



Comprehensive Annual Financial Report

DeKalb County, Georgia
Year Ended December 31, 2017

Michael L. Thurmond
Chief Executive Officer

*DeKalb County Watershed Management crews repair
Doraville water main break
March 2018*



DeKalb County
GEORGIA



Comprehensive Annual Financial Report

DeKalb County, Georgia

Year Ended December 31, 2017

*Prepared by:
Department of Finance*

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INTRODUCTORY SECTION

LETTER OF TRANSMITTAL

CERTIFICATE OF ACHIEVEMENT

ORGANIZATIONAL CHART

PRINCIPAL OFFICIALS





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

June 26, 2018

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

The Comprehensive Annual Financial Report (CAFR) of DeKalb County, Georgia, ("DeKalb "or the "County") for the year ended December 31, 2017 is submitted herewith. This report is prepared in accordance with the requirements of the Act providing uniform standards for audits of municipalities and counties within the State of Georgia, approved April 21, 1967 (Ga. Laws 1967, p. 883) as amended by an Act approved March 28, 1968 (Ga. Laws 1968, p. 464).

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

The County's financial statements have been audited by Mauldin & Jenkins, LLC, licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the year ended December 31, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the year ended December 31, 2017, are fairly presented in all material respects, in accordance with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

Profile of the County

The County ranks in the top five in population among counties in Georgia (with an estimated 2017 population of 733,900). The County is located immediately east of the City of Atlanta, Georgia, and consists of a portion the City of Atlanta, as well as the cities of Avondale Estates, Brookhaven, Chamblee, Clarkston, Decatur, Doraville, Dunwoody, Lithonia, Pine Lake, Stone Mountain, Tucker and unincorporated areas. The County is bordered by Fulton County on the north and the west, Gwinnett County on the north, and Clayton, Henry, and Rockdale Counties on the south. The County was founded in 1822, consists of 268 square miles and ranks as the 113th (out of 159) largest county in the State by size. The City of Decatur was incorporated as the county seat in 1823. Selected county demographic information is provided in the statistical section of this report.

The County is the headquarters for some of the nation’s most prominent businesses and organizations, including the Centers for Disease Control and Prevention (CDC), the largest federal agency based outside of Washington, D.C. and the Yerkes National Primate Research Center. Emory University, Oglethorpe University and Agnes Scott College are located in the County. In addition, more than half of metro Atlanta’s Fortune 500 companies operate in DeKalb County. The County is also home to Georgia’s second busiest airport, the DeKalb Peachtree Airport.

Government

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

The financial statements, schedules, and statistical tables included in this report pertain to all functions and funds directly under the control of the DeKalb County CEO and Board of Commissioners. Also included are trust and agency funds administered and controlled by various elected or appointed officials, which are not reported upon by any other entity. The Board of Health and the Public Library are included as component units of the County. These

component units are partially funded by the County, and derive significant funding from Federal and State appropriations grants and user fees. The Board of Health provides a broad range of physical health services, and the Public Library provides a wide range of information services.

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

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

Factors Affecting Financial Condition

Municipal incorporations and annexations continue to negatively affect, albeit to a lesser degree than in prior years, the financial condition of the County, offset in large part as property values start to return to pre-recession levels. Each newly incorporated city and the County negotiate a unique service delivery agreement documented in an intergovernmental agreement approved by both the County and the City. The City of Stonecrest was approved by the voters in 2016 and began operations in 2017, including Code enforcement and planning services transferred from the County. When examining the impact of incorporations and annexations, the primary services affected are Police, Roads & Drainage, Transportation, and Parks. Each time an area is incorporated or annexed, the revenues and expenditures related to services taken over by the city are no longer reflected in the County's operations. The costs of services transferred to the cities exclude certain legacy costs, such as future pension and OPEB expenses, which generally results in a net loss for the County.

Overall, the primary indicator of the financial health of the County, the assessed values of property, increased during fiscal year 2017. The fiscal year 2017 countywide gross digest now stands at \$28.3 billion. It has surpassed its all-time high for fiscal year 2008 at \$27.9 billion. This figure includes the entire County and countywide revenues are not affected by incorporation and annexations. However, the unincorporated gross digest now stands at \$10.1 billion. Through the annual budget process, the County continues to adapt service delivery levels to match the new digest model. It is a positive sign that DeKalb County is recovering from the financial impacts of the Great Recession. DeKalb continues to focus on improving the financial condition as well as building an adequate level of reserves.

Long-Term Financial Planning

The County has made great strides in long-term financial planning necessitated by the recent recession. DeKalb is focusing on the stability of all funds individually through the creation of three-year forecasts for each major tax fund in conjunction with the development of the funds' budgets and respective millage rates. Similar forecasts are developed for other significant funds as well. In addition, each annual budget includes a five-year Capital Improvement Plan funded by HOST and Tax Funds. Additionally, in 2018, the County will begin receiving a voter-approved one-cent special purpose local option sales tax (SPLOST) which is required to be used for the capital projects approved in the same referendum.

Cash Management Policies and Practices

The County maintains a pooled cash and investments account for most County funds with the Georgia Fund One which is a local government investment pool (LGIP). The County seeks to obtain market rates of return on its investments, consistent with constraints imposed by its safety objectives, cash flow considerations, and Georgia State laws. Safety of principal is the foremost objective. The County issued tax anticipation notes (TANS) in 2017 in the amount of \$70 million which were repaid by the end of 2017 in accordance with State law. In 2018, the County currently plans to issue TANS in an amount not exceeding \$45 million. This short-term borrowing is used in the General Fund and other operating funds to better manage cash balances and inter-fund transfers.

Risk Management and Employee Services

DeKalb County has a Risk Management and Employee Services Division within its Finance Department. The focus of this office is to minimize loss to the County through data analysis and loss prevention programs and to administer the County's property, liability, surety and employee group insurance programs, including workers' compensation; as well as pension administration and payroll processing. The County continues to experience a reduction in the number of workers' compensation claims in 2017. Total claims decreased from 606 in 2016 to 589 in 2017.

Pension and Other Postemployment Benefits

The County sponsors a single-employer three-tiered defined benefit pension plan for all County employees. Each year, an independent actuary engaged by the Pension Board calculates the amount of the annual contribution that the County must make to the pension plan to ensure that the Plan will be able to fully meet its obligations to retired employees on a timely basis. As of December 31, 2017, the County's pension plan had funded 62.10% of the total pension liability of the plan. The County continues to evaluate contributions made to the Plan to ensure the long-term financial stability and ability to meet obligations as they become due.

The County currently offers postemployment health and life insurance benefits for all retirees. These benefits are financed on a pay-as-you-go basis. GASB Statement No. 45 establishes standards for the measurement, recognition and display of OPEB expense/expenditures and related liabilities (assets). GASB Statement No. 45 requires the financial reports of governments to provide a systematic, accrual-basis measurement of the annual OPEB cost. The net OPEB obligation in 2017 totaled approximately \$850 million, an increase of \$22 million or 3% over 2016.

Awards

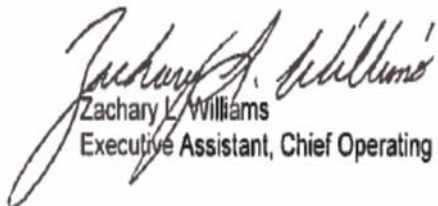
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to DeKalb County for its comprehensive annual financial report for the fiscal year ended December 31, 2016. This was the 42nd consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

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

Respectfully submitted,



Zachary L. Williams
Executive Assistant, Chief Operating Officer and Interim Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**DeKalb County
Georgia**

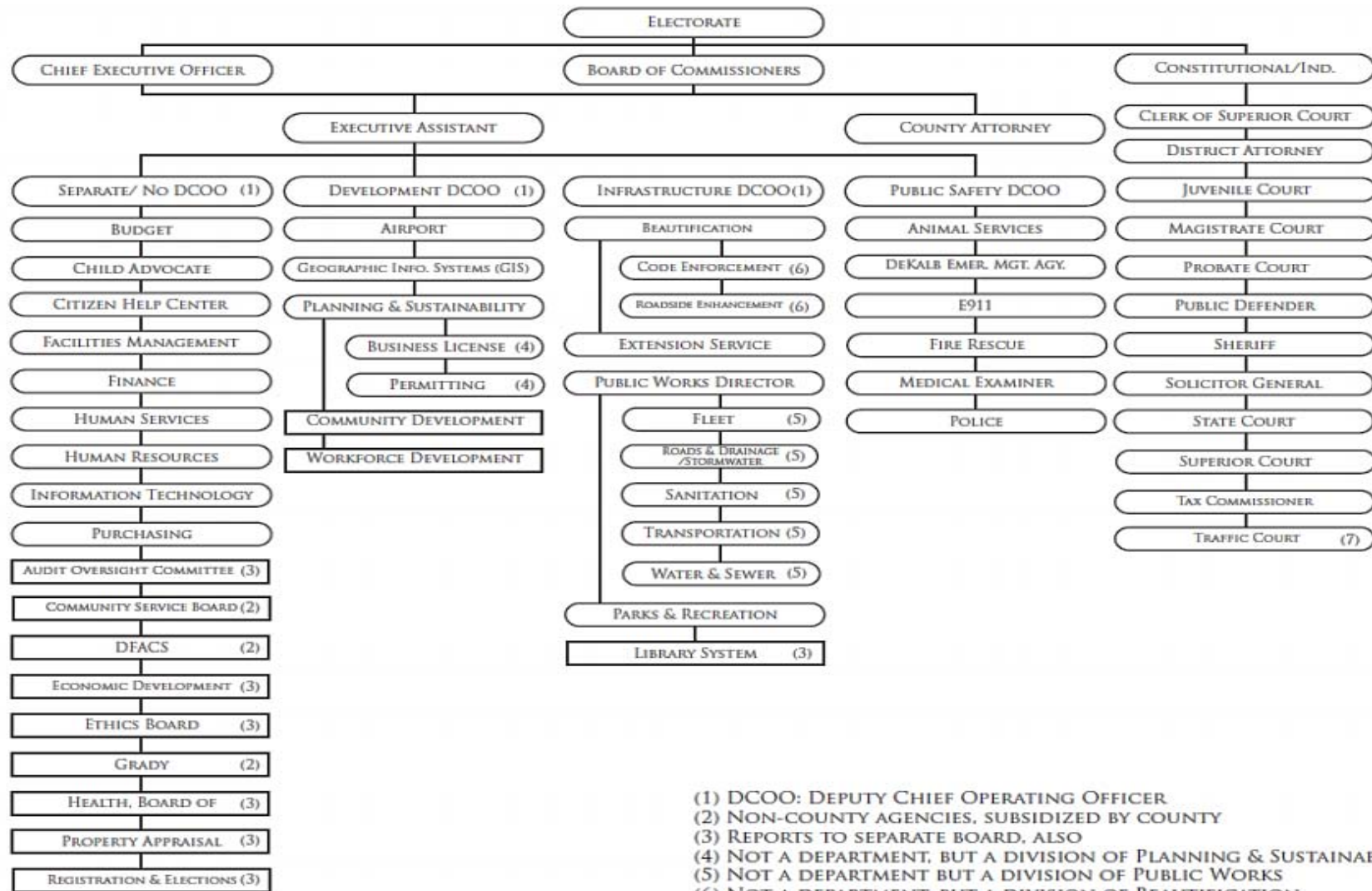
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

