the last two (2) fiscal years.

	В	eginning of	C	laims and				End of	
Fiscal	Y	ear Claims	C	Changes in	Claims	Y	ear Claims		
Year		Liability	I	Estimates		Paid	Liability		
2008	\$	1,411,583	\$	346,809	\$	(872,568)	\$	885,82	
2007		515,538		1,141,275		(245,230)		1,411,58	

Reconciliation of Fiscal Year 2008 claims liability to the Changes in Long-Term Liabilities table on page 48:

General Fund claims payable incurred and reported as of year-end included in accrued liabilties total of \$696,269 on page 15.	\$ 156,81
Govenmental Activities claims payable incurred but not reported as of year-end as shown on page 48.	 729,00
Total claims payable as of June 30, 2008.	\$ 885,824

# NOTE 17. NET INVESTMENT IN DIRECT FINANCING LEASE

In prior years, the City entered into two separate lease agreements with the FAA for two separate buildings constructed by the City for the FAA's use. The leases were accounted for as direct financing leases by the City in the FAA Project fund. The lease agreements require minimum monthly payments of \$64,543 and \$277,707, respectively, (including interest at 8.5% and 12% per annum, respectively, plus annual CPI escalations) over 20-year terms beginning December 1994 and September 1993, respectively. The following summarizes the components of the net investment in direct financing lease at June 30, 2008:

Minimum lease payment receivable Less: Unearned income	\$ 22,132,708 (5,576,701)
Net investment in direct financing lease	\$ 16,556,007
Current portion	\$ 2,361,115
Long-term portion	 14,194,892
Total	\$ 16,556,007

At June 30, 2008, the future minimum lease payments receivable are as follows:

Fiscal year ending	<u> </u>	otal Payment
2009	\$	4,107,000
2010		4,107,000
2011		4,107,000
2012		4,107,000
2013		4,107,000
Thereafter		1,597,708
Total	\$	22,132,708

# NOTE 18. PRIOR PERIOD ADJUSTMENT

#### **Redevelopment Authority Enterprise Fund:**

In relation to the City's intergovernmental agreement between the City of Forest Park and BIDA (Redevelopment Authority) and the City of Atlanta, for construction of the Automated People Mover Systems ("APM") the City issued \$21,980,000 in taxable revenue bonds that will be solely paid back by the City of Atlanta which is being disclosed as conduit debt at Note 19. Prior to fiscal year 2008, the City of College Park entered into a non-exchange transaction agreement with the City of Atlanta related to the APM project in which the City has agreed to share the cost of building the APM with the City of Atlanta. This agreement calls for the City of College Park to pay the City of Atlanta the sum of \$8,000,000 plus interest. Due to its nature, this transaction should have been recorded under GASB 33 which this statement establishes accounting and financial reporting standards for non-exchanged transactions involving financial or capital resources. Therefore, the City has determined that a restatement of the Redevelopment Authority's net assets is required to reflect the omission of recording the \$8,000,000 note payable to City of Atlanta and accrued interest due on the note as of June 30, 2007.

The restatement increased notes payable and accrued interest payable by \$8,000,000 and \$340,164, respectively for the amounts not recorded as payable to the City of Atlanta at June 30, 2007. In addition, a restatement is needed to decrease accounts receivable from Enterprise Construction for property sold in prior years that was not recorded properly. The net effect of this prior period adjustment on beginning net assets for the Redevelopment Fund is a decrease of \$8,490,164.

#### **Redevelopment Authority Fund**

Net Assets, June 30, 2007, as previously reported	\$ 9,868,642
Prior period adjustment:	
Adjustment needed to record note payable to City of Atlanta Adjustment needed to record accrued interest on note	(8,000,000)
payable to City of Atlanta	(340, 164)
Adjustment needed to reduce other receivables	 (150,000)
Net Assets, June 30, 2007, restated	\$ 1,378,478

# NOTE 18. PRIOR PERIOD ADJUSTMENT (CONTINUED)

#### **Business-type Activities:**

The net effect of the aforementioned prior period adjustment on beginning net assets for Businesstype Activities is a decrease of \$8,490,164.

Net Assets, June 30, 2007, as previously reported	\$ 99,126,206
Prior period adjustment: Adjustment needed to record note payable to City of Atlanta Adjustment needed to record accrued interest on note	(8,000,000)
payable to City of Atlanta Adjustment needed to reduce other receivables	 (340, 164) (150, 000)
Net Assets, June 30, 2007, restated	\$ 90,636,042

#### **Governmental Activities:**

The City has determined that a restatement of Governmental Activities net assets is required to reflect the correction of recording the net pension asset as reported in the Statement of Net Assets. In previous years, the City did not calculate its net pension asset by applying annually required contributions on a pro-rata basis since the actuarial valuation dates are different than the City's year-end date of June 30. As a result, the beginning net assets of the Governmental Activities have been adjusted by \$2,460,780.

Net Assets, June 30, 2007, as previously reported Prior period adjustment:	\$ 69,668,783
Correction of beginning net pension asset	 2,460,780
Net Assets, June 30, 2007, restated	\$ 72,129,563

#### NOTE 19. CONDUIT DEBT

On June 1, 2006, the City of College Park issued \$211,880,000 in taxable revenue bonds (Hartsfield-Jackson Atlanta International Airport Consolidated Rental Car Facility Project) Series 2006A for the purpose of funding the costs of acquiring, constructing, and installing a Consolidated Rental Agency Complex (the "RAC Complex") as part of a Consolidated Rental Car Facility (the "CONRAC") in order to serve the Hartsfield –Jackson Atlanta International Airport.

In addition, the City of College Park issued \$21,980,000 in taxable revenue bonds (Hartsfield-Jackson Atlanta International Airport Automated People Mover System Maintenance Facility Project), Series 2006B for the purpose of funding the costs of acquiring, constructing, and installing the maintenance and storage component of the Automated People Mover System (the "APM") which will provide transportation between the RAC Complex and the Airport terminals.

Both Series 2006A and Series 2006B taxable revenue bonds will be solely paid back by the City of Atlanta and is only being disclosed as conduit debt by the City of College Park as the City of College Park has no obligations to make payments other than the \$8,000,000 mention at Note 6 on page 46.

The aggregate principal amounts outstanding as of June 30, 2008 for conduit debt issued by the City of College Park are as follows:

Description	 Amount Outstanding
Hartsfield-Jackson Atlanta International Airport Consolidated Rental Car Facility Project, Series 2006A	\$ 205,500,000
Hartsfield-Jackson Atlanta International Airport Automated People Mover System Maintenance Facility Project, Series 2006B	21,155,000
Total	\$ 226,655,000

# NOTE 20. SUBSEQUENT EVENTS

On August 19, 2008, the City of College Park Redevelopment Authority Fund issued \$34,060,000 in taxable revenue bonds (Gateway Project) Series 2008 for the purpose of financing a portion of the costs of acquiring, construction, and installing approximately 400-key first class headquarters hotel and approximately 147-key select service hotel, and parking components (the "Project"), on a site owned by the Authority which is adjacent to Georgia Internal Convention Center.

On November 13, 2008, the City of College Park Redevelopment Authority Fund issued \$7,445,000 in revenue bonds (Gateway Initial Office Project) Series 2008A for the purpose of financing a portion of the cost of acquiring, constructing, and installing an approximately 130,000 gross square foot, four story office building and related parking, on a site owned by the Authority which is adjacent to Georgia Internal Convention Center

# REQUIRED SUPPLEMENTARY INFORMATION JUNE 30, 2008

# **Schedule of Funding Progress**

#### **Pension Plan:**

The information presented below is based on the annual actuarial valuations as of March 1 of each of the previous years and as of January 1 of the current fiscal year and the two preceding fiscal years.

Actuarial Valuation Date	 Actuarial Value of Assets	Actuarial Accrued iability (AAL) - Entry Age	-	Unfunded/ (Surplus) AAL (UAAL)	Funded Ratio	 Covered Payroll	UAAL as Percenta of Cover Payro
2008	\$ 52,986,675	\$ 65,014,235	\$	(12,027,560)	81.5 %	\$ 16,215,473	74.2
2007	49,144,595	62,912,501		(13,767,906)	78.1 %	15,294,974	90.C
2006	46,308,461	60,441,269		(14,132,808)	76.6	14,669,427	96.3
2005	44,266,818	57,231,917		(12,965,099)	77.3	14,479,201	89.5
2004	41,902,856	54,073,627		(12,170,771)	77.5	14,900,818	81.7
2003	39,634,204	50,137,985		(10,503,781)	79.1	14,820,705	70.9

See notes to financial statements for actuarial assumptions used in the above calculations.

#### **Postretirement Benefits:**

The information presented below is based on the annual actuarial valuations as of July 1 of the current fiscal year.

Actuarial	Actuarial				Unfunded			UAAL ( Percent
Valuation Date	 Value of Assets	Lia	Actuarial bilities (AAL)	Actuarial Liabilities (UAAL)		Funded Ratio	Covered Payroll	of Covi Payre
2008 2007 2006	\$ N/A N/A	\$	3,300,151 N/A N/A	\$	(3,300,151) N/A N/A	0.0 % N/A N/A	N/A N/A N/A	N/ N/ N/

See notes to financial statements for actuarial assumptions used in the above calculations.

# COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

# NONMAJOR GOVERNMENTAL FUNDS

# SPECIAL REVENUE FUNDS

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

The **Community Development Block Grant Fund** – This fund is used to report the revenue and expenditures of funds that are being utilized to construct and maintain certain City recreation facilities.

The **Grants Fund** – This fund accounts for activities carried out by the City under the terms of various intergovernmental grants. Included in this fund is the Criminal Justice Block Grant which provides funds to be used by local governments for drug enforcement.

The **Confiscated Drug Fund** – This fund accounts for the City's portion of cash condemned by Federal law enforcement officials through drug confiscations at Hartsfield-Jackson International Airport and is used to further general police enforcement activities.

The **State Drug Fund** – This fund accounts for cash condemned by local law enforcement officials through drug confiscations and is used to further general police enforcement activities.

The **E911 Fund** – This fund accounts for the revenues derived from the E911 surcharge levied on all telephones within the City and the payment of expenditures related to that purpose. Police Dispatch is also included in this fund and is financed through an operating transfer in from the General Fund.

The **Newton Estates Improvement Fund** – This fund accounts for revenues and expenditures related to a Special District Tax in the Convention Center area.

# **CAPITAL PROJECTS FUNDS**

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The **Main Street Fund-** This fund accounts for the purpose of redevelopment of the City's Main Street. The Mayor and Council have appropriated \$300,000 for the purchase of properties and the renovation of those structures for ultimate resale to new businesses. Proceeds from sales are then reinvested in additional properties.

# COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2008

						Special Revenue	al Rev	enue						Capital Projects		
		Community Development Block Grant Fund	<b>1</b>	Grants Fund	ပိ	Confiscated Drug Fund		State Drug Fund		E 911 Fund	5	Newton Estates Improvement Fund		Main Street Fund	2 ô Ô	Total Nonmajor Governmental Funds
<b>:TS</b> h and cash equivalents eivables aid items from other funds h - restricted	\$	24,576 65,000 -	\$	229,960 103,997 -	\$	- - 87,468	\$	126,848 - - -	Ф	65,619 7,674 701 23,690	\$	74,166 1,319 - 255,675 -	\$	51,194 5	\$	572,363 177,990 701 279,365 87,468
tal assets	φ	89,576	\$	333,957	φ	87,468	ŝ	126,848	φ	97,684	φ	331,160	φ	51,194	ŝ	1,117,887
LLITIES AND FUND BALANCES ities: Junts payable	ŝ		ŝ	22,018	ŝ	525	ŝ		ŝ	5,815	\$	65	ŝ		6	28,423
ued liabilities stred revenue										14,657		- 1,319				14,657 1,319
to other runds tal liabilities				109,841		525		' '		20,472		1,384		ij.		109,841
) BALANCES arved for: epaid items iblic safety and recreation served, undesignated al fund balances		- - - - - - - - - - - - - - - - - - -		202,098 202,098		86,943 86,943		126,848 126,848		701 76,511 77.212		- - 329,776 329,776		51,194 51,194		701 290,302 672,644 963,647
al liabilities and fund balances	Ś	89,576	↔	333,957	ŝ	87,468	ŝ	126,848	\$	97,684	Ś	331,160	ŝ		\$	1,117,887

# COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

				Special Revenue	svenue			Capital Projects	
	Community Development Block Grant	ᠵᠮ᠊ᡓ	Grants	Confiscated Drug	State Drug	E 911	Newton Estates Improvement	Main Street	Total Nonmajor Governmental
NI IEC	Fund		Fund	Fund	Fund	Fund	Fund	Fund	Funds
NUCS erty taxes	φ	6 <del>3</del> 1		ю , ,	<del>6</del> '	6 <del>9</del> 1	132,298 \$	<del>6</del> ,	
governmental revenues			420,210	ı	ı	ı		ı	420,210
s and forfeitures		ī	ı	13,243	29,199		•	'	42,442
ges for services est income	34	344	4.205	- 2.037	2.802	259,174 1.484	- 884		259,174 11.756
ellaneous income				•	•	1	36	ı	36
al revenue	34	344	424,415	15,280	32,001	260,658	133,218		865,916
NDITURES									
Ø		ı	439,363	31,681	4,067	748,824	•		1,223,935
ling and grounds		,	14,124	ı	·	•		ı	14,124
way and streets		,	35,430	•		•	•	-	35,430
sing and development		 	•	·	•	'	'	65,002	65,002
al expenditures			488,917	31,681	4,067	748,824	'	65,002	1,338,491
s (deficiency) of revenues (under) expenditures	34	344	(64,502)	(16,401)	27,934	(488,166)	133,218	(65,002)	(472,575)
R FINANCING SOURCES (USES)									
sfers in sfers out		• •	1,000,000			484,541 	- (105,000)		1,484,541 (105,000)
otal other financing sources (uses)		 	1,000,000	   	   	484,541	(105,000)	'	1,379,541
Net change in fund balances	3	344	935,498	(16,401)	27,934	(3,625)	28,218	(65,002)	906,966
balances (deficits), beginning of year	89,232	32	(733,400)	103,344	98,914	80,837	301,558	116,196	56,681
balances, end of year	\$ 89,576	<u>76</u> \$	202,098	\$ 86,943 \$	126,848 \$	77,212 \$	329,776 \$	51,194 \$	963,647

# COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

		Original Budget		Final Budget		Actual		Variance With Final Budget
Revenues	¢	F2 000	¢	F2 000	¢		¢	(52,000)
Intergovernmental revenue Interest income	\$	52,000 -	\$	52,000 -	\$	- 344	\$	(52,000) 344
Total revenue		52,000		52,000		344		(51,656)
Expenditures Current:								
Recreation		52,000		52,000		-		52,000
Total expenditures		52,000		52,000		-		52,000
Net change in fund balances		-		-		344		344
Fund balances, beginning of year		89,232		89,232		89,232		-
Fund balances, end of year	\$	89,232	\$	89,232	\$	89,576	\$	344

# GRANT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Original Budget	 Final Budget	 Actual	 Variance With Final Budget
Revenues Intergovernmental revenue Interest income	\$ 2,577,084	\$ 2,577,084	\$ 420,210 4,205	\$ (2,156,874) 4,205
Total revenue	 2,577,084	 2,577,084	 424,415	 (2,152,669)
Expenditures Current:				
Police	2,732,500	2,678,402	439,363	2,239,039
Building and grounds	-	-	14,124	(14,124)
Highway and streets	 -	 73,630	35,430	38,200
Total expenditures	 2,732,500	 2,752,032	 488,917	2,263,115
Deficiency of revenue under expenditures	 (155,416)	 (174,948)	 (64,502)	 110,446
Other financing sources Transfers in	 		1,000,000	1,000,000
Total other financing sources	 -	 -	 1,000,000	 1,000,000
Net change in fund balances	(155,416)	(174,948)	935,498	1,110,446
Fund balances (deficits), beginning of year	 (733,400)	 (733,400)	 (733,400)	 
Fund balances (deficits), end of year	\$ (888,816)	\$ (908,348)	\$ 202,098	\$ 1,110,446

#### CONFISCATED DRUG SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Original Budget	Final Budget	Actual		Variance With Final Budget
Revenues				-	
Fines and forfeitures	\$ 70,000	\$ 70,000	\$ 13,243	\$	(56,757)
Interest income Total revenue	 70,000	 70.000	 2,037		2,037 (54,720)
	 10,000	 10,000	 10,200		(04,720)
Expenditures					
Current:					
Police	68,000	 68,000	31,681		36,319
Total expenditures	 68,000	 68,000	 31,681		36,319
Net change in fund balances	2,000	2,000	(16,401)		(18,401)
Fund balances, beginning of year	 103,344	 103,344	 103,344		
Fund balances, end of year	\$ 105,344	\$ 105,344	\$ 86,943	<u>\$</u>	(18,401)

#### STATE DRUG SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Fines and forfeitures	\$ 25,000	\$ 25,000	\$ 29,199	\$ 4,199
Interest income	3,000	 3,000	 2,802	 (198)
Total revenue	 28,000	 28,000	 32,001	 4,001
Expenditures				
Current: Police	27 500	27 500	4.067	22.422
	 37,500	 37,500	 4,067	 33,433
Total expenditures	 37,500	 37,500	 4,067	 33,433
Net change in fund balances	 (9,500)	 (9,500)	 27,934	 37,434
Fund balances, beginning of year	 98,914	 98,914	 98,914	 -
Fund balances, end of year	\$ 89,414	\$ 89,414	\$ 126,848	\$ 37,434

# E911 SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Original Budget	 Final Budget	Actual	Variance With Final Budget
Revenues				 
Charges for services	\$ 266,000	\$ 266,000	\$ 259,174	\$ (6,826)
Interest income	2,000	2,000	1,484	 (516)
Total revenue	 268,000	 268,000	 260,658	 (7,342)
Expenditures				
Current:				
Police	796,590	752,590	748,824	3,766
Total expenditures	796,590	 752,590	748,824	3,766
Deficiency of revenue under expenditures	 (528,590)	 (484,590)	 (488,166)	 (3,576)
Other financing sources				
Transfers in	528,590	484,590	484,541	(49)
Total other financing sources	 528,590	 484,590	 484,541	 (49)
Net change in fund balances	-	-	(3,625)	(3,625)
Fund balances, beginning of year	 80,837	 80,837	 80,837	 -
Fund balances, end of year	\$ 80,837	\$ 80,837	\$ 77,212	\$ (3,625)

# NEWTON ESTATES IMPROVEMENT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	C	Driginal/Final Budget	Actual	 Variance With Final Budget
Revenues				
Property taxes	\$	100,000	\$ 132,298	\$ 32,298
Interest income		7,000	884	(6,116)
Miscellaneous income		-	 36	 36
Total revenue		107,000	 133,218	 26,218
<b>Expenditures</b> Current:				
General government		2,000	-	2,000
Total expenditures		2,000	-	2,000
<b>Other financing uses</b> Transfers out Total other financing uses		(105,000) (105,000)	 (105,000) (105,000)	 
Net change in fund balances		-	28,218	24,218
Fund balances, beginning of year		301,558	 301,558	 -
Fund balances, end of year	\$	301,558	\$ 329,776	\$ 24,218

# MAIN STREET CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

		Original Budget	 Final Budget	 Actual	 Variance With Final Budget
Revenues					
	\$		\$ -	\$ 	\$ 
Total revenue	-	-	 -	 -	 -
Expenditures					
Current:			75 000	05 000	0.000
Housing and development		-	 75,000	 65,002	 9,998
Total expenditures			 75,000	 65,002	 9,998
Net change in fund balances		-	(75,000)	(65,002)	9,998
Fund balances, beginning of year		116,196	 116,196	 116,196	 -
Fund balances, end of year	\$	116,196	\$ 41,196	\$ 51,194	\$ 9,998

# NONMAJOR PROPRIETARY FUNDS

# **ENTERPRISE FUNDS**

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The **Sanitation Fund** – This fund is used to report the collection of revenues to pay for the cost of sanitation services provided to the citizens of College Park.

The **Stormwater Fund** – This fund which was established during fiscal year 2008 is used to report the collection of revenues to pay for the cost of stormwater management provided to the citizens of College Park.

The **Golf Course Fund** – This fund which was established during fiscal year 2007 is used to report the revenues and expenses generated or incurred through golf course activities.

#### COMBINING STATEMENT OF NET ASSETS NONMAJOR PROPRIETARY FUNDS JUNE 30, 2008

		Business-type	e Acti	ivities - Nonmajor	Ente	erprise Funds	
		Sanitation Fund		Stormwater Fund		Golf Course Fund	Total Nonmajor Enterprise Funds
ASSETS							
Current assets							
Cash and cash equivalents Investments	\$	126,872 846,678	\$	153,212 -	\$	40,549 -	\$
Receivables:							
Utility charges (net of allowance for							
uncollectible accounts)		286,018		57,575		-	343,593
Other receivables		-		-		7,242	7,242
Due from other funds		-		56,485		-	56,485
Prepaid expenses		5,203		-		-	5,203
Inventory		1,264,771				47,791	1.579.834
Total current assets		1,204,771		267,272		47,791	1,579,834
Noncurrent assets							
Capital assets:							
Construction in process		-		18,465		-	18,465
Building and improvements		22,592		-		515,391	537,983
Infrastructure		-		3,576,823		-	3,576,823
Autos and trucks		1,809,457		362,140		-	2,171,597
Other equipment		97,911		-		-	97,911
Less accumulated depreciation		(1,285,667)		(1,001,245)		(30,584)	(2,317,496)
Total capital assets (net of							
accumulated depreciation)		644,293		2,956,183		484,807	4,085,283
Total noncurrent assets		644,293		2,956,183		484,807	4,085,283
Total assets		1,909,064		3,223,455		532,598	5,665,117
LIABILITIES							
Current liabilities payable from							
nonrestricted assets							
Accounts payable		50,634		19,474		-	70,108
Accrued liabilities		87,599		10,016		-	97,615
Capital leases payable within one year		45,035		101,613		-	146,648
Due to other funds		20,554		-		501,395	521,949
Total current liabilities payable from							
non restricted current assets		203,822	••••	131,103		501,395	836,320
Noncurrent liabilities							
Capital leases payable in more than one year		94,233		212,619		-	306,852
Total liabilities		298,055		343,722		501,395	1,143,172
NET ASSETS							
Invested in capital assets, net of related debt		505,025		2,641,951		484,807	3,631,783
Unrestricted		1,105,984		237,782		(453,604)	890,162
Total net assets	\$	1,611,009	\$		\$		\$ 4,521,945
	<u> </u>	1,011,000	<u> </u>	2,010,700	<b>—</b>		-,021,040

#### CITY OF COLLEGE PARK, GEORGIA COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS NONMAJOR PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Busines	s-typ	e Activities - Ente	rpris	e Funds	-	
	Sanitation Fund		Stormwater Fund		Golf Course Fund		Total Nonmajor Enterprise Funds
OPERATING REVENUES				_			
Charges for services	\$ 2,655,816	\$	622,944	\$	46,860	\$	3,325,620
Other	 98,458		-		68,629		167,087
Total operating revenue	 2,754,274		622,944		115,489		3,492,707
OPERATING EXPENSES							
Cost of services	472,137		93,933		53,702		619,772
Personal services	1,367,007		220,088		-		1,587,095
Depreciation	156,423		25,867		20,446		202,736
Other operating expenses	 540,428		•		-		540,428
Total operating expenses	 2,535,995		339,888		74,148	_	2,950,031
Net operating income	 218,279		283,056		41,341		542,676
NONOPERATING REVENUES (EXPENSES)							
Interest income	28,089		1,025		-		29,114
Interest expense	(2,568)		(5,793)		-		(8,361)
Capital contributions	 -		2,601,445				2,601,445
Total nonoperating revenue	 25,521		2,596,677		<u> </u>		2,622,198
Change in net assets	 243,800		2,879,733		41,341		3,164,874
Total net assets (deficit), beginning	 1,367,209				(10,138)		1,357,071
Total net assets, ending	\$ 1,611,009	\$	2,879,733	\$	31,203	\$	4,521,945

#### COMBINING STATEMENT OF CASH FLOWS NONMAJOR PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Bu	isiness-type /	Activ	ities - Nonmajo	or E	nterprise Fund	s	
		Sanitation Fund		Stormwater Fund		Golf Course Fund		Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:								
Receipts from customers and users	\$	2,774,977	\$	565.369	\$	108,247	\$	3,448,593
Payments to suppliers	•	(985,041)	•	(130,944)	•	-	•	(1,115,985)
Payments to employees		(1,349,559)		(210,072)		-		(1,559,631)
Other		-		-		(59,197)		(59,197)
Net cash provided by operating activities		440,377		224,353		49,050	_	713,780
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:								
Cash proceeds received for capital lease purchases		185,983		419,634		-		605,617
Principal paid on capital debt		(46,715)		(105,402)		-		(152,117)
Interest paid on capital debt		(2,568)		(5,793)		-		(8,361)
Acquisition and construction of capital assets		(279,982)		(380,605)		(8,501)		(669,088)
Net cash used by capital and related financing activities		(143,282)		(72,166)	_	(8,501)		(223,949)
CASH FLOWS FROM INVESTING ACTIVITIES:								
Purchase of securities		1,593,937		-		-		1,593,937
Maturities of investments		(2,194,507)		-		-		(2,194,507)
Interest on investments		28,089		1,025		-		29,114
Net cash provided (used) by investing activities		(572,481)		1,025		-		(571,456)
Net increase (decrease) in cash and cash equivalents		(275,386)		153,212		40,549		(81,625)
Cash and cash equivalents at beginning of year		402,258		-				402,258
Cash and cash equivalents at end of year	\$	126,872	\$	153,212	\$	40,549	\$	320,633
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		040.070		000.050	•		•	5 40 070
Operating income Adjustments to reconcile operating income to net cash provided by operating activities:	\$	218,279	\$	283,056	\$	41,341	\$	542,676
Depreciation expense Changes in assets and liabilities (Increase) decrease in:		156,423		25,867		20,446		202,736
Accounts receivable		20,703		(57,575)		(7,242)		(44,114)
Prepaid expenses		10,746		(07,070)		(7,242)		10.746
Inventory		368		-				368
Due from other funds		-		(56,485)		_		(56,485)
Increase (decrease) in:				(00,400)				(00,-100)
Accounts payable		8,122		19,474		(158,392)		(130,796)
Accrued liabilities		17,448		10,016		(		27,464
Due to other funds		8,288				152,897		161,185
Net cash provided by operating activities	\$	440,377	\$	224,353	\$	49,050	\$	713,780
NON-CASH CAPITAL FINANCING ACTIVITIES								
Contribution of capital assets from the City of								
College Park	\$	<u> </u>	\$	2,601,445	\$	-	\$	2,601,445

# ELECTRIC FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

<b>-</b>		Final Budget		Actual (Budgetary Basis)		Variance With Final Budget
Revenues	•	~~ ~~~ ~~~	•		•	
Charges for services	\$	20,930,000	\$	25,059,041	\$	4,129,041
Interest income		675,000		1,168,818		493,818
Other income		2,087,000		2,282,348		195,348
Total revenue		23,692,000		28,510,207		4,818,207
Expenses						
Personal services		1,911,176		1,820,493		90,683
Communications and utilities		50,840		45,539		5,301
Rentals		12,200		5,565		6,635
Repairs and maintenance		545,850		549,439		(3,589)
Training and education		243,826		233,835		9,991
Other services and charges		3,425,327		537,831		2,887,496
Materials and supplies		256,585		224,111		32,474
Wholesale electricity		14,425,000		13,426,657		998,343
Bad debt expense		11,000		348,811		(337,811)
Capital outlay		3,058,104		2,443,394		614,710
Total expenses		23,939,908		19,635,675		4,304,233
Transfers out		(1,200,000)		(1,200,000)		
Change in net assets (budgetary basis)	\$	(1,447,908)		7,674,532	\$	513,974
Reconciliation of change in net assets (budgeta to change in net assets (GAAP basis)	ary basi	s)				
Capitalize capital assets				2,441,451		
Depreciation				(553,281)		
Change in net assets (GAAP basis)			\$	9,562,702		

# WATER AND SEWER FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Revenues		Final Budget		Actual (Budgetary Basis)		Variance With Final Budget
Charges for services	\$	10 079 007	¢	0 007 707	¢	(4 750 560)
Interest income	φ	12,978,297	\$	8,227,737	\$	(4,750,560)
Other income		53,000		406,206		353,206
Total revenue		1,000		61,817		60,817
i otal revenue		13,032,297	·	8,695,760		(4,336,537)
Expenses						
Personal services		1,003,775		991,881		11,894
Communications and utilities		112,850		96,302		16,548
Rentals		12,100		7,203		4,897
Repairs and maintenance		268,050		240,319		27,731
Training and education		8,800		8,739		61
Other services and charges		845,232		1,025,544		(180,312)
Materials and supplies		54,550		54,550		-
Cost of sales		7,850,000		6,040,284		1,809,716
Capital outlay		944,965		1,232,040		(287,075)
Total expenses		11,100,322	_	9,696,862		1,403,460
Transfers out		(550,000)		(550,000)		-
Change in net assets (budgetary basis)	\$	1,381,975		(1,551,102)	\$	(5,739,997)
Reconciliation of change in net assets (budgetary bat to change in net assets (GAAP basis)	sis)					
Capitalize capital assets				280,025		
Debt service				(6,184)		
Bad debt expense				(4,991)		
Depreciation and amortization				(464,177)		
Change in net assets (GAAP basis)			\$	(1,746,429)		

# CONVENTION CENTER FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Final Budget		Actual (Budgetary Basis)	 Variance With Final Budget
Revenues				
Exhibit hall and meeting room	\$ 2,150,000	\$	1,777,060	\$ (372,940)
Catering sales	3,500,000		2,628,042	(871,958)
Other rental	1,690,000		1,297,030	(392,970)
Commissions	200,000		103,272	(96,728)
Security services income	200,000		146,212	(53,788)
Interest income	120,000		109,126	(10,874)
Other income	 95,000		31,139	 (63,861)
Total revenue	 7,955,000		6,091,881	 (1,863,119)
Expenses				
Personal services	2,917,585		2,860,638	56,947
Communications and utilities	1,237,220		1,255,598	(18,378)
Rentals	2,000		2,292	(292)
Repairs and maintenance	430,480		370,588	59,892
Training and education	11,400		8,876	2,524
Other services and charges	1,166,268		917,593	248,675
Materials and supplies	164,600		147,598	17,002
Cost of sales	2,646,500		2,187,508	458,992
Capital outlay	-		154,706	(154,706)
Debt service	6,298,533		6,147,431	151,102
Total expenses	 14,874,586		14,052,828	 821,758
Transfers in	 6,922,558		8,096,398	 1,173,840
Change in net assets (budgetary basis)	\$ 2,972	:	135,451	\$ (3,858,717)
Reconciliation of change in net assets (budgetary basis) to change in net assets (GAAP basis)				
Bond principal			2,260,000	
Capital outlay			154,706	
Depreciation and amortization			(3,650,570)	
Change in net assets (GAAP basis)		\$	(1,100,413)	

# SANITATION FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Final Budget	 Actual (Budgetary Basis)		Variance With Final Budget
Revenues				
Charges for services	\$ 2,817,401	\$ 2,655,816	\$	(161,585)
Interest income	18,253	28,089		9,836
Other income	 28,980	 98,458		69,478
Total revenue	 2,864,634	 2,782,363		(82,271)
Expenses				
Personal services	1,337,884	1,367,007		(29,123)
Communications and utilities	46,000	28,357		17,643
Rentals	10,000	-		10,000
Repairs and maintenance	187,000	240,515		(53,515)
Training and education	1,400	904		496
Other services and charges	131,725	115,611		16,114
Materials and supplies	146,625	99,402		47,223
Cost of sales	550,000	472,137		77,863
Debt service	-	46,715		(46,715)
Capital outlay	 421,900	 302,142		119,758
Total expenses	 2,832,534	 2,672,790	_	159,744
Change in net assets (budgetary basis)	\$ 32,100	109,573	\$	(242,015)
Reconciliation of change in net assets (budgetary basis) to change in net assets (GAAP basis)				
Capitalize capital assets		279,982		
Bad debt expense		13,236		
Debt service		(2,568)		
Depreciation		 (156,423)		
Change in net assets (GAAP basis)		\$ 243,800		

# STORMWATER FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	 Final Budget	 Actual (Budgetary Basis)	 Variance With Final Budget
Revenues			
Charges for services	\$ 459,397	\$ 622,944	\$ 163,547
Interest income	-	1,025	1,025
Other income	 458,832	 	 (458,832)
Total revenue	 918,229	 623,969	 (294,260)
Expenses			
Personal services	142,334	220,088	(77,754)
Repairs and maintenance	20,000	25,987	(5,987)
Other services and charges	12,000	11,709	291
Materials and supplies	6,100	2,173	3,927
Debt service	-	111,195	(111,195)
Capital outlay	606,047	323,474	282,573
Total expenses	 786,481	 694,626	 91,855
Change in net assets (budgetary basis)	\$ 131,748	(70,657)	\$ (386,115)
Reconciliation of change in net assets (budgetary basis) to change in net assets (GAAP basis)			
Capitalize capital assets		380,605	
Contributed capital		2,601,445	
Debt service		(5,793)	
Depreciation		 (25,867)	
Change in net assets (GAAP basis)		\$ 2,879,733	

# GOLF COURSE FUND - ENTERPRISE FUND SCHEDULE OF REVENUES AND EXPENSES - ACTUAL (BUDGETARY BASIS) COMPARED TO BUDGET FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Provense		Final Budget		Actual (Budgetary Basis)		Variance With Final Budget
Revenues	•	05 000	•	40.000	•	(40,440)
Charges for services	\$	65,000	\$	46,860	\$	(18,140)
Other income		68,476		68,629		153_
Total revenue		133,476		115,489		(17,987)
Expenses Other services and charges Capital outlay		53,676		53,702 8,501		(26) (8,501)
Total expenses		53,676		62,203		(8,527)
Total expenses		33,070		02,203		(0,027)
Change in net assets (budgetary basis)	\$	79,800		53,286	\$	(9,460)
Reconciliation of change in net assets (budgetary basis) to change in net assets (GAAP basis)						
Capitalize capital assets				8,501		
Depreciation				(20,446)		
Change in net assets (GAAP basis)			\$	41,341		

FIDUCIARY FUND

# AGENCY FUND

The **Municipal Court** – This fund was established to account for the receipt and disbursement of bonds (posted to secure release of individuals charged with various crimes) and court-ordered fines and fees made on behalf of third parties.