ORGANIZATIONAL CHART



PRINCIPAL OFFICIALS



Michael L. Thurmond, Chief Executive Officer



Nancy Jester, Board of Commissioner – District One



Jeff Rader, Board of Commissioner – District Two



Larry Johnson, Board of Commissioner – District Three



Steve Bradshaw- Board of Commissioner – District Four



Mereda Davis Johnson – Board of Commissioner – District Five



Kathie Gannon, Board of Commissioner – District Six



Gregory Adams, Board of Commissioner – District Seven



Executive Assistant and Chief Operating Officer-Zachary L. Williams

Department of Finance

Zachary L. Williams, Chief Operating Officer and Interim Chief Financial Officer

Preston L. Stephens, Interim Assistant Finance Director

Larry C. Jacobs, Deputy Director for Risk Management and Employee Services

Antrameka Knight, Interim Deputy Director for Utility Customer Operations

Lisa Williams, Interim Controller

Bob Atkins, Treasurer

Wayne Williams, CPA, CFE, CGMA, Business Process Consultant

Accounting Services Division

Lisa Williams, Interim Controller

Tamara Ellison, Interim Accounting Manager

Jeff Hannah, Accountant

Denise Moore, Accountant

Audrey Moya, Accountant

Deborah Parker, Accountant

Monique Thomas, Accountant

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

BASIC FINANCIAL STATEMENTS



INDEPENDENT AUDITORS' REPORT

**The Chief Executive Officer and Members of the Board of Commissioners
of DeKalb County,
Decatur, Georgia**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **DeKalb County, Georgia** (the "County"), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the DeKalb County Board of Health, which represents 77%, 45%, and 66%, respectively, of the assets and deferred outflows of resources, net position deficit, and revenues of the aggregate discretely presented component units. We also did not audit the financial statements of the DeKalb County General Employees' Pension Trust Fund, which represents 69%, 75%, and 52%, respectively, of the assets and deferred outflows of resources, fund equity, and revenues/additions of the aggregate remaining fund information. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the DeKalb County Board of Health and the DeKalb County General Employees' Pension Trust Fund, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Georgia, as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund, the Special Tax District –Designated Services Fund, the Special Tax District – Unincorporated Fund, the Special Tax District - Police Services Fund, and the Fire Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 15 through 28), the Schedule of Changes in the County's Net Pension Liability and Related Ratios (on page 93), the Schedule of County Contributions (on page 94), the Schedule of Pension Investment Returns (on page 95), the Schedule of Funding Progress – Other Postemployment Benefits (on page 96), and the Schedule of Employer Contributions to Other Postemployment Benefits (on page 96), be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining fund statements and schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2018 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

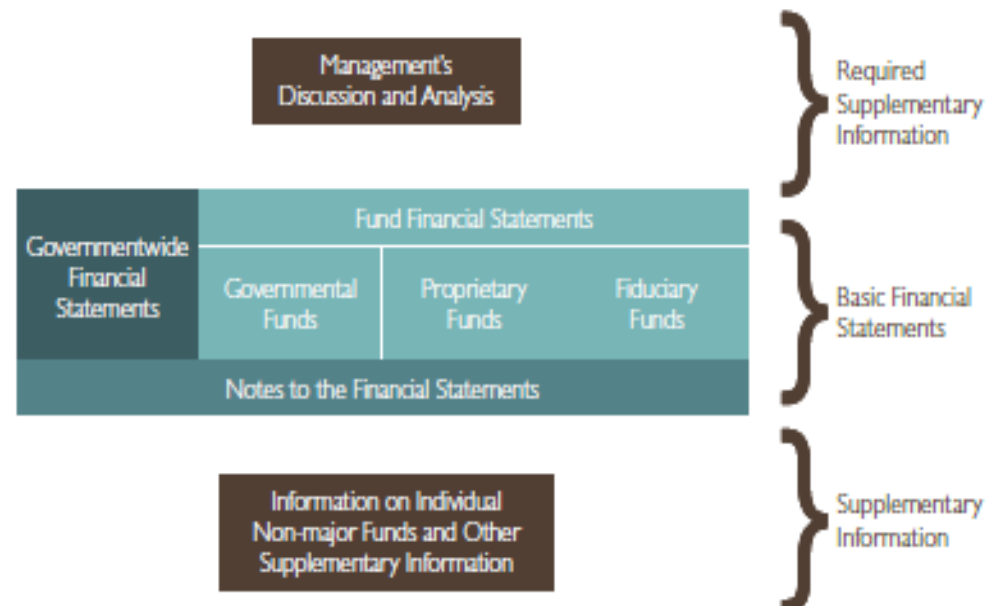
Atlanta, Georgia
June 26, 2018

Management's Discussion and Analysis

As management of DeKalb County ("DeKalb" or the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the year ended December 31, 2017. This discussion is intended to: 1) assist the reader in understanding significant financial issues; 2) provide an overview of the County's financial activities; 3) identify changes in the County's financial position; 4) identify material deviations from the original budget; and 5) identify individual fund issues or concerns. We encourage readers to consider the information presented within this section in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements.

Overview of the Financial Statements

This document is arranged in the following format:



The County's basic audited financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains required supplementary information.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business reporting. All governmental and business-type activities are combined to arrive at a total for the primary government. There are two government-wide statements, the statement of net position and the statement of activities, which are produced using the accrual basis of accounting. Additional information on the accrual basis of accounting can be found in **Note 1** on page 50 of this report.

The statement of net position presents information on all of the County's assets and deferred outflows of resources, and liabilities and deferred inflows of resources (for all fund types except fiduciary), with the difference between these reported as net position. Increases or decreases in net position serve as a useful indicator of whether the financial position of the County is improving or deteriorating. This statement combines the governmental funds' current financial resources (short-term) with capital assets, deferred outflows of resources and long-term liabilities and deferred inflows of resources.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. The format of this statement is very different from a traditional "income statement". The format is intended to portray the extent to which governmental activities are funded by taxes and the extent to which business-type activities are supported by the revenues they generate. The statement presents all underlying events giving rise to the changes in net position, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

The government-wide financial statements include DeKalb County itself (known as the primary government), but also a legally separate Board of Health and the Public Library Board for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 29-30 of this report. The component unit combining statements are on pages 45-46.

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. DeKalb County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of DeKalb County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is more limited 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 County's near-term financing decisions. The governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances (deficits) provide a reconciliation to facilitate this comparison between governmental funds and governmental activities (in the government-wide financial statements).

The County maintains 36 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances (deficit) for the general fund, the special tax district designated services fund, the special tax district unincorporated fund, special tax district police services fund, the 2006 transportation, parks and libraries bonds fund and the fire fund all of which are considered to be major funds. Data from the other (non-major) governmental funds are combined into a single, aggregated column.

Governmental funds are reported on the modified accrual basis of accounting. Information on the modified accrual basis of accounting can be found in **Note 1** on page 50 of this report.

The basic governmental fund financial statements can be found on pages 31-38.

Proprietary funds: DeKalb County maintains two different types of proprietary funds. Enterprise funds are used to account for quasi-business functions where revenues typically come from charges or fees (gallons of water used, airport rental, etc.) rather than taxes. The County uses enterprise funds to account for its watershed system, sanitation, DeKalb Peachtree Airport, and stormwater activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions based on usage. The County uses internal service funds to account for its vehicle maintenance, vehicle replacement, and risk management activities. Because the Risk Management Fund predominantly benefits governmental activities rather than business-type functions, it has been included within governmental activities in the government-wide financial statements. Because the Vehicle Maintenance Fund and Vehicle Replacement Fund predominantly benefit business-type functions rather than governmental, they have been included within business-type activities in the government-wide financial statements; however, the capital lease payable and the related cash proceeds reported in the Vehicle Replacement Fund are allocated to both governmental activities (72%) and business-type activities (28%).

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Watershed System and Sanitation, which are considered to be major funds of the County. Data from the other (non-major) enterprise funds, DeKalb Peachtree Airport and Stormwater, are combined into a single, aggregated column. Internal service funds are also presented in a single column.

The basic proprietary fund financial statements, which are reported on the accrual basis of accounting, can be found on pages 39-42 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not owned by or available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds, and their financial statements are reported on the accrual basis of accounting as well. DeKalb County maintains eleven (11) fiduciary funds, called agency funds, for Tax Commissioner, Sheriff, Clerk of Superior Court, State Court, Juvenile Court, State Traffic Court, Probate Court, Magistrate Court, State Court Probation, Seized Property, and Magistrate Court Ordinance Division. The agency funds are presented in total, in one column in the Statement of Fiduciary Net Position on page 43. The County also maintains a fiduciary fund for General Employee's Pension. The basic fiduciary fund financial statements can be found on pages 43-44 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 47-92 of this report.

Financial Highlights

- DeKalb County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at December 31, 2017 by approximately \$1.15 billion (net position). The unrestricted net position is a deficit of \$1.1 billion. The net position increased by approximately \$6.6 million.
- As of December 31, 2017, the County's governmental funds reported combined ending fund balances of approximately \$197.7 million an increase of approximately \$20 million when compared to the prior year fund balance.
- At December 31, 2017, the County's General Fund reported a fund balance of \$49 million. This is an increase of approximately \$7.7 million when compared to the prior year fund balance.
- DeKalb County's General Obligation Bonds decreased by \$9,935,000 during the current fiscal year. This decrease is primarily due to principal payments on the General Obligation Bonds.
- In 2017, Watershed operating revenue decreased approximately \$13 million over the prior year. Operating expenses increased approximately \$22.8 million over 2016.