# MUNICIPAL COURT AGENCY FUND STATEMENT OF CHANGES IN ASSETS AND LIABILITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

ASSETS	Ju	une 30, 2007	Additions		 Deductions	June 30, 2008		
Cash	\$	113,018	\$	4,326,467	\$ 4,348,982	\$	90,503	
Total assets	\$	113,018	\$	4,326,467	\$ 4,348,982	\$	90,503	
LIABILITIES								
Accounts payable	\$	54,344	\$	2,078,632	\$ 2,085,138	\$	47,838	
Due to others		58,674		2,247,835	2,263,844		42,665	
Total liabilities	\$	113,018	\$	4,326,467	\$ 4,348,982	\$	90,503	

# STATISTICAL SECTION

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

	Page
Financial Trends	84
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	90
These schedules contain information to help the reader assess the City's most significant local revenue source, power revenue and property tax.	
Debt Capacity	98
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	104
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	106
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

# SCHEDULE 1 CITY OF COLLEGE PARK, GEORGIA Net Assets by Component Last Six Fiscal Years (Accrual basis of accounting) (amounts expressed in thousands)

	Fiscal Year											
	2003			2004		2005		2006	200	7 (Restated)		2008
Governmental activities												
Invested in capital assets, net of related debt	\$	26,750	\$	31,874	\$	41,417	\$	46,026	\$	45,038	\$	41,005
Restricted		8,699		6,028		384		304		283		291
Unrestricted		22,686		25,368		22,588		19,955		26,809		30,542
Total governmental activities net assets		58,135		63,270		64,389		66,285		72,130		71,838
Business-type activities												
Invested in capital assets, net of related debt		68,888		69,198		56,659		54.101		46,332		52,621
Restricted		8,142		7,600		21,053		21,597		12,658		8,363
Unrestricted		22,695		19,566		16,694		23,648		31,646		37,210
Total business-type activities net assets	-	99,725		96,364		94,406		99,346		90,636		98,194
	<u></u>											
Primary government												
Invested in capital assets, net of related debt		95,638		101.072		98,076		100,127		91.370		93,626
Restricted		16,841		13,628		21,437		21,901		12,941		8,654
Unrestricted		45,381		44,934		39,282		43,603		58,455		67,752
Total primary government net assets	\$	157,860	\$	159,634	\$	158,795	\$	165,631	\$	162,766	\$	170,032

# **SCHEDULE 2** CITY OF COLLEGE PARK, GEORGIA **Changes in Net Assets** Last Six Fiscal Years (Accrual basis of accounting) (amounts expressed in thousands)

Exponses         2003         2004         2005         2006         2007 (Restated)         2008           Covernmental activities:         \$ 2,002         \$ 2,898         \$ 2,679         \$ 3,083         \$ 4,023         \$ 5           Public safety         13,216         13,130         14,4453         16,844         14,752         16,884           Inspection         2303         224         225         225         226         226           Building and grounds         978         1,226         659         1,080         666           Parks         169         246         301         275         406           Houring and development         -				Fisca	l Year		
General government         \$         2,602         \$         2,679         \$         3,083         \$         4,023         \$         5           Public safety         1,326         13,510         14,463         16,772         1,538         2           Inspection         230         224         288         295         333         2           Engineering         227         212         219         268         247         16,53         1,526         1,526         1,526         1,526         1,526         1,526         1,526         1,551         1         1         1         Non-departmental activities exponses         21,646         21,730         22,639         2,551         23,664         26           Business-type activities:         2         20,191         1,773         14,772         18,766         17           Convention center         1,1729         1,7343         14,772         18,766         16,944         16,945         6,014         19           Convention center         1,1729         1,976         1,3344         14,772         18,766         17         13,545         13,544         14,945         6,014         16           Convention center         1,172	Expenses	2003	2004			2007 (Restated)	2008
Public safety         13,216         13,130         14,453         16,846         14,752         16           Recreation         1,466         1,573         1,774         1,772         1,638         2           Engineering         220         224         286         285         333         2           Builing and grounds         676         1,126         609         1,060         986         2           Parks         169         246         301         2.75         4.06         5         6         6         6         6         6         6         6         6         6         6         6         6         6         6         6         6         6         6         6         7         7         16,760         7         7         7         16,760         7         7         16,760         7         7         16,760         7         7         16,764         14,772         18,766         6,014         9         23,954         23,954         23,954         23,954         23,954         33         36,783         3,844         4,076         3,844         4,076         3,946         3,954         33         36,783         3,454 <t< td=""><td>Governmental activities:</td><td></td><td></td><td></td><td></td><td></td><td></td></t<>	Governmental activities:						
Recreation         1,466         1,573         1,724         1,772         1,638         2           Inspection         230         224         288         286         333         2           Engineering         227         212         219         288         284         284         285         233         2           Parks         169         246         301         275         406         9         1,600         986           Parks         1658         1,582         2,340         1,747         1,551         1         1           Non-departmental         990         73         -	General government	\$ 2,602	\$ 2,898	\$ 2,679	\$ 3,083	\$ 4,023	\$ 5,096
Inspection         220         224         286         285         333           Engineering         227         212         219         286         247           Builing and grounds         978         1,126         659         1,060         986           Highways and streets         1,558         1,552         2,340         1,747         1,551         1           Housing and development         -	Public safety	13,216	13,130	14,453	16,846	14,752	16,575
Engineering         227         212         219         288         247           Building and grounds         976         1,128         669         1,060         986           Parks         199         246         301         275         406           Parks         1,558         1,582         2,340         1,747         1,561         1           Housing and development         -	Recreation	1,466	1,573	1,724	1,772	1,638	2,079
Building and grounds         978         1,126         669         1,060         986           Highways and streets         1,569         1,562         2,340         1,747         1,561         1           Husing and development         -	Inspection	230	224	258	295	333	418
Building and grounds         978         1,126         669         1,060         986           Highways and streets         1,568         1,582         2,340         1,747         1,561         1           Housing and development         -	Engineering	227	212	219	268	247	253
Parks         199         246         301         275         406           Highways and streets         1,556         1,582         2,340         1,747         1,561         1           Housing and development         -		978	1,126	659	1.060	986	848
Highways and streets         1,558         1,558         1,568         1,521         1,561         1           Housing and development         - <td></td> <td></td> <td></td> <td></td> <td></td> <td>406</td> <td>322</td>						406	322
Housing and development         -		1.558	1.582	2.340		1.561	1,237
Non-Geartmental Interest on Inog-term debt         -			.,		•	-	65
Interest on long-term debt         -         -         6         5         8           Total governmental activities expenses         21,456         21,730         22,639         25,351         23,954         26           Business-type activities:         20,047         17,343         14,772         18,766         17           Water and sewer         5,259         4,961         5,645         5,495         6,014         9           Convention center         11,092         14,507         15,444         14,175         15,414         15           Redevelopment         5068         385         1,179         11,813         11,353         2           Sanitation         2,315         2,141         2,224         2,397         2,756         2           Gof course         -         -         -         10         -         -           Total business-type activities expenses         42,943         45,885         45,961         41,968         57,897         52           Program Revenues         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -	•	990	739	-			
Total governmental activities         21,456         21,730         22,839         25,351         23,854         26           Business-type activities:         Electric         20,047         17,343         14,772         18,766         17           Water and sever         5,259         4,961         5,645         5,495         6,014         9           Convention center         11,082         14,607         15,444         14,175         15,414         15           FAA projects         3,578         3,844         4,076         3,946         3,684         3           Redevelopment         508         385         1,179         1,183         11,353         2           Stormwater         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         0         - <td></td> <td></td> <td>100</td> <td>6</td> <td>5</td> <td>8</td> <td>22</td>			100	6	5	8	22
Business-type activities:         20.191         20.047         17.343         14.772         18,766         17           Water and sewer         5.259         4.961         5.645         5.495         0.014         9           Convention center         11.082         14.077         15.494         14.175         15.414         15           FAA projects         3.578         3.844         4.076         3.946         3.684         3           Redevelopment         508         3.515         2.141         2.224         2.397         2.756         2           Sanitation         2.315         2.141         2.224         2.397         2.756         2           Gof course         -	-	21 456	21 720				26,915
Electric         20,191         20,047         17,343         14,772         18,766         17           Water and sewer         5,299         4,961         5,645         5,445         6,014         99           Convention center         11,092         14,507         15,494         14,175         15,414         15           FAA projects         3,578         3,844         4,076         3,946         3,684         3,584           Redevelopment         508         385         1,179         1,183         11,353         2           Sanitation         2,315         2,141         2,224         2,397         2,756         2           Stormwater         -	l otal governmental activities expenses	21,450	21,730	22,039	25,351	23,954	20,915
Water and sever         5,259         4,961         5,645         5,445         6,014         9           Convention center         11,092         14,5507         15,444         14,175         15,414         15           Redevelopment         508         385         1,179         1,183         11,353         2           Sanitation         2,315         2,141         2,242         2,397         2,756         2           Stormwater         - <t< td=""><td>Business-type activities:</td><td></td><td></td><td></td><td></td><td></td><td></td></t<>	Business-type activities:						
Convention center         11092         14 507         15 494         14 175         15 414         15           FAA projects         3,678         3,844         4,076         3,946         3,584         3           Redevelopment         508         385         1,179         1,183         11,353         2           Sanitation         2,315         2,141         2,224         2,397         2,766         2           Gof course         - </td <td>Electric</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>17,747</td>	Electric						17,747
FAA projects         3,578         3,844         4,076         3,946         3,584         3           Redevelopment         508         385         1,179         1,183         11,353         2           Stormwater         -         <	Water and sewer	5,259	4,961	5,645	5,495	6,014	9,892
Redevelopment         508         385         1,179         1,183         11,353         2           Sanitation         2,315         2,141         2,224         2,397         2,756         2           Goff course	Convention center	11,092	14,507	15,494	14,175	15,414	15,289
Sanitation         2,315         2,141         2,224         2,397         2,756         2           Stormwater         -         -         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         10         -         -         -         -         10         -         -         10         -         -         10         -         -         -         -         -         -         -         -         10         -	FAA projects	3,578	3,844	4,076	3,946	3,584	3,353
Stormwater Golf course         -         -         -         -         -         10           Total business-type activities expenses         42,943         45,885         45,961         41,968         57,897         52           Program Revenues Governmental activities         -         -         -         -         -         10           Covernmental activities         -         -         -         -         -         -         -         52           Gord covernmental activities         -         -         -         -         -         -         -         10         -         -         -         10         -         -         -         10         -         -         10         -         -         -         10         -         -         -         10         - <t< td=""><td>Redevelopment</td><td>508</td><td>385</td><td>1,179</td><td>1,183</td><td>11,353</td><td>2,808</td></t<>	Redevelopment	508	385	1,179	1,183	11,353	2,808
Stormwater Golf course         -         -         -         -         -         -         10           Total business-type activities expenses         42,943         45,885         45,961         41,968         57,897         52           Program Revenues Governmental activities         Charges for services:         -         -         -         -         10           General government         2,042         1,925         1,976         2,126         2,002         2         2           Quertaing grants and contributions         620         519         573         451         428         2         2         2         301         0         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         0         301         0         301         0         301         0         301         0         301         0         301         0         301         0         301         0	Sanitation	2,315	2,141	2,224	2,397	2,756	2,539
Total business-type activities expenses         42,943         45,885         45,961         41,968         57,897         52           Program Revenues Governmental activities Charges for services: General government         2,042         1,925         1,976         2,126         2,002         2           Public safety         2,017         2,555         2,164         2,535         2,702         2           Qperating grants and contributions         620         519         573         451         428           Captal grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities Charges for services:         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment	Stormwater	· -		· -	-	-	346
Program Revenues Governmental activities           Charges for services:         2,042         1,925         1,976         2,126         2,002         2           Ceneral government         2,042         1,925         1,976         2,126         2,002         2           Recreation         316         316         276         302         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Sanitation         2,201         2,317         2,221         2,457<	Golf course		-			10	74
Governmental activities Charges for services:           General government         2,042         1,925         1,976         2,126         2,002         2           Public safety         2,017         2,595         2,164         2,535         2,702         2           Recreation         316         316         276         302         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194 <td< td=""><td>Total business-type activities expenses</td><td>42,943</td><td>45,885</td><td>45,961</td><td>41,968</td><td>57,897</td><td>52,048</td></td<>	Total business-type activities expenses	42,943	45,885	45,961	41,968	57,897	52,048
Governmental activities Charges for services: General government         2,042         1,925         1,976         2,126         2,002         2           Public safety         2,017         2,595         2,164         2,535         2,702         2           Public safety         2,017         2,595         2,164         2,535         2,702         2           Recreation         316         316         276         302         301         313           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities Charges for services:         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44	Program Revenues						
Charges for services:         2,042         1,925         1,976         2,126         2,002         2           Public safety         2,017         2,595         2,164         2,535         2,702         2           Recreation         316         316         276         302         301         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Charges for services:         Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,786         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         2,401         2,317         2,221	-						
General government         2,042         1,925         1,976         2,126         2,002         2           Public safety         2,017         2,595         2,164         2,535         2,702         2           Recreation         316         316         276         302         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         5           Gof							
Public safety         2,017         2,595         2,164         2,535         2,702         2           Recreation         316         316         316         276         302         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Charges for services:         Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         2           Stormwater         -         -         -         -         -		2 042	1 925	1 976	2 126	2 002	2.336
Recreation         316         316         316         276         302         301           Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Charges for services:         20,918         21,791         21,649         20,543         20,744         27           Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Sanitation         2,201         2,317         2,221         2,457         2,652         2           Stormwater         -         -         -         -         -							2,800
Operating grants and contributions         620         519         573         451         428           Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Charges for services:         Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         444         97         -         1         2           Stormwater         -         -         -         -         -         -         -           Total primary government program revenues         34,081         36,079         37,257         37,528         38,889         46           Total primary government program revenues         39,75							2,000
Capital grants and contributions         680         1,036         560         1,434         313           Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities         Charges for services:         Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         2           Stormwater         -         -         -         -         -         -         -           Golf course         -							508
Total governmental activities program revenues         5,675         6,391         5,549         6,848         5,746         5           Business-type activities Charges for services: Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         2           Stormwater         -         -         -         -         -         -         -           Golf course         -							506
Business-type activities         Charges for services:         Electric       20,918       21,791       21,649       20,543       20,744       27         Water and sewer       5,038       5,199       5,326       6,477       7,886       8         Convention center       4,686       5,655       6,499       6,720       6,796       55         FAA projects       1,044       1,073       1,465       1,331       810       1         Redevelopment       194       44       97       -       1       2       201       2,317       2,221       2,457       2,652       2         Stormwater       -       <	, -						
Charges for services:         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         2           Stormwater         -	Total governmental activities program revenues	5,675	6,391	5,549	6,848	5,746	5,926
Charges for services:         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         2           Stormwater         -	Business-type activities						
Electric         20,918         21,791         21,649         20,543         20,744         27           Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         1           Sanitation         2,201         2,317         2,221         2,457         2,652         2           Stormwater         -							
Water and sewer         5,038         5,199         5,326         6,477         7,886         8           Convention center         4,686         5,655         6,499         6,720         6,796         5           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1           Sanitation         2,201         2,317         2,221         2,457         2,652         2           Stormwater         -		20.918	21,791	21.649	20.543	20.744	27,341
Convention center         4,686         5,655         6,499         6,720         6,796         55           FAA projects         1,044         1,073         1,465         1,331         810         1           Redevelopment         194         44         97         -         1         1           Sanitation         2,201         2,317         2,221         2,457         2,652         2           Stormwater         -         -         -         -         -         -         -           Golf course         -							8,290
FAA projects       1,044       1,073       1,465       1,331       810       1         Redevelopment       194       44       97       -       1       1         Sanitation       2,201       2,317       2,221       2,457       2,652       2         Stormwater       -       -       -       -       -       -       -       -         Total business-type activities program revenues       34,081       36,079       37,257       37,528       38,889       46         Total primary government program revenues       39,756       42,470       42,806       44,376       44,635       52         Net (expense)/revenue       (15,781)       (15,339)       (17,090)       (18,503)       (18,208)       (20         Business-type activities       (8,862)       (9,806)       (8,704)       (4,440)       (19,008)       (5							5,983
Redevelopment       194       44       97       -       1         Sanitation       2,201       2,317       2,221       2,457       2,652       2         Stormwater       -<							1,215
Sanitation         2,201         2,317         2,221         2,457         2,652         2           Stormwater         -					1,001		196
Stormwater Golf course         -					2 457		2,754
Golf course		2,201	2,317	2,221	2,407	2,052	622
Total business-type activities program revenues         34,081         36,079         37,257         37,528         38,889         46           Total primary government program revenues         39,756         42,470         42,806         44,376         44,635         52           Net (expense)/revenue Governmental activities         (15,781)         (15,339)         (17,090)         (18,503)         (18,208)         (20           Business-type activities         (8,862)         (9,806)         (8,704)         (4,440)         (19,008)         (5		-	-	-	-	-	116
Total primary government program revenues         39,756         42,470         42,806         44,376         44,635         52           Net (expense)/revenue Governmental activities         (15,781)         (15,339)         (17,090)         (18,503)         (18,208)         (20 Business-type activities           Business-type activities         (8,862)         (9,806)         (8,704)         (4,440)         (19,008)         (5							
Net (expense)/revenue           Governmental activities         (15,781)         (15,339)         (17,090)         (18,503)         (18,208)         (20           Business-type activities         (8,862)         (9,806)         (8,704)         (4,440)         (19,008)         (5	Total business-type activities program revenues	34,081	36,079	37,257	37,528	38,889	46,517
Governmental activities         (15,781)         (15,339)         (17,090)         (18,503)         (18,208)         (20           Business-type activities         (8,862)         (9,806)         (8,704)         (4,440)         (19,008)         (5	Total primary government program revenues	39,756	42,470	42,806	44,376	44,635	52,443
Business-type activities (8,862) (9,806) (8,704) (4,440) (19,008) (5	Net (expense)/revenue						
Business-type activities (8,862) (9,806) (8,704) (4,440) (19,008) (5	Governmental activities	(15,781)	(15,339)	(17,090)	(18,503)	(18,208)	(20,989)
							(5,531)
Total primary government net expense \$ (24,643) \$ (25,145) \$ (25,794) \$ (22,943) \$ (37,216) \$ (26	Total primary government net expense	\$ (24,643)			\$ (22,943)	the second se	