Government-wide Financial Analysis

As previously noted, over time net position serves as a useful indicator of a government's financial position. In the case of DeKalb County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,151,729,000 at the close of the most recent fiscal year. This represents an increase of \$6,634,000 or 1% from fiscal year 2016.

By far the largest portion of the County's net position at December 31, 2017, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any retained outstanding debt used to acquire those assets. The County uses these capital assets to provide services to residents; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not planned to be used to liquidate these liabilities.

An additional portion of the County's net position represents resources that are subject to external restrictions on how they may be used.

DeKalb County's Net Position December 31, 2017 and 2016 (in thousands of dollars)

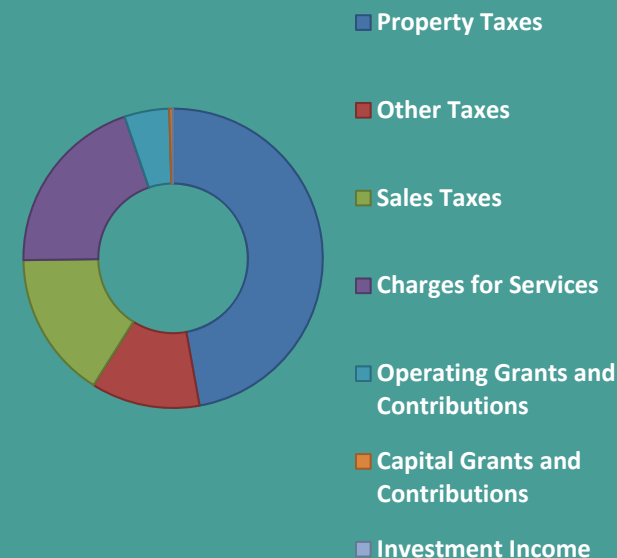
	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016 (restated)	2017	2016	2017	2016 (restated)
Current and other assets	\$ 355,607	\$ 329,803	\$ 644,136	\$ 727,791	\$ 999,743	\$ 1,057,594
Capital assets	1,134,799	1,159,910	1,971,916	1,842,190	3,106,715	3,002,100
Total assets	1,490,406	1,489,713	2,616,052	2,569,981	4,106,458	4,059,694
Deferred outflows of resources	158,637	62,884	43,646	22,857	202,283	85,741
Long-term liabilities outstanding	1,656,169	1,566,735	1,199,873	1,203,151	2,856,042	2,769,886
Other Liabilities	100,768	101,098	131,383	117,083	232,151	218,181
Total liabilities	1,756,937	1,667,833	1,331,256	1,320,234	3,088,193	2,988,067
Deferred inflows of resources	56,218	10,049	12,601	2,224	68,819	12,273
Net position:						
Net investment in capital assets	868,377	888,726	1,281,203	1,207,317	2,149,580	2,096,043
Restricted	80,830	74,480	35,273	23,399	116,103	97,879
Unrestricted (deficit)	(1,113,319)	(1,088,491)	(635)	39,664	(1,113,954)	(1,048,827)
Total net position	\$ (164,112)	\$ (125,285)	\$ 1,315,841	\$ 1,270,380	\$ 1,151,729	\$ 1,145,095

DeKalb County's Changes in Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2017	2016 (as restated)	2017	2016	2017	2016 (as restated)
Revenues						
Program revenues:						
Charges for services	\$ 102,133	\$ 87,865	\$ 326,991	\$ 336,882	\$ 429,124	\$ 424,747
Operating grants and contributions	22,846	20,034	-	-	22,846	20,034
Capital grants and contributions	10,366	12,000	20,623	19,104	30,989	31,104
General revenues:						
Property taxes	329,845	296,138	-	-	329,845	296,138
Sales taxes	94,436	92,014	-	-	94,436	92,014
Other taxes	66,020	74,417	-	-	66,020	74,417
Other	512	1,778	3,481	1,499	3,993	3,277
Total revenues	<u>626,158</u>	<u>584,246</u>	<u>351,095</u>	<u>357,485</u>	<u>977,253</u>	<u>941,731</u>
Expenses						
General government	83,717	70,135	-	-	83,717	70,135
Public safety	222,700	216,570	-	-	222,700	216,570
Civil and criminal court system	191,044	190,957	-	-	191,044	190,957
Planning and development	20,143	25,094	-	-	20,143	25,094
Public works	56,466	46,924	-	-	56,466	46,924
Parks and recreation	25,300	25,015	-	-	25,300	25,015
Library	22,338	19,188	-	-	22,338	19,188
Health and welfare	37,711	37,468	-	-	37,711	37,468
Interest on long-term debt	11,888	10,556	-	-	11,888	10,556
Water	-	-	94,101	83,313	94,101	83,313
Sewer	-	-	119,770	106,017	119,770	106,017
Stormwater	-	-	21,188	18,250	21,188	18,250
Sanitation	-	-	65,871	79,935	65,871	79,935
DeKalb Peachtree Airport	-	-	4,319	4,232	4,319	4,232
Total expenses	<u>671,307</u>	<u>641,907</u>	<u>305,249</u>	<u>291,747</u>	<u>976,556</u>	<u>933,654</u>
Change in net position before transfers and gain on sale of capital assets	(45,149)	(57,661)	45,846	65,738	697	8,077
Transfers	6,322	822	(6,322)	(822)	-	-
Gain on sale of capital assets	-	1,038	5,937	230	5,937	1,268
Change in net position after transfers and gain on sale of capital assets	(38,827)	(55,801)	45,461	65,146	6,634	9,345
Net position - beginning, as restated	(125,285)	(69,484)	1,270,380	1,205,234	1,145,095	1,135,750
Net position - ending	<u>\$ (164,112)</u>	<u>\$ (125,285)</u>	<u>\$ 1,315,841</u>	<u>\$ 1,270,380</u>	<u>\$ 1,151,729</u>	<u>\$ 1,145,095</u>

Governmental activities: Governmental activities decreased the County's net position by \$38,827,000.

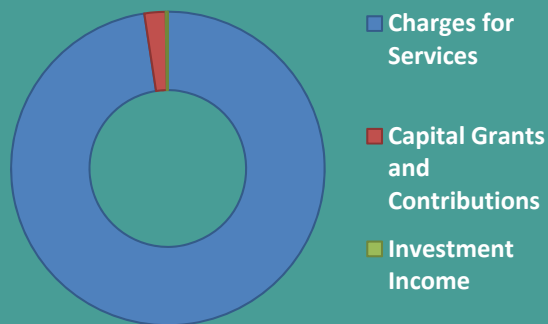
- Revenue increased by approximately \$41.9 million, primarily due to an increase in property taxes of \$33.7 million as a result of an increase in the digest. Sales taxes came in strong with an increase of approximately \$2.4 million over the previous fiscal year, while other taxes decreased by approximately \$8.4 million over the previous fiscal year.
- Public safety expenses accounted for 33% of governmental expenses during 2017 and were used for police, fire and rescue services. The civil and criminal court system accounted for an additional 28% of the total expenses during 2017 for governmental activities. Public safety increased by approximately \$6.1 million. The expenses for courts increased roughly \$87,000 during 2017.
- General government expenses, which represented 12% of the total expenses for governmental activities, included the general administration of the County such as management of finances, information systems, human resources, and facilities management, as well as the executive and legislative functions of County government. The expenses for general government increased by approximately \$13.6 million.
- Public works, which includes the management of roads and transportation networks of the County, accounted for 8% of the total expenses of the governmental activities.
- The remaining governmental expenses for 2017 include parks and recreation (approximately \$25 million), health and welfare (approximately \$37.7 million), planning and development (approximately \$20 million), and library (approximately \$22.3 million).



Revenues by Sources – Governmental Activities (FY2017)

Total revenue for governmental activities for 2017 is \$626 million.

As depicted in the chart above, the majority of governmental activities are funded through property taxes. The revenue source accounts for approximately \$330 million or 53% of the total. Charges for services accounts for approximately \$102 million or 16% of the total, as well as sales tax at \$94 million or 15%.



Revenues by Sources – Business-Type Activities (FY2017)

Total revenue for business-type activities for 2017 is approximately \$351 million.

As depicted in the chart above, the majority of business-type activities are funded through charges for services. The revenue source accounts for approximately \$327 million or 93% of the total.

Business-type activities: Business-type activities increased the County's net position by \$45,461,000.

- The Watershed system contributed to approximately \$42 million of the \$45 million total change in net position which represents 93%.
- Watershed operating revenue for the year totaled approximately \$239 million compared with operating expenses of approximately \$189 million resulting in an operating income for the year of approximately \$50 million. Watershed continues to focus on the planned capital improvement program.
- DeKalb Peachtree Airport contributed approximately \$8.7 million to the increase in net position. Total operating revenues in excess of operating expenses and capital contributions of approximately \$1.5 million accounted for the increase in net position.
- Sanitation had an increase in net position of approximately \$1.5 million due to operating revenues exceeding operating expenses by approximately \$1.5 million compared to an operating loss of approximately \$16 million in the previous fiscal year which was due to costs associated with the program before the once a week service was implemented. In fiscal year 2017, the expenses decreased as expected as a result of attrition.

Financial Analysis of the Government's Funds

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

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

At the end of fiscal year 2017, the County's governmental funds reported combined ending fund balance of \$197,684,000, an increase of \$20,097,000 in comparison with prior year. Taxes which represents approximately 80% of revenues for the governmental funds, totaled \$499,682,000. This represents an increase of \$43,499,000 or approximately 10% more than the prior fiscal year. This represented an increase in the County digest due to an increase in assessed values. It is a positive sign that DeKalb County is recovering from the financial impacts of the Great Recession. DeKalb continues to focus on improving the financial condition as well as building back an adequate level of reserves. The following paragraphs discuss highlights of the governmental funds.

The General Fund is the primary tax and operating fund for all County revenues and expenditures that are not restricted to, or accounted for, in other funds. Total revenues for the General Fund increased from \$265,017,000 to \$284,186,000. This represents a \$19,169,000 increase from the prior fiscal year. The majority of the increase in revenues is related to property taxes as a result of an increase in assessed property values. Total expenditures for the General Fund increased by approximately \$8,712,000.

The Special Tax District Fund- Designated Services fund accounts for revenues and expenditures attributable to functions such as public works, parks, recreation, roads, and drainage. The fund ended the year with a fund balance of \$2,414,000.