# SCHEDULE 2 (CONTINUED) CITY OF COLLEGE PARK, GEORGIA Changes in Net Assets Last Six Fiscal Years (Accrual basis of accounting) (amounts expressed in thousands)

General Revenues and Other Changes in								
Net Assets								
Governmental activities:								
Taxes								
Property taxes	\$ 8,554	\$		\$	9,645	\$ 8,532		
Car rental taxes	2,083		2,198		1,748	2,708	2,709	2,764
Hotel/motel taxes	4,085		4,082		4,548	5,343	5,429	6,041
Alcoholic beverage taxes	675		700		681	742	759	797
Sales taxes	4,565		4,436		4,664	5,314	5,554	5,604
Franchise taxes	781		593		639	808	706	892
Insurance premium taxes	812		875		949	1,021	1,068	1,114
Investment earnings	282		236		405	487	973	753
Miscellaneous income	94		58		69	198	89	32
Gain on sale of capital assets	72		-		34	4	-	72
Transfers	 (4,686)		(3,695)	_	(5,173)	 (4,757)	(5,279)	(9,075)
Total governmental activities	 17,317		18,091	_	18,209	 20,400	24,053	20,697
Business-type activities:								
Interest income	3,481		3,205		3,521	4,622	5,003	4,013
Amortization of deferred gain	2,197		-		-	-	-	-
Gain on sale of capital assets	1,597		-		-	-	16	2
·	4,686		3,695		5,173	4,757	5,279	9,075
Total business-type activities	 11,961		6,900		8,694	 9,379	10,298	13,090
Total primary government	29,278		24,991		26,903	29,779	34,351	33,787
		-						
Change in net assets								
Governmental activities	1,536		2,752		1,119	1,897	5,845	(292)
Business-type activities	 3,099		(2,906)	_	(10)	 4,939	(8,710)	7,559
Total primary government	\$ 4,635	\$	(154)	<u>\$</u>	1,109	\$ 6,836	\$ (2,865)	\$ 7,267

#### Notes:

\* Golf Course Fund was estabilished during the prior fiscal year ended June 30, 2007; therefore, no activity shown for previous years.

\*\* Stormwater Fund was estabilished during the current fiscal year ended June 30, 2008; therefore, no activity shown for previous years.

**Governmental Activities Tax Revenues by Source CITY OF COLLEGE PARK, GEORGIA** (amounts expressed in thousands) (Accrual basis of accounting) Last Six Fiscal Years **SCHEDULE 3** 

Total	3 21,555	21,492	22,874	24,468	28,267	28,914
l	\$					
Insurance Premium Tax	812	875	949	1,021	1,068	1,114
Pre.	φ					
Franchise Tax	781	593	639	808	206	892
Fran T	θ					
Sales Tax	4,565	4,436	4,664	5,314	5,554	5,604
0	ф					
Alcoholic Beverage Tax	675	200	681	742	759	797
Alc. Bev	φ					
Hotel/Motel Tax	4,085	4,082	4,548	5,343	5,429	6,040
Hote	ŝ					
				5		
Car Rental Tax	2,083	2,198	1,748	2,708	2,709	2,764
Ca	ф			<u> </u>	<u></u>	
	· _•	~		5	<u>ල</u>	~
Property Tax	8,554	8,605	9,645	8,532	12,045	11,703
Ē	φ					
Fiscal Year	2003	2004	2005	2006	2007	2008

Notes:

Property taxes decreased from 2005 due to the bankruptcy of the City's largest taxpayer, Delta Airlines, Inc.
 Car rental taxes increased from 2005 because of a favorable arbitration ruling as to how these taxes are allocated to the City of College Park, Georgia.
 Property taxes increased from 2006 due to the subsequent recovery of property taxes out of bankruptcy proceedings from Delta Airlines, Inc.

SCHEDULE 4 CITY OF COLLEGE PARK, GEORGIA Fund Balances of Governmental Funds Last Ten Fiscal Years (Modified accrual basis of accounting) (amounts expressed in thousands)

	1999	2000	2001	2002	2003	33	2004		2005	5	2006	2007	20	2008
General fund		e e		e	ŧ		6	•	007	é			000	
Keserved	\$ 3/8 10 EDD	\$ 4/U	403 10 512	\$ 530 10 501	4 490 10 001	496	\$ 033 20.260	#	24 063	ۍ ج	011 011 011 011	ې ج	320	COL \$
Onreserved	80C'01	20,300	18,010	100'81	2	180	50,5		21,000		,40S		2	24,220
Total general fund	<u>\$ 18,887</u>	<u><b>\$</b>21,378</u>	\$ 19,982	\$ 20,111	\$ 20	,393	\$ 20,8		21,526	N A	2,074	\$ 22	,503	\$ 24,393
All other governmental funds														
Reserved	ہ ج	ہ ج	' ج	، م	& \$	8,699	\$ 6,0	6,028 * \$	384	φ	304	ŝ	283	\$ 291
Unreserved, reported in:														
Special revenue funds	,	6,005	8,454	8,744		638	4		(3,180)	) *	6,825) **	3)	,692)	(10,180)
Capital projects funds	'	'	'	'		64	1		116		116		116	51
Total all other government funds	' \$	\$ 6,005	\$ 8,454	\$ 8,744	6 \$	9,401	\$ 6,547	φ.	(2,680)	\$	(6,405)	5) \$	(9,293)	\$ (9,838)

Notes:

\* Reserved funds decreased due to GICC Building and Infrastructure bond payments.

\*\* The Unreserved, reported in Special Revenue Funds decreased due to the Public Safety Building construction expenditures charged to the Car Rental Tax project in Fiscal Years 2005 and 2006.

# **Changes in Fund Balances of Governmental Funds** CITY OF COLLEGE PARK, GEORGIA (Modified accrual basis of accounting) (amounts expressed in thousands) Last Ten Fiscal Years SCHEDULE 5

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Taxes	\$ 20,410	\$ 21,419	\$ 21,568	\$ 20,581	\$ 21,501	\$ 21,542	\$ 22,889	\$ 24,443	\$ 23.741	\$ 27.826
Licenses and permits	1,579	1,878	1,677	1,733	2,042	1,928	1,976	2,126	2,001	2,337
Intergovernmental	775	846	985	1,715	1,262	1,487	1,133	1,886	740	508
Fines and forfeitures	1,061	854	971	1,108	1,722	2,362	1,910	2,271	2,456	2,541
Charges for services	200	221	568	623	605	569	530	566	548	541
Interest Income	1,012	1,296	1,595	867	274	236	405	487	974	753
Other revenues	352	968	262	275	210	106	69	198	89	104
Total Revenues	25,389	27,482	27,626	26,902	27,616	28,230	28,912	31,977	30,549	34,610
Expenditures										
General government	2,009	1,943	2,691	2,721	2,552	2,859	2,742	3,179	4,050	4,745
Public safety	9,284	9,888	11,225	12,580	12,871	12,634	24,260 **	* 21,796 ***		18,113
Inspection	197	192	220	210	228	218	256	298	373	428
Engineering	201	208	197	230	225	211	223	273	303	259
Recreation	1,042	1,226	1,214	1,389	1,419	1,516	1,699	2,617	1,803	2,209
Parks and grounds	581	720	739	780	1,150	1,295	1,890	1,529	1,537	1,108
Streets	573	775	644	738	888	904	1,631	1,045	1,365	1,178
Housing and development	•	'	'	•	•	•	•	•	'	65
Contractual	850	819	1,108	637	810	739	•	•	•	•
Capital outlay	2,002	1,781	2,380	4,289	1,889	6,771	*	\$	*	:
Debt service:										
Principal	24	31	80	•	•	•	35	39	45	377
Interest	2	4	-	'	'	'	9	5	80	22
Total Expenditures	16,765	17,587	20,427	23,574	22,032	27,147	32,742	30,781	25,256	28,504
Other financing sources (uses)										
Capital leases	33	'	•	94	•	42	51		75	1.364
Proceeds from sale capital assets	•	'	'	•		216	4	385	•	347
Transfers in	500	1,170	612	3,227	1,702	1,958	2,758	2,768	3.617	4.735
Transfers out	(5,425)	(6,333)	(6,762)	(6,194)	(6,389)	(5,653)	(7,931)	(7,526)	(8,896)	(11,208)
Total other financing sources (uses)	(4,892)	(5,163)	(6,150)	(2,873)	(4,687)	(3,437)	(5,078)	(4,373)	(5,204)	(4,762)
Net change in fund balances	\$ 3,732	\$ 4,732	\$ 1,049	\$ 455	\$ 897	\$ (2,354)	\$ (8,908)	\$ (3,177)	\$	\$ 1,344
									•	
Debt service as a percentage of noncapital expenditures	0.18%	0.22%	0.05%	0.00%	0.00%	0.00%	0.19%	0.18%	0.22%	1.51%
Notes:										

Notes: Contractual expenditures are items such as utilities, workers compensation claims, and telephone expenses which benefit all departments. Effective for 2005, these expenses have been allocated to the various departments which incur such expenses.

\*\* Capital outlay expenditures are reflected in the department which incurred these expenses.

\*\*\* Public Safety expenditures for 2005 and 2006 include construction costs for a public safety complex.

#### **SCHEDULE 6 CITY OF COLLEGE PARK, GEORGIA General Government Tax Revenues by Source** Last Ten Fiscal Years (Modified accrual basis of accounting) (amounts expressed in thousands)

Fiscal Year	Prop Ta	perty ax	с 	ar Rental Tax	Ho	otel/Motel Tax	Be	oholic verage Tax	 Sales Tax	 nchise Tax	Pr	urance emium Tax	 Total
1999	\$	6,474	\$	2,098	\$	4,409	\$	734	\$ 5,060	\$ 825	\$	810	\$ 20,410
2000		6,027		2,414		4,886		743	5,716	796		837	21,419
2001		6,314		2,222		5,014		779	5,473	875		891	21,568
2002		6,729		2,301		4,174		715	5,095	827		740	20,581
2003		8,500		2,083		4,085		675	4,565	781		812	21,501
2004		8,622		2,198		4,118		700	4,436	593		875	21,542
2005		9,660		1,748		4,548		681	4,664	639		949	22,889
2006		8,507	(1)	2,708	(2)	5,343		742	5,314	808		1,021	24,443
2007	1	0,219	(3)	6	(4)	5,429		759	5,554	706		1,068	23,741
2008	1	3,363		16	(4)	6,040		797	5,604	892		1,114	27,826

Notes:

Property taxes decreased from 2005 due to the bankruptcy of the City's largest taxpayer, Delta Airlines, Inc.
 Car rental taxes increased from 2005 because of favorable arbitration ruling as to how these taxes are allocated to the City of College Park, Georgia.
 Property taxes increased from 2006 due to the subsequent recovery of property taxes out of bankruptcy proceedings from Delta Airlines, Inc.
 Car rental taxes for 2007 and 2008 are being held by a trustee as a result of ongoing litigation and will not be recognized until ultimately being received by the City. Therefore, amounts for 2007 and 2008 are deferred at the fund level but recognized as revenue at the governmental activities level in accordance to GASB 34.

#### **SCHEDULE 7 CITY OF COLLEGE PARK, GEORGIA** Assessed Value and Estimated Actual Value - All Taxable Property Last Ten Fiscal Years (amounts expressed in thousands)

Fiscal Year	Real Property	Personal Property	Public Utilities	Hotel/Motel Special District	Convention Center Special District (1)	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (2)	Assessed Value as a Percentage of Actual Value
1999	\$ 397,294	\$ 115,110	\$ 161,125	\$ 81,614	\$-	\$ (128,490)	\$ 626,653	7.50	\$ 1,566,633	40.0%
2000	397,242	133,149	119,790	81,226		(127,764)	603,643	7.00	1,509,108	40.0%
2001	408,332	164,262	148,427	81,665	-	(149,106)	653,580	6.93	1,633,950	40.0%
2002	442,001	185,049	152,652	90,538	-	(151,219)	719,021	6.61	1,797,553	40.0%
2003	450,441	117,203	156,119	99,678	8,660	(148,882)	683,219	9.56	1,708,048	40.0%
2004 (3)	487,427	115,836	141,779	97,357	9,853	(166,257)	685,993	9.56	1,714,988	40.0%
2005 (4)	492,786	117,319	186,652	93,875	9,741	(172,832)	727,541	9.56	1,818,853	40.0%
2006 (4)	510,377	115,305	125,891	101,581	10,067	(179,359)	683,862	9.56	1,709,655	40.0%
2007	568,053	129,066	148,710	114,663	44,070	(255,566)	748,996	9.56	1,872,490	40.0%
2008	593,325	141,187	143,054	120,593	53,975	(224,119)	828,015	9.56	2,070,038	40.0%

Source: Clayton County Board of Tax Assessors; Fulton County Board of Tax Assessors Note: Tax rates are per \$1,000 of assessed value.

(1) Convention Special District was created in Fiscal 2003.

(2) Under Georgia law, property is assessed for taxes at 40% of fair market value.
(3) Public Utility declined in FY 2004 as the result of an appeal of assessed value of flight equipment in 2004 by a major airline.
(4) Public Utility increase in FY 2005 reflects settlement of 2004 case; FY 2006 decrease reflects appeal of assessed value of flight equipment again by a major airline.

#### SCHEDULE 8 CITY OF COLLEGE PARK, GEORGIA Property Tax Rates - All Overlapping Governments Direct and Overlapping Governments Last Ten Fiscal Years

	City of College Park	Clayton	County	Fulton (	County	City of Co	llege Park	State of
Fiscal Year	Operating Millage	Operating Millage	School Millage	Operating Millage	School Millage	Hotel/Motel Millage	Convention Millage	Georgia Millage
1999	7.50	4.65	18.34	13.69	20.76	16.00	-	0.25
2000	7.00	3.41	18.34	13.69	20.76	14.50	-	0.25
2001	6.93	4.11	17.92	13.69	20.76	14.50	-	0.25
2002	6.61	3.91	17.92	13.69	20.15	14.50	-	0.25
2003	9.56	4.05	17.92	13.34	19.02	14.50	7.50	0.25
2004	9.56	5.88	17.92	12.81	18.77	14.50	7.50	0.25
2005	9.56	6.88	18.92	12.32	17.61	14.50	7.50	0.25
2006	9.56	7.78	18.92	12.24	17.61	14.50	7.50	0.25
2007	9.56	8.76	20.00	11.47	18.11	14.50	7.50	0.25
2008	9.56	8.76	20.00	10.28	18.09	14.50	7.50	0.25

Source: College Park Tax Department

Note: In addition to the City's debt obligations, property owners in the City are responsible for any debt obligations of other taxing entities in the proportion to which the jurisdiction of the City overlaps such entity.

SCHEDULE 9 CITY OF COLLEGE PARK, GEORGIA Principal Property Taxpayers Current Year and Nine Years Ago (amounts expressed in thousands)

	2008				1999		
Taxpayer	Taxable Assessed Valuation	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Valuation	Rank	Percentage of Total City Taxable Assessed Value
Delta Air Lines	\$ 149,214	1	18.02%	Delta Air Lines	\$ 142,767	1	24.12%
Coca Cola Enterprises	17,461	2	2.11%	Pittsburg National Bank	18,705	2	3.16%
Pittsburgh National Bank	17,318	3	2.09%	GE Energy Parts	17,526	3	2.96%
Sysco Corporation	16,747	4	2.02%	Coca Cola Enterprises	14,913	4	2.52%
UCM/Ackerman-Atlanta Airport	16,005	5	1.93%	Crocker Realty Trust	14,781	5	2.50%
Lepercq Atlanta Renaissance	14,931	6	1.80%	Sysco Corporation	13,793	6	2.33%
Chick Fil A Inc.	14,459	7	1.75%	Lepercq Atlanta Renaissance	12,961	7	2.19%
Felcor Suites Limited	13,046	8	1.58%	Societe International	12,489	8	2.11%
Felcor JP{M Atlanta ES Hotel	9,269	9	1.12%	John Weiland Homes	8,421	9	1.42%
Continental Airlines	8,261	10	1.00%	Prudential HEI Joint Venture	5,161	10	0.87%
Total	\$ 276,711	-	33.42%	Total	\$ 261,517		44.18%

Source: College Park Tax Department

#### SCHEDULE 10 CITY OF COLLEGE PARK, GEORGIA Property Tax Levies and Collections Last Ten Fiscal Years (amounts expressed in thousands)

				cted within the Year of the Levy	Colle	ctions in		Total Co	llections to Date	
Fiscal Year	Tax Levy scal Year	A	mount	Percentage of Levy		sequent ′ears	A	mount	Percentage of Levy	
1999	\$ 5,394	\$	4,989	92.50%	\$	401	\$	5,390	99.93	3%
2000	4,835		4,825	99.80%		6		4,831	99.92	2%
2001	5,148		5,086	98.80%		54		5,140	99.84	1%
2002	5,467		5,374	98.30%		80		5,454	99.76	3%
2003	7,006		6,929	98.90%		62		6,991	99.79	9%
2004	7,019		6,745	96.10%		255		7,000	99.73	3%
2005	7,399		6,913	93.43%		96		7,009	94.73	3%
2006	7,262		5,485	75.53% (1)		243		5,728	78.88	3%
2007	7,695		7,546	98.06%		-		7,546	98.06	3%
2008	8,482		7,992	94.22%		-		7,992	94.22	2%

Source: College Park Tax Department

(1) Current year tax collections decreased dramatically in 2006 because of the bankruptcy of Delta Airlines, Inc. which is 18.54% of the total tax digest. These taxes will be collected in 2008 as a result of Bankruptcy Court decisions.

#### SCHEDULE 11 CITY OF COLLEGE PARK, GEORGIA Electric Power Revenue Last Ten Fiscal Years (amounts expressed in thousands)

	Electric
Fiscal	Power
Year	Revenue
1999	\$ 21,831
2000	29,792 *
2001	32,901 *
2002	31,173 *
2003	21,160
2004	21,951
2005	19,630
2006	18,841
2007	18,664
2008	25,059 **

\*Note: Years 2000 - 2002 City of Marietta Interparticipant transfer, and conveyor belt project accounted for significant revenue increases.

\*\*Note: The City sold approximately \$6,000,000 in excess capacity to other local municipalities.