The Special Tax District Fund- Unincorporated fund accounts for revenues and expenditures attributable to functions in the unincorporated areas of the County. The fund ended the fiscal year with a fund balance of \$721,000 as compared to \$2,015,000 in the prior year.

The Special Tax District - Police Services Fund accounts for revenues and expenditures attributable to police services in the unincorporated areas of DeKalb County and some incorporated areas. At the end of fiscal year 2017, fund balance was \$20,822,000 as compared to \$7,045,000 in the prior year.

The Fire Fund accounts for revenues and expenditures attributable to the operations of the County's fire departments. At the end of fiscal year 2017, fund balance was \$5,842,000 as compared to \$381,000 in the prior year.

The 2006 Transportation, Parks and Libraries Bonds Fund ended the year with a fund balance of \$13,646,000. The County is in the process of spending the remaining funds on capital projects related to parks and recreation, library and transportation improvements.

The Hospital Fund accounts for contractual payments made by the County to the Fulton DeKalb Hospital Authority whose financing is provided by a specific annual property tax levy. The fund ended the year with a fund balance of \$622,000 as compared to a deficit of \$1,083,000 in the prior year.

The Development Fund accounts for operations of the County's development department, whose financing is provided by license and permit fees. License and permit revenue increased from \$7,829,000 to \$8,023,000 due to a slight increase in development in the County.

The Emergency Telephone System Fund accounts for monies collected under Georgia law by the telephone companies on behalf of DeKalb County which are used for providing emergency 911 services to residents of the County. The fund ended the year with a fund balance of \$1,673,000, a decrease of approximately \$4 million over the prior fiscal year. This was related to a slight decrease in revenues due to a decline in fees from wired and wireless customers, as well as slightly higher than anticipated expenditures as a result of filling vacant E-911 operator positions.

Proprietary funds: The County's proprietary funds provide the same type of information related to business-type activities found in the government-wide financial statements, but in more detail. Total net position for the Watershed System was \$1,029,128,000. The total growth in net position was \$41,953,000. Total Watershed operating revenue decreased by approximately \$13 million or 5% less than the prior year. The decrease is primarily a result of lower water production and usage. Operating expenses increased approximately \$23 million or 14% in 2017 due to an increase in salaries and pension costs.

General Fund Budgetary Highlights

The original fiscal year 2017 budget was adopted with approximately \$4.2 million use of fund balance. The original budget for property tax revenues was decreased by approximately \$16 million. The final budgeted increase in fund balance was approximately \$8.3 million.

General Fund (GAAP Budget Basis) Actual *Revenues* and Expenditures versus Budget Highlights

Actual revenues in General Fund were approximately \$3.2 million under budget at the end of fiscal year 2017. Taxes were under budget by approximately \$4.6 million.

Actual expenditures in the General Fund were \$13.8 million below budget at the end of fiscal year 2017, primarily due to lower than anticipated departmental expenditures for Department of Information Technology, Sheriff Office and Debt Service as well as departmental efforts to spend conservatively.

Capital Assets

Capital assets: The County's investment in capital assets for its governmental and business-type activities as of December 31, 2017 amounted to \$3,106,715,000 (net of accumulated depreciation). Investments in capital assets include land, land improvements, buildings, plants, infrastructure, vehicles and portable equipment, other equipment, leaseholds, intangible water capacity rights and construction in progress.

DeKalb County's Net Capital Assets
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Land	\$ 257,674	\$ 239,519	\$ 63,886	\$ 63,773	\$ 321,560	\$ 303,292
Land improvements	75,947	36,364	-	-	75,947	36,364
Bulding	313,768	303,174	81,005	81,621	394,773	384,795
Plants	-	-	286,963	274,870	286,963	274,870
Lines	-	-	696,385	-	696,385	-
Water Meters	-	-	13,962	-	13,962	-
Infrastructure	335,804	317,097	309,983	900,483	645,787	1,217,580
Vehicles and portable equipment	35,743	42,795	13,897	16,639	49,640	59,434
Other equipment	18,366	15,236	15,964	17,088	34,330	32,324
Leasholds	-	-	120,246	124,047	120,246	124,047
Intangible water capacity rights	-	-	49,865	30,936	49,865	30,936
Construction in progress	97,497	205,725	319,760	332,733	417,257	538,458
Total	<u>\$ 1,134,799</u>	<u>\$ 1,159,910</u>	<u>\$ 1,971,916</u>	<u>\$ 1,842,190</u>	<u>\$ 3,106,715</u>	<u>\$ 3,002,100</u>

Total capital assets for governmental activities for 2017 totaled approximately \$1,134.8 million which is a decrease of approximately \$25.1 million over 2016. Additions to the governmental capital assets were approximately \$51 million including \$17.1 million in vehicle and equipment purchases and approximately \$33.2 million in addition to construction in progress, offset by retirements of approximately \$41.5 million and depreciation of approximately \$49.5 million. Additions to Construction in progress consist primarily of:

- \$16 million of public works improvements primarily roads and sidewalks.
- \$5.8 million of public safety improvements including \$4.7 million of additions to the animal shelter.
- \$4.9 million for park improvements.
- \$2.8 million for library expansion and renovations.
- \$3.7million for various other projects.

Total capital assets for business-type activities for 2017 totaled approximately \$1,972 million which is an increase of approximately \$129.7 million over 2016. Additions to business-type activities were approximately \$195.1 million which were offset by retirements of approximately \$7.8 million and approximately \$61 million of depreciation. The majority additions approximately \$178.4 million are for construction projects related to water and sewer improvements.

Additional information on the County's capital assets can be found in *Note 5* on pages 62-63 of this report.

Debt Administration

Long-Term Debt

At the end of the current fiscal year, the County had total bonded debt outstanding of \$176,345,000 comprised of general obligation debt backed by the full faith and credit of the government. Total revenue bonds outstanding are \$853,390,000. Debt service on these revenue bonds is paid from customer charges. For the revenue bonds, the County would be required to pay the principal and interest on those bonds should operating revenues not be adequate. There has never been an occasion when operating revenues have not been sufficient to cover all such payments.

DeKalb County's Outstanding Debt (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
General obligation bonds	\$ 176,345	\$ 186,280	\$ -	\$ -	\$ 176,345	\$ 186,280
Certificates of participation	22,215	25,000	-	-	22,215	25,000
Revenue bonds	67,505	71,020	785,885	810,715	853,390	881,735
Total	<u>\$ 266,065</u>	<u>\$ 282,300</u>	<u>\$ 785,885</u>	<u>\$ 810,715</u>	<u>\$ 1,051,950</u>	<u>\$ 1,093,015</u>

The County's long-term bonds decreased by \$41,065,000 during the current fiscal year primarily due to principal payments that took place in 2017 as well as savings resulting from the refunding.

The County maintains the following credit ratings from the three rating agencies below that review public sector debt.

	Fitch	Moody's Investors Service	Standard and Poor's
General Obligation	AA-/Stable	Aa3/Stable	No rating
Water and Sewer: Prior Lien	AA-/Stable	Aa2/Stable	AA-/Stable
Second Lien	AA-/Stable	Aa3/Stable	A+/Stable

Additional information regarding DeKalb County's long-term debt can be found in *Note 6* on pages 64-72 of this report.

State statutes limit the amount of general obligation debt by a governmental entity may issue to 10 percent of its total assessed taxable property valuation. The County's net outstanding general obligation debt (less reserve for general bond debt) is \$174,800,000 which is significantly below the current debt limitation of \$2,828,778,000.

Economic Factors

The County has put a renewed focus on economic development and job creation. It is a priority of the current administration to increase the County's visibility in order to attract businesses, support job growth, and enhance the current approach to economic development. Through DeKalb County's partnership with Decide DeKalb, the vision is to propel the economy forward by leveraging our remarkable access and logistics; celebrating our dynamic diversity; and generating investment in DeKalb's undeniable assets; and promote a prosperous and passionate business community. During 2017, DeKalb County accomplished the following initiatives:

- Attracted and retained 4,800 new jobs for the County.
- Increased investments by \$440 Million.
- Launched the DeKalb Film, Music and Digital Entertainment Commission.
- Implemented the DeKalb Thrives Strategic Plan recommendations that will propel DeKalb forward as a national leader.

Next Year's Budgets

The 2018 budget was adopted by the Board of Commissioners on February 27, 2018. The total budget is approximately \$1.2 billion. Some of the highlights of the adopted budget include the following:

- Projected to end deficit spending and create a \$75 million rainy day fund.
- Fully implements supporting competitive salaries and benefits with a 3 percent increase in pay for all county employees whose salaries have not been adjusted since 2016.
- Establishing a minimum wage of \$14 per hour for all full-time and regular part-time employees.
- Improving Public Safety by increasing the number of sworn police officers on patrol by 155 positions above current staffing levels with expanded recruiting efforts.
- Fully funds \$250,000 for the development of a comprehensive program that will train all county employees to provide stellar customer service for residents using county services.

Requests for Information

The financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Chief Financial Officer, DeKalb County, 1300 Commerce Drive, Decatur, Georgia 30030.

DeKalb County, Georgia
Statement of Net Position
December 31, 2017
(in thousands of dollars)

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Units
ASSETS				
Cash and cash equivalents	\$ 279,325	\$ 400,532	\$ 679,857	\$ 10,379
Investments	-	-	-	661
Accounts receivable (net)	14,040	54,278	68,318	1,302
Taxes receivable (net)	55,686	-	55,686	-
Internal balances	(3,357)	3,357	-	-
Due from other governments	6,921	1,554	8,475	4,224
Inventories and prepaid items	2,992	9,606	12,598	-
Restricted assets:				
Cash and cash equivalents	-	174,809	174,809	2,242
Capital assets not being depreciated	355,171	383,646	738,817	-
Capital assets net of accumulated depreciation	779,628	1,588,270	2,367,898	1,467
Total assets	1,490,406	2,616,052	4,106,458	20,275
DEFERRED OUTFLOWS OF RESOURCES				
Difference between expected and actual experience	15,147	3,395	18,542	200
Changes in assumptions	140,636	31,521	172,157	560
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	-	-	880
Net difference between projected and actual earnings on pension plan investments	-	-	-	4,252
Pension plan contributions subsequent to measurement date	-	-	-	4,515
Deferred charges on debt refunding	2,854	8,730	11,584	-
Total deferred outflows of resources	158,637	43,646	202,283	10,407
LIABILITIES				
Accounts payable	30,058	71,901	101,959	140
Accrued interest payable	1,746	-	1,746	-
Retainage payable	348	12,484	12,832	-
Other accrued liabilities	12,222	3,236	15,458	433
Unearned revenue	-	42	42	-
Advanced payments and deposits	2,805	288	3,093	-
Due to other governments	-	-	-	1,847
Due to others	2,544	-	2,544	-
Liabilities payable from restricted assets:				
Accrued interest payable	-	10,021	10,021	-
Noncurrent liabilities:				
Due within one year	51,045	33,411	84,456	311
Due in more than one year	1,656,169	1,199,873	2,856,042	39,781
Total liabilities	1,756,937	1,331,256	3,088,193	42,512
DEFERRED INFLOWS OF RESOURCES				
Net difference between projected and actual earnings	48,861	10,951	59,812	-
Changes in proportion and difference between employer contributions and employer proportionate share of contributions	-	-	-	971
Differences between expected and actual experience related to pension plans	7,357	1,650	9,007	124
Total deferred inflows of resources	56,218	12,601	68,819	1,095
NET POSITION (DEFICIT)				
Net investment in capital assets	868,377	1,281,203	2,149,580	1,265
Restricted for:				
Debt service	2,322	35,273	37,595	-
Capital projects	1,245	-	1,245	-
Public safety	36,604	-	36,604	-
Special Programs	40,659	-	40,659	6,367
Unrestricted (deficit)	(1,113,319)	(635)	(1,113,954)	(20,557)
Total net position (deficit)	\$ (164,112)	\$ 1,315,841	\$ 1,151,729	\$ (12,925)

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

DeKalb County, Georgia
Statement of Activities
For the Year Ended December 31, 2017
(in thousands of dollars)

Functions / Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 83,717	\$ 39,312	\$ -	\$ -	\$ (44,405)	\$ -	\$ (44,405)	\$ -
Public safety	222,700	23,373	1,741	-	(197,586)	-	(197,586)	-
Civil and criminal court system	191,044	23,503	4,464	-	(163,077)	-	(163,077)	-
Planning and development	20,143	8,713	829	-	(10,601)	-	(10,601)	-
Public works	56,466	5,017	110	9,767	(41,572)	-	(41,572)	-
Parks and recreation	25,300	2,203	595	-	(22,502)	-	(22,502)	-
Library	22,338	-	-	-	(22,338)	-	(22,338)	-
Health and welfare	37,711	12	15,107	599	(21,993)	-	(21,993)	-
Interest and fees on long-term debt	11,888	-	-	-	(11,888)	-	(11,888)	-
Total governmental activities	\$ 671,307	\$ 102,133	\$ 22,846	\$ 10,366	\$ (535,962)	\$ -	\$ (535,962)	\$ -
Business-type activities:								
Water	\$ 94,101	\$ 73,907	\$ -	\$ 7,219	\$ -	\$ (12,976)	\$ (12,976)	\$ -
Sewer	119,770	165,208	-	10,695	-	56,133	56,133	-
Sanitation	65,871	67,438	-	-	-	1,567	1,567	-
DeKalb Peachtree Airport	4,319	5,790	-	1,534	-	3,005	3,005	-
Stormwater	21,188	14,648	-	1,176	-	(5,364)	(5,364)	-
Total business-type activities	305,249	326,991	-	20,623	-	42,365	42,365	-
Total primary government	\$ 976,556	\$ 429,124	\$ 22,846	\$ 30,989	\$ (535,962)	\$ 42,365	\$ (493,597)	\$ -
Component units:								
Board of health	\$ 33,137	\$ 14,939	\$ 22,783	\$ -	\$ -	\$ -	\$ -	\$ 4,585
Public library board	20,072	388	20	-	-	-	-	(19,664)
Total component units	\$ 53,209	\$ 15,327	\$ 22,803	\$ -	\$ -	\$ -	\$ -	\$ (15,079)
General revenues:								
Sales tax					\$ 94,436	\$ -	\$ 94,436	\$ -
Property tax					329,845	-	329,845	-
Motor vehicle tax					18,921	-	18,921	-
Hotel / motel tax					4,413	-	4,413	-
Insurance premium tax					29,164	-	29,164	-
Other taxes					13,522	-	13,522	-
Payments from primary government					-	-	-	16,760
Unrestricted investment earnings					266	3,481	3,747	4
Grants and contributions not restricted to specific purposes					246	-	246	1,169
Miscellaneous					-	-	-	690
Transfers					6,322	(6,322)	-	-
Gain on sale of capital assets					-	5,937	5,937	-
Total general revenues, transfers, and gain on sale of capital assets					497,135	3,096	500,231	18,623
Change in net position					(38,827)	45,461	6,634	3,544
Net position (deficit) - beginning as restated (see Note 20)					(125,285)	1,270,380	1,145,095	(16,469)
Net position (deficit) - ending					\$ (164,112)	\$ 1,315,841	\$ 1,151,729	\$ (12,925)

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

DeKalb County, Georgia
Governmental Funds
Balance Sheet
December 31, 2017
(in thousands of dollars)

	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	Special Tax District - Police Services	2006 Transportation, Parks, and Libraries Bonds	Fire	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 103,683	\$ -	\$ 542	\$ 15,658	\$ 14,462	\$ 4,087	\$ 107,818	\$ 246,250
Taxes receivable (net)	12,308	2,554	-	32,785	-	5,765	2,274	55,686
Accounts receivable (net)	257	-	668	-	-	146	1,919	2,990
Due from other funds	32,381	1,607	2,938	5,832	159	-	14,904	57,821
Due from other governments	-	-	-	-	-	-	6,921	6,921
Inventories and prepaid items	1,527	-	-	-	-	-	-	1,527
Total assets	<u>\$ 150,156</u>	<u>\$ 4,161</u>	<u>\$ 4,148</u>	<u>\$ 54,275</u>	<u>\$ 14,621</u>	<u>\$ 9,998</u>	<u>\$ 133,836</u>	<u>\$ 371,195</u>
LIABILITIES								
Accounts and contracts payable	\$ 9,114	\$ 532	\$ 1,253	\$ 195	\$ 788	\$ 812	\$ 5,176	\$ 17,870
Payroll payable	6,185	517	365	2,573	-	1,817	724	12,181
Advance payments and deposits	67	-	1,005	-	-	-	1,733	2,805
Retainage payable	-	-	-	-	187	-	161	348
Due to other funds	81,297	-	-	-	-	262	13,549	95,108
Due to others	146	-	804	-	-	-	1,594	2,544
Total liabilities	<u>96,809</u>	<u>1,049</u>	<u>3,427</u>	<u>2,768</u>	<u>975</u>	<u>2,891</u>	<u>22,937</u>	<u>130,856</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - other	-	-	-	-	-	-	4,839	4,839
Unavailable revenue - property and other taxes	4,256	698	-	30,685	-	1,265	912	37,816
Total deferred inflows of resources	<u>4,256</u>	<u>698</u>	<u>-</u>	<u>30,685</u>	<u>-</u>	<u>1,265</u>	<u>5,751</u>	<u>42,655</u>
FUND BALANCES								
Nonspendable	1,527	-	-	-	-	-	-	1,527
Restricted	-	2,414	721	20,822	13,646	5,842	42,910	86,355
Committed	-	-	-	-	-	-	62,238	62,238
Unassigned	47,564	-	-	-	-	-	-	47,564
Total fund balances	<u>49,091</u>	<u>2,414</u>	<u>721</u>	<u>20,822</u>	<u>13,646</u>	<u>5,842</u>	<u>105,148</u>	<u>197,684</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 150,156</u>	<u>\$ 4,161</u>	<u>\$ 4,148</u>	<u>\$ 54,275</u>	<u>\$ 14,621</u>	<u>\$ 9,998</u>	<u>\$ 133,836</u>	<u>\$ 371,195</u>

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

DeKalb County, Georgia
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
(in thousands of dollars)
December 31, 2017

Total fund balances for governmental funds	\$	197,684
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Total net position reported for governmental activities in the Statement of Net Position differs from total fund balances for governmental funds because:

Capital assets used in governmental activities are not current financial resources and therefore not reported in the funds. Amount excludes the net book value of \$35,741 for capital assets allocated from the Vehicle Replacement Internal Service Fund which is reflected in the net amount of reflected below for the internal service fund activity and other adjustments of \$127.		1,099,185
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Internal service funds are used by management to charge the costs of risk management and vehicle replacement to individual funds. The assets and liabilities of the Risk Management Fund in the amount of \$16,582 have been allocated to governmental activities on the Statement of Net Position. Also, a large portion (72%) of assets and liabilities of the Vehicle Replacement Fund in the amount of \$62,255 has been allocated to governmental activities on the Statement of Net Position.		78,837
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Some of the County's taxes and other revenue will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the governmental funds.		42,655
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Long-term liabilities and certain deferred outflows and inflows of resources applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in the governmental funds, but it is recognized as an expenditure when due. All liabilities and deferred outflows and inflows of resources - both current and long-term are reported in the Statement of Net Position.

Accrued interest on debt	(1,699)	
Certificates of participation payable	(22,215)	
General obligation bonds payable	(176,345)	
Revenue bonds payable	(67,505)	
Notes payable	(1,532)	
Capital leases payable not accounted for in the internal service funds	(4,912)	
Unamortized premium on bonds payable	(24,743)	
Claims and judgments not accounted for in the internal service funds	(3,685)	
Net other postemployment benefits (OPEB) obligation	(640,279)	
Net pension liability	(711,966)	
Deferred outflows of resources related to deferred charges on debt refunding	2,854	
Deferred outflows of resources related to pensions	155,783	
Deferred inflows of resources related to pensions	(56,218)	
Compensated absences	(30,012)	
Total long-term liabilities		(1,582,474)

Total net position (deficit) of governmental activities	\$	(164,112)
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The notes to the financial statements are an integral part of this statement.