Source: College Park Power Department

#### SCHEDULE 12 CITY OF COLLEGE PARK, GEORGIA ELECTRIC POWER REVENUE RATES Past Six Calender Years

Fiscal Year	Number of Residential Customers	Mega Watt <u>Hours</u>	Number of Commercial Customers	Mega Watt <u>Hours</u>	Number of Other Customers	Mega Watt <u>Hours</u>	Use By <u>City</u>	Estimated Power <u>Losses</u>	Total Number of <u>Customers</u>	Total Megawatt <u>Hours</u>	Total Power <u>Sales</u>	Average Cost per <u>Megwatt Hour</u>
2002	8,302	85,034	745	172,021	99	-	18,502	10,754	9,146	286,311	\$ 19,781,837	\$ 69.09
2003	8,322	84,400	751	186,320	99	-	25,224	14,410	9,172	310,354	21,336,295	68.75
2004	7,960	78,977	730	199,017	99	-	16,125	14,708	8,789	308,827	20,488,316	66.34
2005	7,780	74,695	726	193,618	101	-	14,788	10,459	8,607	293,560	19,619,956	66.83
2006	7,671	75,965	733	168,272	99	8,203	30,741	18,825	8,503	302,006	17,904,206	59.28
2007	7,715	76,608	764	170,127	101	8,997	23,723	14,547	8,580	294,002	19,776,948	67.27

Source: College Park Power Department

## SCHEDULE 13 CITY OF COLLEGE PARK, GEORGIA TEN LARGEST POWER CUSTOMERS

#### **Current Year and Four Years Ago**

2008		2004	
	MegaWatt		MegaWatt
Name	Hours Used	Name	Hours Used
Atlanta Coca Cola	15,426	Atlanta Coca Cola	14,972
GICC	15,060	SyscoFood Service	12,973
Sysco Food Service	11,896	GICC	11,465
Marriott	9,179	Keenan Development	8,411
Westin	8,262	Marriott Hotel	8,320
Keenan Development	7,316	FedEx Ground	5,600
FedEx	7,303	Atl Embassy Suites	3,775
Atl Embassy Suites	6,808	Sheraton Gateway	3,344
Garden Ridge	5,163	Westin Atl Hotel	3,215
John D. Stevens	4,329	Garden Ridge	2,993

Source: College Park Power Department

#### SCHEDULE 14 CITY OF COLLEGE PARK, GEORGIA Ratios of Outstanding Debt by Type Last Ten Fiscal Years (amounts expressed in thousands, except per capita amount)

	Gove	rnmenta	Activ	ities		Busin	ess-Ty	pe Activ	vities				
Fiscal Year	Oblig	eral Jation nds		pital ases	0	General bligation Bonds		pital ases		otes yable	Total Primary vernment	Percentage of Personal Income (1)	 Per Capita (1)
1999	\$		\$	46	\$	79,595	\$	-	\$	-	\$ 79,641	40.2%	\$ 4,173.40
2000		-		12		107,165		-		6,103	113,280	38.7%	5,557.85
2001		-		23		105,440		-		6,103	111,566	37.8%	5,427.95
2002		-		91		118,880		-		6,103	125,074	42.5%	6,111.90
2003		-		64		116,145		-		6,103	122,312	41.5%	5,957.72
2004		-		74		113,265		-		6,103	119,442	40.5%	5,827.01
2005		-		90		120,650		65		5,893	126,698	43.7%	6,278.03
2006		-		51		143,830		152		5,428	149,461	51.5%	7,406.03
2007		-		81		138,710		111	1	3,428	152,330	48.9%	7,029.17
2008				1,068		133,425		544	1	3,428	148,465	50.7%	7,284.12

Note 1: Details regarding the City's outstanding debt can be found in the notes to the financial statements. (1) Information from Schedule 20 was used to calculate these amounts.

#### SCHEDULE 15 CITY OF COLLEGE PARK, GEORGIA Ratios of General Bonded Debt Outstanding Last Ten Fiscal Years

Fiscal Year	Ob	eneral igation onds	Percentage of Estimated Taxable Value of Property		 Per Capita
1999	\$	-	-	%	\$ -
2000		-	-		-
2001		-	-		-
2002		-	-		-
2003		-	-		-
2004		-	-		-
2005		-	-		-
2006		-	-		-
2007		-	-		-
2008		-	-		-

Note 1: The City's governmental activities did not have any general obligation bonds outstanding in the last ten (10) years.

Note 2: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

#### SCHEDULE 16 CITY OF COLLEGE PARK, GEORGIA Direct and Overlapping Governmental Activities Debt As of June 30, 2008 (amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)_	S	timated hare of erlapping Debt
Direct General Obligation Debt:				
Overlapping General Obligation Debt:				
Fulton County General Obligation Bonds	\$ 4,581	0.7387%	\$	34
Fulton County Building Authority	61,348	0.7387%		453
Atlanta - Fulton County Recreation Authority	151,385	0.7387%		1,118
Fulton-Dekalb Hospital Authority	212,080	0.7387%		1,567
Fulton County School District	191,360	0.7387%		1,414
Clayton County Solid Waste Management Authority	14,315	3.3644%		482
				5,068
City of College Park, Georgia direct debt				148,465
Total direct and overlapping debt			\$	153,533

Sources: Assessed value data used to estimate applicable percentages provided by the Clayton County Finance Department and Fulton County website. Debt outstanding data provided by Clayton County Finance Department and Fulton County website.

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

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

#### SCHEDULE 17 CITY OF COLLEGE PARK, GEORGIA Legal Debt Margin Information Last Ten Fiscal Years (amounts expressed in thousands)

		1999		2000		2001		2002	2003		2004		2005	2006	2007		2008
Debt limit	\$	65,838	\$	73,188	\$	77,554	\$	73,800	\$ 66,321	\$	69,303	\$	74,477	\$ 86,322	\$ 100,456	\$	105,213
Total net debt applicable to limit		-					_		 -					 <u> </u>	 <u> </u>	_	
Legal debt margin	<u>\$</u>	65,838	<u>\$</u>	73,188	<u>\$</u>	77,554	\$	73,800	\$ 66,321	<u>\$</u>	69,303	<u>\$</u>	74,477	\$ 86,322	\$ 100,456	<u>\$</u>	105,213
Total net debt applicable to the limit as a percentage of debt limit		0.00%		0.00%		0.00%		0.00%	0.00%		0.00%		0.00%	0.00%	0.00%		0.00%

Legal Debt Margin Calculation for Fiscal		
Year 2008	_	
Assessed value	\$	828,015
Add back: exempt real property		224,119
Total assessed value	1	1,052,134
Debt limit (10% of total assessed value)		105,213
Debt applicable to limit		
General obligation bonds	_	-

Legal debt margin

\$ 105,213

Note: The Constitution of the State of Georgia provides that the City may not incur long-term obligations payable out of general property taxes in excess of ten (10) percent of the assessed value of all taxable property within the City.

#### SCHEDULE 18 CITY OF COLLEGE PARK, GEORGIA Revenue Bond Coverage Last Ten Fiscal Years Water and Sewer Revenue Bonds

Fiscal Year	_	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	-	Principal	_	Interest	_	Total	Coverage	_
1999	\$	5,231,027 \$	3,681,527	\$ 1,549,500	\$	415,000 \$	5	243,520 \$	6	658,520	2.35 %	ó
2000		5,510,220	3,994,234	1,515,986		430,000		235,736		665,736	2.28	
2001		5,434,646	4,649,406	785,240		445,000		211,836		656,836	1.20	
2002 (3)		5,411,295	4,358,372	1,052,923		465,000		181,771		646,771	1.63	
2003		5,074,085	4,861,466	212,619		-		-		-	-	
2004		5,198,956	4,960,892	238,064		-		-		-	-	
2005		5,408,283	4,337,292	1,070,991		-		-		-	-	
2006		6,738,792	4,951,507	1,787,285		-		-		-	-	
2007		8,312,286	5,579,598	2,732,688								
2008		8,695,760	9,421,828	(726,068)		-		-		-	-	
										-	-	

Notes:

(1) Total revenues including interest.

(2) Total expenses exclusive of depreciation, interest expense, and litigation settlements.

(3) All water and sewer bonds were defeased in June 2002. Principal for 2002 represents only the principal portion which was due that year.

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

#### SCHEDULE 19 CITY OF COLLEGE PARK, GEORGIA Revenue Bond Coverage Last Ten Fiscal Years Convention Center Revenue Bonds

Fiscal Year		Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Principal	_	Interest	Total	Coverage
1999	5	9,877,046 \$	4,600,539	5,276,507 \$	1,863,117	\$	2,332,851	4,195,968	1.26 %
2000	*	n/a	n/a	n/a	n/a		n/a	n/a	n/a
2001	**	16,474,959	8,409,986	8,064,973	-		3,451,640	3,451,640	2.34
2002	**	12,222,497	8,982,127	3,240,370	1,240,000		4,406,211	5,646,211	0.57
2003	**	12,570,800	8,897,211	3,673,589	1,305,000		4,554,967	5,859,967	0.63
2004		10,149,618	9,847,984	301,634	1,375,000		4,483,392	5,858,392	0.05
2005		11,859,163	7,240,491	4,618,672	1,970,000		4,395,018	6,365,018	0.73
2006		12,267,775	7,445,224	4,822,551	1,520,000	(3)	3,437,790	4,957,790	0.97
2007		12,607,932	7,694,077	4,913,855	2,260,000		4,006,185	6,266,185	0.78
2008		14,188,280	7,750,692	6,437,588	2,260,000		3,887,431	6,147,431	1.05

Notes:

(1) Total revenues including interest, transfers in and gains on sale of assets.

(2) Total expenses exclusive of depreciation, amortization, litigation settlements, and interest expense.

(3) Actual principal payment made during the year was \$1,520,000. \$51,300,000 of 2000 series bonds was refinanced during the year.

\* Statistics for the fiscal year ended June 30, 2000 are not comparable, since all outstanding bonds were paid off during the year.

\*\* All interest expense on bond debt during the construction period of the new convention center is capitalized for reporting purposes.

# SCHEDULE 20 CITY OF COLLEGE PARK, GEORGIA Demographic and Economic Statistics Information Last Ten Fiscal Years

		-	ersonal ncome	Pe	r Capita		Education Level in % completed			
Fiscal Year	Population(1)	•	nounts in ousands)	-	ersonal come (1)	Median Age (1)	High School (1)	-	School Enrollment (1)	Unemployment Rate (2)
1999	19,083	\$	197,891	\$	10,370	32.1	27.7	%	6,330	5.10%
2000	20,382		292,910		14,371	27.4	27.9		6,591	4.80%
2001	20,554		295,382		14,371	27.4	27.9		6,591	4.30%
2002	20,464		294,088		14,371	27.4	27.9		6,591	5.90%
2003	20,530		295,037		14,371	27.4	27.9		6,591	5.90%
2004	20,498		294,577		14,371	27.4	27.9		6,591	5.50%
2005	20,242		290,898		14,371	27.4	27.9		6,591	6.30%
2006	20,181		290,021		14,371	27.4	27.9		6,591	5.30%
2007	20,533		295,080		14,371	27.4	27.9		6,591	5.00%
2008	20,382		292,910		14,371	27.4	28.0		7,292	6.90%

Source: U.S.Census (available every tenth year)
 Source: Georgia Department of Labor

#### SCHEDULE 21 CITY OF COLLEGE PARK, GEORGIA Principal Employers Current Year and Ten Years Ago

		2008				1998	
Employer	Employees	Rank	Percentage of Total City Employment	Employer	Employees	Rank	Percentage of Total City Employment
Federal Aviation Administration	1,400	1	13%	Federal Aviation Administrat	1,550	1	13%
Eagle Group International	830	2	7%	John Wieland Homes	n/a	n/a	n/a
Woodward Academy	660	3	6%	Sysco Corporation	430	4	n/a
Sysco Corporation	656	4	6%	United Forming	225	6	2%
John Wieland Homes	307	5	3%	Woodward Academy	n/a	n/a	n/a
Atlanta Southeast Airlines, Inc.	395	6	4%	AirTran Airlines	n/a	n/a	n/a
AirTran Airlines	390	7	4%	Mellon Financial	n/a	n/a	n/a
Marriott Hotel	325	8	3%	Marriott Hotel	650	2	5%
Atlanta Coca-Cola Enterprise	250	9	2%	Holiday Inn Hotel	167	9	1%
Westin Atlanta Airport Hotel	225	10	2%	Sheraton Gateway Hotel	461	3	4%

Sources: College Park Business License Department

#### SCHEDULE 22 CITY OF COLLEGE PARK, GEORGIA Full-time Equivalent City Government Employees by Function Last Ten Fiscal Years

_										
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Function										
General Government	44	44	54	36	84	79	79	81	85	72
Public Safety										
Police Officers	447	447	440	440	440	440		440	404	
Civilians	117 23	117 23	113 26	110 25	110 26	110 27	113 27	113 27	101	98
Fire	23	23	20	25	20	27	27	27	41	44
Firefighters and officers	62	66	66	66	66	64	64	64	61	66
Civilians	1	1	1	1	1	1	1	- 04	1	2
Civilians									'	2
Highways and streets										
Engineering	0	0	0	0	0	0	0	0	0	5
Maintenance	Ō	Ō	Ō	Ō	ō	Ō	Ō	Ō	Ō	12
Sanitation	31	31	31	31	35	31	31	31	29	29
Culture and recreation	30	30	26	19	21	21	24	24	36	30
Water and Sewer	17	17	17	17	17	17	17	17	19	18
Electric	33	33	31	33	33	33	34	34	23	25
Electric			31				- 34	- 34	23	25
Convention Center	<u>40</u>	<u>40</u>	<u>40</u>	<u>45</u>	<u>46</u>	57	<u>61</u>	<u>60</u>	58	<u>61</u>
	<u></u>		<u></u>		<u></u>	<u></u>	<u></u>	<u></u>	<u>30</u>	<u><u> </u></u>
Total	398	<u>402</u>	405	383	<u>439</u>	<u>440</u>	<u>451</u>	452	<u>454</u>	462
		102	100	000	100	110	101	402	-10-1	402

Source: Various College Park City Departments

Note: Indicators for inspection, building and grounds, parks, highway and streets are combined in the general government function while no employees are in the redevelopment, Golf Course, and FAA projects functions and, therefore, are not shown on this schedule.