DeKalb County, Georgia
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2017
(in thousands of dollars)

	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	Special Tax District - Police Services	2006 Transportation, Parks, and Libraries Bonds	Fire	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES								
Taxes	\$ 251,483	\$ 32,399	\$ 4,472	\$ 98,617	\$ -	\$ 69,487	\$ 43,224	\$ 499,682
Licenses and permits	-	-	18,339	363	-	-	8,023	26,725
Intergovernmental	799	-	-	-	-	-	31,376	32,175
Charges for services	16,309	712	-	459	-	551	16,265	34,296
Fines and forfeitures	10,235	-	9,259	-	-	-	1,895	21,389
Investment income (loss)	(655)	16	3	83	291	-	528	266
Contributions and donations	-	-	-	-	-	-	44	44
Miscellaneous	6,015	291	-	271	-	9	6,909	13,495
Total revenues	<u>284,186</u>	<u>33,418</u>	<u>32,073</u>	<u>99,793</u>	<u>291</u>	<u>70,047</u>	<u>108,264</u>	<u>628,072</u>
EXPENDITURES								
Current:								
General government	54,182	-	11,377	-	-	-	3,015	68,574
Public safety	14,012	-	-	96,212	-	64,466	15,827	190,517
Civil and criminal court system	161,780	-	4,416	-	-	-	6,009	172,205
Planning and development	2,453	-	1,412	-	-	-	14,738	18,603
Public works	442	16,192	-	-	-	-	10,528	27,162
Parks and recreation	-	17,514	-	-	-	-	1,600	19,114
Library	17,136	-	-	-	-	-	-	17,136
Health and welfare	11,573	-	-	-	-	-	24,766	36,339
Capital outlay:								
General government	-	-	-	-	-	-	2,831	2,831
Public safety	-	-	-	-	-	-	5,969	5,969
Civil and criminal court system	-	-	-	-	-	-	2,540	2,540
Planning and development	-	-	-	-	-	-	3,675	3,675
Public works	-	-	-	-	3,725	-	14,351	18,076
Community development	-	-	-	-	-	-	182	182
Parks and recreation	-	-	-	-	2,984	-	2,933	5,917
Library	-	-	-	-	-	-	1,186	1,186
Debt service:								
Principal	2,785	-	-	-	-	-	15,392	18,177
Interest	898	-	-	-	-	-	10,971	11,869
Total expenditures	<u>265,261</u>	<u>33,706</u>	<u>17,205</u>	<u>96,212</u>	<u>6,709</u>	<u>64,466</u>	<u>136,513</u>	<u>620,072</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,925</u>	<u>(288)</u>	<u>14,868</u>	<u>3,581</u>	<u>(6,418)</u>	<u>5,581</u>	<u>(28,249)</u>	<u>8,000</u>
OTHER FINANCING SOURCES (USES)								
Proceeds from sale of capital assets	6	-	-	-	-	-	-	6
Issuance of capital lease	-	-	-	-	-	-	5,697	5,697
Transfers in	7,857	6,098	1,566	13,012	-	141	31,117	59,791
Transfers out	(19,115)	(5,840)	(17,728)	(2,816)	-	(261)	(7,637)	(53,397)
Total other financing sources (uses)	<u>(11,252)</u>	<u>258</u>	<u>(16,162)</u>	<u>10,196</u>	<u>-</u>	<u>(120)</u>	<u>29,177</u>	<u>12,097</u>
Net change in fund balance	<u>7,673</u>	<u>(30)</u>	<u>(1,294)</u>	<u>13,777</u>	<u>(6,418)</u>	<u>5,461</u>	<u>928</u>	<u>20,097</u>
Fund balance - beginning, as restated	<u>41,418</u>	<u>2,444</u>	<u>2,015</u>	<u>7,045</u>	<u>20,064</u>	<u>381</u>	<u>104,220</u>	<u>177,587</u>
Fund balance - ending	<u>\$ 49,091</u>	<u>\$ 2,414</u>	<u>\$ 721</u>	<u>\$ 20,822</u>	<u>\$ 13,646</u>	<u>\$ 5,842</u>	<u>\$ 105,148</u>	<u>\$ 197,684</u>

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

DeKalb County, Georgia
**Reconciliation of Governmental Funds Statement of Revenues, Expenditures
and Changes in Fund Balances to the Statement of Activities**
For the Year Ended December 31, 2017
(in thousands of dollars)

Net change in fund balance - Total Governmental Funds	\$	20,097
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The change in net position reported for governmental activities in the Statement of Activities differs from net change in fund balance for total governmental funds because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and reported as depreciation expense over their estimated useful lives. This is the amount by which capital outlays (\$41,531) and other adjustments (\$3) exceeded depreciation expense (\$34,029). Note that these amounts exclude the allocation of capital outlay (additions) and depreciation from the Vehicle Replacement Internal Service Fund of \$8,805 and \$15,486, respectively.		7,499
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The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position as noted below:

Capital contributions from developers	\$ 451		
Disposal of capital assets	(26,011)	\$ (25,560)	

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

Amortization of premium on bond	\$ 3,971		
Issuance of note capital lease	(5,697)		
Repayments of bonds and certificates of participation notes	16,235		
Payment on capital leases and note payable	1,942	16,451	

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

Change in net pension liability, deferred outflows and inflows of resources related to pension plan	\$ (43,706)		
Change in net other postemployment benefits (OPEB) obligations	(16,767)		
Change in deferred charges on refunding	(204)		
Change in compensated absences	(3,669)		
Change in claims and judgments payable	662		
Change in accrued interest	185	(63,499)	

Unavailable revenue in governmental funds is susceptible to full accrual on the Statement of Activities, and therefore is recognized when earned, regardless of availability.		(2,361)
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An internal service funds are used by management to charge the costs of risk management and vehicle replacement to individual funds. The net expense of the Risk Management Fund (\$4,521) and 72% of Vehicle Replacement (\$4,025) are reported within governmental activities.		8,546
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Change in net position of governmental activities	\$	(38,827)
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The notes to the financial statements are an integral part of this statement.

DeKalb County, Georgia
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2017
Budget Basis (in thousands of dollars)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:				
Taxes	\$ 239,994	\$ 256,031	\$ 251,483	\$ (4,548)
Intergovernmental	1,307	1,221	799	(422)
Charges For Services	50,081	47,803	49,561	1,758
Fines And Forfeitures	9,583	10,780	10,235	(545)
Investment Income (loss)	-	211	(655)	(866)
Miscellaneous Revenue	5,710	4,543	6,015	1,472
Total revenues	<u>306,675</u>	<u>320,589</u>	<u>317,438</u>	<u>(3,151)</u>
Expenditures:				
Current:				
General Government:				
Chief Executive Officer	3,886	3,889	3,073	(816)
Board Of Commissioners	3,570	3,643	3,049	(594)
Law Department	4,914	4,886	4,389	(497)
Internal Audit Office	1,368	1,368	1,090	(278)
Ethics Board	504	504	435	(69)
G.I.S.	2,618	2,619	2,296	(323)
Facilities Management	14,965	15,839	15,362	(477)
Purchasing	3,313	3,216	3,089	(127)
Human Resources & Merit System	3,838	3,983	3,818	(165)
Department Of Information Technology	22,063	23,670	21,063	(2,607)
Finance	6,996	6,865	6,157	(708)
Budget	1,140	1,123	955	(168)
Property Appraisal & Assessment	5,542	5,644	5,061	(583)
Tax Commissioner	8,420	8,420	8,270	(150)
Registrar	2,466	2,868	2,164	(704)
Economic Development	-	45	495	450
Extension Service	912	905	750	(155)
Citizen Help Center	388	259	465	206
Non-Departmental	6,311	4,461	5,453	992
Total General Government	<u>93,214</u>	<u>94,207</u>	<u>87,434</u>	<u>(6,773)</u>
Public Safety:				
Police	8,438	8,447	10,145	1,698
Emergency Management	311	324	103	(221)
Animal Services	3,927	3,905	3,764	(141)
Total Public Safety	<u>12,676</u>	<u>12,676</u>	<u>14,012</u>	<u>1,336</u>
Civil and Criminal Court System:				
Sheriff's Office	83,499	83,445	78,739	(4,706)
Juvenile Court	7,304	7,304	7,236	(68)
Superior Court	9,778	9,794	9,705	(89)
Clerk Superior Court	7,623	7,642	7,597	(45)
State Court	15,785	15,970	15,825	(145)
Solicitor	7,432	7,636	7,614	(22)
District Attorney	13,952	14,087	15,182	1,095
Child Advocates Office	2,731	2,731	2,643	(88)
Probate Court	1,953	1,953	1,912	(41)
Medical Examiner	2,550	2,548	2,382	(166)
Public Defender	9,413	9,411	9,325	(86)
Magistrate Court	3,588	3,588	3,620	32
Total civil and criminal court system	<u>165,608</u>	<u>166,109</u>	<u>161,780</u>	<u>(4,329)</u>

DeKalb County, Georgia
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2017
Budget Basis (in thousands of dollars)
(continued)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Expenditures (continued):				
Current (continued):				
Planning & Development	\$ 1,777	\$ 1,777	\$ 2,453	\$ 676
Public Works	739	719	442	(277)
Library	17,529	17,227	17,136	(91)
Health and welfare:				
Board Of Health	4,256	4,256	4,256	-
Community Service Board	2,084	2,084	2,084	-
Human Services	3,954	3,948	3,955	7
Family And Children Services	1,278	1,278	1,278	-
Total health and welfare	11,572	11,566	11,573	7
Debt Service	7,784	8,000	3,683	(4,317)
Total expenditures	310,899	312,281	298,513	(13,768)
Excess (deficiency) of revenues over (under) expenditures	(4,224)	8,308	18,925	10,617
Other financing sources (uses):				
Proceeds from sale of capital assets	-	-	6	6
Transfers In	-	-	7,857	7,857
Transfers Out	-	-	(19,115)	(19,115)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(4,224)	8,308	7,673	(635)
Beginning fund balance (budgetary)	3,974	4,773		
Ending fund balance (budgetary)	<u>\$ (250)</u>	<u>\$ 13,081</u>		
Explanation of differences between budget basis and GAAP:				
Excess of revenues and other sources over expenditures and other uses - budget basis			\$ 7,673	
Differences - budget basis to GAAP:				
Net change in revenue accruals			-	
Net change in revenue related to indirect cost allocation			(33,252)	
Net change in expenditure accruals			-	
Net change in expenditures related to indirect cost allocation			33,252	
Net change in fund balance - GAAP basis			<u>\$ 7,673</u>	
The notes to the financial statements are an integral part of this statement.				

DeKalb County, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

	Major Special Revenue Funds Special Tax District - Designated Services				Major Special Revenue Funds Special Tax District - Unincorporated				Major Special Revenue Funds Special Tax District - Police Services			
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:												
Taxes	\$ 31,395	\$ 31,684	\$ 32,399	\$ 715	\$ 4,836	\$ 6,589	\$ 4,472	\$ (2,117)	\$ 92,885	\$ 97,846	\$ 98,617	\$ 771
Licenses And Permits	-	-	-	-	17,162	18,072	18,339	267	428	416	363	(53)
Intergovernmental	-	25	-	(25)	-	-	-	-	-	-	-	-
Charges For Services	763	711	712	1	-	-	-	-	450	476	459	(17)
Fines And Forfeitures	-	-	-	-	8,203	8,363	9,259	896	-	-	-	-
Investment Income	-	-	16	16	-	2	3	1	-	-	83	83
Miscellaneous Revenue	174	168	291	123	47	-	-	-	270	280	271	(9)
Total revenues	32,332	32,588	33,418	830	30,248	33,026	32,073	(953)	94,033	99,018	99,793	775
Expenditures:												
Current:												
General Government	-	-	-	-	-	177	11,377	11,200	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	96,415	95,536	96,212	676
Civil and Criminal Court System	-	-	-	-	4,486	4,489	4,416	(73)	-	-	-	-
Planning and Development	-	-	-	-	11,641	12,654	1,412	(11,242)	-	-	-	-
Public Works	19,428	19,734	16,192	(3,542)	-	-	-	-	-	-	-	-
Parks	12,583	12,227	17,514	5,287	-	-	-	-	-	-	-	-
Non-Departmental	6,521	4,909	-	(4,909)	1,763	1,674	-	(1,674)	9,236	9,474	-	(9,474)
Debt Service	32	32	-	(32)	-	-	-	-	475	475	-	(475)
Total expenditures	38,564	36,902	33,706	(3,196)	17,890	18,994	17,205	(1,789)	106,126	105,485	96,212	(9,273)
Excess (deficiency) of revenues over (under) expenditures	(6,232)	(4,314)	(288)	4,026	12,358	14,032	14,868	836	(12,093)	(6,467)	3,581	10,048
Other financing sources (uses):												
Transfers In	9,579	10,947	6,098	(4,849)	14,048	14,248	1,566	(12,682)	10,399	10,399	13,012	2,613
Transfers Out	(5,340)	(5,840)	(5,840)	-	(370)	(370)	(17,728)	(17,358)	(2,685)	(2,685)	(2,816)	(131)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(1,993)	793	(30)	(823)	26,036	27,910	(1,294)	(29,204)	(4,379)	1,247	13,777	12,530
Beginning fund balance (budgetary)	5,115	3,788			29	(1,485)			14,510	15,315		
Ending fund balance (budgetary)	\$ 3,122	\$ 4,581			\$ 26,065	\$ 26,425			\$ 10,131	\$ 16,562		

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

DeKalb County, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

		Major Special Revenue Funds			
		Fire			
		Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:					
	Taxes	\$ 66,562	\$ 87,618	\$ 69,487	\$ (18,131)
	Intergovernmental	52	-	-	-
	Charges For Services	647	558	551	(7)
	Miscellaneous Revenue	3	8	9	1
	Total revenues	<u>67,264</u>	<u>88,184</u>	<u>70,047</u>	<u>(18,137)</u>
Expenditures:					
	Current:				
	Public Safety	65,124	63,536	64,466	930
	Debt Service	281	281	-	(281)
	Total expenditures	<u>65,405</u>	<u>63,817</u>	<u>64,466</u>	<u>649</u>
Excess (deficiency) of revenues over (under) expenditures		1,859	24,367	5,581	(18,786)
Other financing sources (uses):					
	Transfers In	141	141	141	-
	Transfers Out	<u>(260)</u>	<u>(260)</u>	<u>(261)</u>	<u>(1)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses		1,740	24,248	5,461	(18,787)
Beginning fund balance (budgetary)		4,707	4,707		
Ending fund balance (budgetary)		<u>\$ 6,447</u>	<u>\$ 28,955</u>		

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

DeKalb County, Georgia
Proprietary Funds
Statement of Net Position
December 31, 2017
(in thousands of dollars)

	Watershed System	Sanitation	Nonmajor Proprietary Funds	Total Proprietary Funds	Internal Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 352,240	\$ -	\$ 35,429	\$ 387,669	\$ 45,938
Restricted cash and cash equivalents	19,267	-	-	19,267	-
Accounts receivable (net)	48,325	3,830	2,123	54,278	-
Due from other funds	-	7,290	5,083	12,373	47,383
Due from other governments	655	-	899	1,554	-
Inventories and prepaid items	7,987	-	-	7,987	3,084
Total currents assets	428,474	11,120	43,534	483,128	96,405
Noncurrent assets:					
Restricted cash and cash equivalents	155,542	-	-	155,542	-
Capital assets (net)	1,582,952	124,503	250,348	1,957,803	49,854
Total noncurrent assets	1,738,494	124,503	250,348	2,113,345	49,854
Total assets	2,166,968	135,623	293,882	2,596,473	146,259
DEFERRED OUTFLOWS OF RESOURCES					
Pension related items	20,225	11,712	2,979	34,916	-
Deferred charges on debt refunding	8,730	-	-	8,730	-
Total deferred outflows of resources	28,955	11,712	2,979	43,646	-
LIABILITIES					
Current liabilities:					
Accounts payable	66,881	774	2,458	70,113	13,977
Payroll payable	1,724	1,007	206	2,937	340
Claims and judgments payable, current portion	-	-	-	-	7,214
Notes payable	-	1,198	-	1,198	-
Compensated absences payable	2,636	1,382	397	4,415	571
Retainage payable	12,484	-	-	12,484	-
Unearned revenue	-	-	42	42	-
Advance payments and deposits	118	-	170	288	-
Due to other funds	11,418	-	-	11,418	-
Payable from restricted assets:					
Capital leases payable, current portion	-	-	-	-	4,667
Revenue bonds payable, current portion	25,945	-	-	25,945	-
Accrued interest	10,003	-	-	10,003	65
Total current liabilities	131,209	4,361	3,273	138,843	26,834

DeKalb County, Georgia
Proprietary Funds
Statement of Net Position
December 31, 2017
(in thousands of dollars)

	(Continued)				
	Watershed System	Sanitation	Nonmajor Proprietary Funds	Total Proprietary Funds	Internal Service Funds
Noncurrent liabilities:					
Claims and judgments payable, long-term portion	-	-	-	-	6,726
Landfill closure and postclosure cost	-	18,744	-	18,744	-
Pollution remediation obligation	-	874	-	874	-
Net OPEB liability	130,934	72,635	6,443	210,012	-
Net pension liability	92,434	53,525	13,616	159,575	-
Compensated absences payable	520	334	34	888	143
Notes payable	-	2,728	-	2,728	-
Capital leases payable, long-term portion	-	-	-	-	9,333
Payable from restricted assets:					
Revenue bonds payable, long-term portion	804,399	-	-	804,399	-
Total noncurrent liabilities	<u>1,028,287</u>	<u>148,840</u>	<u>20,093</u>	<u>1,197,220</u>	<u>16,202</u>
Total liabilities	<u>1,159,496</u>	<u>153,201</u>	<u>23,366</u>	<u>1,336,063</u>	<u>43,036</u>
DEFERRED INFLOWS OF RESOURCES					
Pension related items	<u>7,299</u>	<u>4,226</u>	<u>1,076</u>	<u>12,601</u>	<u>-</u>
Total deferred inflows of resources	<u>7,299</u>	<u>4,226</u>	<u>1,076</u>	<u>12,601</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	900,085	120,577	250,348	1,271,010	35,854
Restricted for debt service	35,273	-	-	35,273	-
Unrestricted (deficit)	<u>93,770</u>	<u>(130,669)</u>	<u>22,071</u>	<u>(14,828)</u>	<u>67,369</u>
Total net position (deficit)	<u>\$ 1,029,128</u>	<u>\$ (10,092)</u>	<u>\$ 272,419</u>	<u>\$ 1,291,455</u>	<u>\$ 103,223</u>
Adjustment to reflect the consolidation of internal service fund activities related to proprietary fund				24,386	
Net position of business-type activities				<u>\$ 1,315,841</u>	

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

DeKalb County, Georgia
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended December 31, 2017
(in thousands of dollars)

	Watershed System	Sanitation	Nonmajor Proprietary Funds	Total Proprietary Funds	Internal Service Funds
Operating revenues:					
Metered sales	\$ 238,406	\$ -	\$ -	\$ 238,406	\$ -
Collection and disposal fees	-	67,349	-	67,349	-
Rental fees	-	-	5,771	5,771	-
Intergovernmental	-	-	-	-	167
Charges for services	-	-	14,667	14,667	145,635
Miscellaneous	709	89	-	798	1,222
Total operating revenues	<u>239,115</u>	<u>67,438</u>	<u>20,438</u>	<u>326,991</u>	<u>147,024</u>
Operating expenses:					
Salaries and employee benefits	70,871	28,395	8,526	107,792	9,818
Supplies	28,772	1,153	3,579	33,504	13,239
Operating services and charges	53,055	26,994	6,813	86,862	93,849
Miscellaneous	195	-	-	195	-
Depreciation and amortization	<u>35,976</u>	<u>9,399</u>	<u>6,620</u>	<u>51,995</u>	<u>21,561</u>
Total operating expenses	<u>188,869</u>	<u>65,941</u>	<u>25,538</u>	<u>280,348</u>	<u>138,467</u>
Operating income (loss)	<u>50,246</u>	<u>1,497</u>	<u>(5,100)</u>	<u>46,643</u>	<u>8,557</u>
Nonoperating revenues (expenses)					
Interest income	3,327	9	106	3,442	138
Interest expense and amortization	(25,247)	(35)	-	(25,282)	(277)
Gain (loss) on sale of capital assets	-	-	5,698	5,698	855
Total nonoperating revenues (expenses)	<u>(21,920)</u>	<u>(26)</u>	<u>5,804</u>	<u>(16,142)</u>	<u>716</u>
Income (loss) before capital donations and transfers	28,326	1,471	704	30,501	9,273
Capital donations - tap fees and donated assets from developers	17,913	-	-	17,913	-
Capital contributions - intergovernmental grant revenue	-	-	2,710	2,710	-
Transfers out	<u>(4,286)</u>	<u>-</u>	<u>(1,813)</u>	<u>(6,099)</u>	<u>(295)</u>
Change in net position	41,953	1,471	1,601	45,025	8,978
Net position (deficit) - beginning	<u>987,175</u>	<u>(11,563)</u>	<u>270,818</u>		<u>94,245</u>
Net position (deficit) - ending	<u>\$ 1,029,128</u>	<u>\$ (10,092)</u>	<u>\$ 272,419</u>		<u>\$ 103,223</u>
Adjustment to reflect the consolidation of internal service fund activities related to proprietary fund:				436	
Change in net position of business-type activities				<u>\$ 45,461</u>	