#### **SCHEDULE 23 CITY OF COLLEGE PARK, GEORGIA Operating Indicators by Function** Last Ten Calendar Years

-	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
-	1990	1999	2000	2001	2002	2003	2004	2005	2006	2007
Function										
Police:										
Physical arrests	2,829	2,291	2,474	2,572	2,741	2,971	2,571	2,971	3,368	3,572
Traffic violations	22,265	18,257	19,717	21,294	16,834	17,439	14,889	19,177	19,237	23,757
Fire:										
Number of fire calls answered	791	769	752	670	620	585	624	564	713	778
Number of rescue calls answered	3,716	3,547	3,223	3,261	3,213	3,360	3,243	3,794	3,553	3,570
Inspections	302	318	333	357	314	490	812	1,261	936	931
Highways and streets										
Streets resurfacing (miles)	1.8	1.1	2.0	3.3	0	1.2	2.9	1.1	0.9	0.9
Sanitation										
Refuse collected (tons/yr)	15,839	16,049	16,530	17,025	16,358	16,452	15,565	16,032	14,787	13,694
Recyclables collected (tons/yr)	3,530	4,535	5,660	3,670	3,940	3,770	4,033	4,154	8,564	7,958
Water										
New connections	4	6	46	43	12	11	82	8	112	63
Water main breaks	n/a	n/a	n/a	7	4	6	8	5	7	10
Daily average consumption in gallon:	3.2	3.3	3.3	3.4	3.6	3.5	3.5	3.6	3.3	3.3
Sewer										
Sanitary sewers (miles)	81.7	82	83.2	84.3	85.6	86.4	87.5	88.8	77	7
Number of service connections	2,293	2,301	2,362	2,377	2,495	2,516	2,588	2,635	2,533	2,533
Electric										
Miles of power lines	128	128	128	128	128	130	128	128	130	13
Number of substations	7	7	7	8	8	8	8	8	8	10.1
Number of service connections	9.627	9,401	9,328	9.146	9,056	8,793	8,606	8,507	8,617	8,300
Daily average consumption in MWH	1,428.2	1,162.0	800.6	846.2	875.2	895.9	850.1	878.3	769.5	782.
Convention Center										
Number of meeting rooms	35	35	35	35	35	36	36	36	35	35
Occupancy	31%	27%	34%	37%	47%	33%	38%	40%	38%	30%
Square footage	31,000	31,000	31,000	31,000	31,000	56,000	56,000	56,000	56,000	56,000

Source: Various College Park City Departments Note: Indicators not available for recreation, inspection, building and grounds, parks, redevelopment, golf course, and FAA projects functions.

CITY OF COLLEGE PARK, GEORGIA Capital Asset Statistics by Function Last Ten Fiscal Years **SCHEDULE 24** 

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Function Public Safety Police: Stations Patrol units Fire stations	- 35 -	- 35	35 -	24 1	- 38 -	- 38 -	L 4 L	- <del>4</del> - 7 	- 4 0	4 1
Sanitation Collection Trucks	24	24	24	24	24	24	24	24	23	25
Highways and streets Streets (miles) Streetlights Traffic signals	91 1,906 23	91 1,921 25	91 1,934 27	79 1,940 29	79 1,949 30	79 1,992 29	66 2,031 29	66 2,059 29	67 2,924 33	70.0 2,924 32
Culture and recreation Parks acreage Parks Swimming pools Tennis courts Community centers	279 6 10 3	279 6 2 10	279 6 10 3	279 6 20 3	279 6 10 3	279 6 10 3	279 6 10 3	375 6 10 3	279 7 20 10	279 7 44 3
Water Water mains (miles) Fire hydrants Number of service connections Daily average consumption in gallons (MGD)	73 743 2,589 3.3	75 745 2,635 3.3	77 751 2,678 3.4	78 777 2,690	79 782 2,701 3.5	79 788 2,783 3.5	82 794 3.6	83 803 2,835 3.7	74 750 3,227 3.3	77 950 3.227 3.5
Sewer Sanitary sewers (miles) Number of service connections	82.0 2,301	83.2 2,362	84.3 2,377	85.6 2,495	86.4 2,516	87.5 2,588	88.8 2,635	89.7 2,672	77.0 2,533	79.0 2,596
Electric Miles of power lines Number of substations Number of service connections Daily average consumption in (MWH)	128 7 9,627 1,428.2	128 7 9,401 1,162.0	128 7 9,328 800.6	128 8 9,146 846.2	128 8 9,056 875.2	130 8 8,793 895.9	128 8 8,606 850.1	128 8 8,507 878.3	130 8 8,617 769.5	130 8 830.2
Convention Center Number of meeting rooms Exhibit Hall square footage Occupancy	35 112,000 39%	35 112,000 42%	35 112,000 47%	35 112,000 46%	35 112,000 41%	36 150,000 32%	36 150,000 40%	36 150,000 39%	35 150,000 36%	35 150,000 34%

Source: Various College Park City Departments Note: Indicators not available for inspection, building and grounds, parks, redevelopment, golf course, and FAA projects functions.

# **COMPLIANCE SECTION**



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

#### To the Honorable Mayor and Members of the City Council City of College Park, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of College Park, Georgia (the "City"), as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 5, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying schedule of findings and responses, as items 2008-1 through 2008-3, to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 2008-1 through 2008-3 to be material weaknesses.

#### **Compliance and Other Matters**

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

We noted certain matters that we reported to management of the City in a separate letter dated January 5, 2009.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the City's responses and accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Mayor and Council Members and management and others within the entity and is not intended to be and should not be used by anyone other than these specified parties.

Manddin & Jenhins, LLC

Atlanta, Georgia January 5, 2009

#### SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2008

	TION I AUDIT RESULTS
Financial Statements	
Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	<u>X</u> yes no
Significant deficiencies identified not considered	
to be material weaknesses?	yes <u>X</u> none reported
Noncompliance material to financial statements noted?	yesX no

#### Federal Awards

There was not an audit of major federal award programs for the year ended June 30, 2008 due to the City not expending federal awards over \$500,000.

#### SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES

#### 2008 - 1 Restatement of Beginning Net Assets - Prior Period Adjustments

*Criteria:* Internal controls should be in place to prevent material misstatements in the reporting of the City's financial statements.

*Condition:* Internal controls were not sufficient to prevent material misstatements in the reporting of the City's financial statements for the year ended June 30, 2007.

**Context/Cause:** During our audit, audit adjustments were required to restate beginning net assets for the Redevelopment Authority Enterprise Fund and Business-type Activities to record the omission of notes payable and accrued interest due to the City of Atlanta and to reduce beginning accounts receivable for property sold in prior years that was not recorded properly. In addition, an adjustment was required to restate beginning net assets for Governmental Activities to reflect the correction of recording the net pension asset. The nature of these adjustments is as follows:

- Prior period adjustments of \$8,000,000, \$340,164, and \$150,000 were required to decrease beginning net assets for the Redevelopment Authority Fund and Business-type Activities in order to record beginning notes payable and accrued interest due to the City of Atlanta and to reduce beginning accounts receivable for error in recording in previous years.
- A prior period adjustment of \$2,460,780 was required to increase Governmental Activities beginning net assets to reflect the proper timing differences in the required contributions (actuarial valuation)

#### SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2008

#### SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES (CONTINUED)

#### 2008 - 1 Restatement of Beginning Net Assets - Prior Period Adjustments (Continued)

*Effects:* An audit adjustment to increase notes payable and accrued interest payable by \$8,000,000 and \$340,164, respectively, was required while an audit adjustment to decrease accounts receivable by \$150,000 was required to properly reduce the Redevelopment Authority Fund's and Business-type Activities' beginning net assets by a total of \$8,490,164. In addition, an audit adjustment to increase the Governmental Activities' beginning net asset and net pension assets by \$2,460,780 was required in order to properly reflect the required contributions as part of the calculation on a pro-rata basis since the actuarial valuation dates are different than the City's year-end date of June 30.

Recommendation: We recommend the City strengthen its controls to ensure that future restatements do not occur.

*Views of Responsible Officials and Planned Correction Action:* We concur with the finding. We will take necessary steps in the future to ensure that these amounts are properly stated and in accordance with generally accepted accounting principles.

#### 2008 - 2 Recording of Receivables and Revenue – Redevelopment Authority Enterprise Fund

*Criteria:* Internal controls should be in place to prevent material misstatements in the reporting of the City's financial statements.

*Condition:* Internal controls were not sufficient to prevent material misstatements in the reporting of the City's financial statements for the year ended June 30, 2008.

*Context/Cause:* During our audit, an audit adjustment was required to properly record a receivable and recognize revenue in relation to agreements with other parties for the sale of parcels of land.

*Effects:* An audit adjustment to increase accounts receivable and revenue by \$157,785 was required to properly recognize money owed to the City for land sold by others under a signed contract agreement with the City prior to year-end.

**Recommendation:** We recommend the City strengthen its controls to ensure that the recording of receivables and recognition of revenue are properly and timely recorded at the conclusion of each fiscal year-end.

Views of Responsible Officials and Planned Correction Action: We concur with the finding. We will take necessary steps in the future to ensure that these amounts are properly stated and in accordance with generally accepted accounting principles in a timely manner

#### SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2008

#### SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES (CONTINUED)

#### 2008 - 3 Proper Recording of Net Investment in Direct Financing Lease – FAA Project Enterprise Fund

*Criteria:* Internal controls should be in place to prevent material misstatements in the reporting of the City's financial statements.

**Condition:** Internal controls were not sufficient to prevent material misstatements in the reporting of the City's financial statements for the year ended June 30, 2008.

*Context/Cause:* During our audit, an audit adjustment was required to adjust the investment in long term lease assets due to error in recording the current year unearned interest.

*Effects:* An audit adjustment to decrease the investment in long term lease (entry made directly to the deferred revenue account to increase it as it is netted against the investment in lease asset) and to decrease interest income by \$225,207 was required to properly record the investment in long term lease asset as of year-end.

**Recommendation:** We recommend the City strengthen its controls to ensure that the investments in long term lease and interest revenues are properly recorded as of year-end.

*Views of Responsible Officials and Planned Correction Action:* We concur with the finding. We will take necessary steps in the future to ensure that these amounts are properly stated and in accordance with generally accepted accounting principles.

#### SECTION III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

Not Applicable - There was not an audit of major federal award programs for the year ended June 30, 2008 due to the City not expending federal awards over \$500,000.

#### SCHEDULE OF FINDINGS AND RESPONSES JUNE 30, 2008

#### Section IV – Status of Prior Audit Findings

2007 - 6. Program: CFDA No. 20.205

**Criteria:** As required by OMB Circular A-110.28, where a funding period is specified, a recipient may charge to the grant only allowable costs resulting from obligations incurred during the funding period and any pre-award costs authorized by the Federal awarding agency.

**Condition/Cause:** The City requested reimbursement for expenditures which occurred after the grant period had expired. These expenditures totaled \$113,194 of the \$210,375 in total grant expenditures for the year under this program.

**Status:** The City has strengthen its controls to ensure that extensions for availability of grant funds are requested and approved prior to the expiration of federal or state grants.

There were no other findings relative to federal awards included in the prior audit's schedule of findings and questioned costs.