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

DeKalb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2017
(in thousands of dollars)

	Watershed System	Sanitation	Nonmajor Proprietary Funds	Total Proprietary Funds	Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	\$ 238,588	\$ 68,461	\$ 19,773	\$ 326,822	\$ -
Receipt by interfund services provided	-	-	-	-	147,025
Cash payments to suppliers for goods and services	(73,967)	(34,913)	(14,513)	(123,393)	(158,509)
Cash payments to employees for services	(51,954)	(30,590)	(7,094)	(89,638)	(11,031)
Net cash provided (used in) by operating activities	<u>112,667</u>	<u>2,958</u>	<u>(1,834)</u>	<u>113,791</u>	<u>(22,515)</u>
Cash flows from noncapital financing activities:					
Transfers to other funds	(4,286)	-	(1,813)	(6,099)	(295)
Net cash provided (used in) by noncapital financing activities	<u>(4,286)</u>	<u>-</u>	<u>(1,813)</u>	<u>(6,099)</u>	<u>(295)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(153,606)	(2,039)	(7,858)	(163,503)	(13,845)
Capital grants and contributions	15,250	-	2,710	17,960	-
Principal payment on bonds	(24,830)	(1,188)	-	(26,018)	-
Interest payment on bonds	(41,191)	(35)	-	(41,226)	-
Proceeds from sale of capital assets	-	-	5,698	5,698	855
Payments on leases	-	-	-	-	(4,667)
Net cash provided (used in) by capital and related financing activities	<u>(204,377)</u>	<u>(3,262)</u>	<u>550</u>	<u>(207,089)</u>	<u>(17,657)</u>
Cash flows from investing activities:					
Interest on investments	3,327	9	106	3,442	138
Net cash provided by investing activities	<u>3,327</u>	<u>9</u>	<u>106</u>	<u>3,442</u>	<u>138</u>
Net increase (decrease) in cash and cash equivalents	(92,669)	(295)	(2,991)	(95,955)	(40,329)
Cash and cash equivalents at beginning of year	619,718	295	38,420	658,433	86,267
Cash and cash equivalents at end of year	<u>\$ 527,049</u>	<u>\$ -</u>	<u>\$ 35,429</u>	<u>\$ 562,478</u>	<u>\$ 45,938</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 50,246	\$ 1,497	\$ (5,100)	\$ 46,643	\$ 8,557
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization	35,976	9,399	6,620	51,995	21,561
Change in assets, deferred inflows/outflows of resources, and liabilities:					
(Increase) decrease in due from other funds	-	(6,160)	(5,083)	(11,243)	(52,516)
(Increase) decrease in due from other governments	19	-	(356)	(337)	-
(Increase) decrease in receivables	(546)	1,023	2	479	-
(Increase) decrease in inventories and prepaid items	2,338	-	-	2,338	444
(Increase) decrease in deferred outflows of resources	(12,490)	(6,434)	(1,865)	(20,789)	-
Increase (decrease) in payables	4,098	(608)	1,204	4,694	(1,032)
Increase (decrease) in other liabilities	-	2	-	2	248
Increase (decrease) in due to other governments	-	-	-	-	-
Increase (decrease) in claims and judgments payable	-	-	(120)	(120)	-
Increase (decrease) in payroll payable	247	133	32	412	75
Increase (decrease) in compensated absences	631	(101)	22	552	148
Increase (decrease) in advance deposits	(68)	-	-	(68)	-
Increase (decrease) in unearned revenue	-	-	(256)	(256)	-
Increase (decrease) in due to other funds	798	-	(82)	716	-
Increase (decrease) in net pension liabilities and related deferred inflows of re	27,805	2,302	2,985	33,092	-
Increase (decrease) in net OPEB obligation	3,613	1,905	163	5,681	-
Net cash provided by (used in) operating activities	<u>\$ 112,667</u>	<u>\$ 2,958</u>	<u>\$ (1,834)</u>	<u>\$ 113,791</u>	<u>\$ (22,515)</u>
Noncash capital financing activities:					
Noncash capital donations	\$ 2,663	\$ -	\$ -	\$ 2,663	\$ -

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

DeKalb County, Georgia
Fiduciary Funds
Statement of Fiduciary Net Position
December 31, 2017
(in thousands of dollars)

	General Employees' Pension	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 71,507	\$ 42,183
Investments:		
Debt securities	282,682	-
Equities	1,073,408	-
Prepaid retirement contributions	8,721	-
Due from others	-	11
Interest and dividends receivable	2,713	-
Other receivables	135	
Taxes receivables	-	39,983
Total assets	<u>1,439,166</u>	<u>82,177</u>
LIABILITIES		
Accounts payable	42	-
Due to other funds	11,051	-
Due to others	-	82,177
Total liabilities	<u>11,093</u>	<u>82,177</u>
NET POSITION		
Restricted for pension benefits	<u><u>\$ 1,428,073</u></u>	

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

DeKalb County, Georgia
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2017
(in thousands of dollars)

	General Employees' Pension
Additions:	
Contributions:	
Employer	\$ 50,613
Employee	25,074
Early retirement incentive	1,116
Total contributions	<u>76,803</u>
Investment earnings:	
Dividends and interest	26,927
Net increase in fair market value of investments	206,490
Total investment earnings	<u>233,417</u>
Less investment expense	<u>(5,398)</u>
Net investment earnings	<u>228,019</u>
Total additions	<u>304,822</u>
Deductions:	
Benefit payments	137,762
Refunds of terminated members	5,755
Administrative expenses	818
Total deductions	<u>144,335</u>
Net increase in fiduciary net position	160,487
Net position, beginning of year	<u>1,267,586</u>
Net position, end of year	<u><u>\$ 1,428,073</u></u>

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

DeKalb County, Georgia
Component Units
Statement of Net Position
December 31, 2017
(in thousands of dollars)

	Board of Health	Public Library Board	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 8,252	\$ 2,127	\$ 10,379
Cash and cash equivalents, restricted	2,242	-	2,242
Investments	-	661	661
Accounts receivable (net)	1,273	29	1,302
Due from other governments	4,224	-	4,224
Capital assets (net)	566	901	1,467
Total assets	<u>16,557</u>	<u>3,718</u>	<u>20,275</u>
DEFERRED OUTFLOWS OF RESOURCES			
Difference between expected and actual experience	-	200	200
Changes in proportion and differences between Employer contributions and proportionate share of contributions	880	-	880
Changes in assumptions	214	346	560
Net difference between projected and actual investment earnings - pension	2,563	1,689	4,252
Pension plan contributions - subsequent to measurement date	3,366	1,149	4,515
Total deferred outflows of resources	<u>7,023</u>	<u>3,384</u>	<u>10,407</u>
<u>LIABILITIES</u>			
Accounts and contracts payable	20	120	140
Payroll payable	433	-	433
Due to other governments	1,847	-	1,847
Noncurrent liabilities:			
Due within one year	265	46	311
Due in more than one year	26,270	13,511	39,781
Total liabilities	<u>28,835</u>	<u>13,677</u>	<u>42,512</u>
DEFERRED INFLOWS OF RESOURCES			
Differences between expected and actual experience	58	66	124
Changes in proportion and difference between employer contributions and employer proportionate share of contributions - pension	449	522	971
Total deferred inflows of resources	<u>507</u>	<u>588</u>	<u>1,095</u>
<u>NET POSITION (DEFICIT)</u>			
Net investment in capital assets	566	699	1,265
Restricted for programs	6,367	-	6,367
Unrestricted (deficit)	(12,695)	(7,862)	(20,557)
Total net position (deficit)	<u>\$ (5,762)</u>	<u>\$ (7,163)</u>	<u>\$ (12,925)</u>

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

DeKalb County, Georgia
Component Units
Statement of Activities
Year Ended December 31, 2017
(in thousands of dollars)

		Program Revenue		Net (Expense) Revenue and Changes in Net Position		
				Board of Health	Public Library Board	Total
	Expenses	Charges for Services	Operating Grants and Contributions			
Board of Health	\$ 33,137	\$ 14,939	\$ 22,783	\$ 4,585	\$ -	\$ 4,585
Public Library Board	20,072	388	20	-	(19,664)	(19,664)
Total component units	<u>\$ 53,209</u>	<u>\$ 15,327</u>	<u>\$ 22,803</u>	<u>4,585</u>	<u>(19,664)</u>	<u>(15,079)</u>
General revenues:						
				-	16,760	16,760
				-	1,169	1,169
				-	4	4
				-	690	690
				-	18,623	18,623
Change in net position				4,585	(1,041)	3,544
Net position (deficit) - beginning, as restated				(10,347)	(6,122)	(16,469)
Net position (deficit) - ending				<u>\$ (5,762)</u>	<u>\$ (7,163)</u>	<u>\$ (12,925)</u>

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

Note I.**Summary of Significant Accounting Policies**

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

A. Reporting entity

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

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

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

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

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

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

DeKalb County Public Library Board
3560 Kensington Road
Decatur, GA 30032

In 2003, the County established the DeKalb County Building Authority (the “Building Authority”) which is governed by a board comprised solely of members appointed by the Chief Executive Officer of the County and the County’s Board of Commissioners. The Public Safety and Judicial Facilities Authority was also created in 2003, and is also governed by a board comprised solely of members appointed by the Chief Executive Officer of the County and the County’s Board of Commissioners, and was established to construct and equip County court-related facilities. Although both are legally separate from the County’s Board of Commissioners, these authorities are reported as if they were part of the primary government, blended component units, because their sole purpose is to finance and construct and equip County public buildings. The Building Authority’s funds are included as non-major debt service and capital projects funds. The Public Safety and Judicial Facilities Authority’s funds are included as non-major capital projects and debt service funds. No separate financial statements are available. In 2010, the County established the Urban Redevelopment Agency which is governed by a board comprised solely of members appointed by the Chief Executive Officer of the County and the County’s Board of Commissioners and they can impose their will on the Urban Redevelopment Agency by removal of its board members at any time. The agency was established to finance the County’s construction of certain types of projects within designated recovery zones. As such, the Urban Redevelopment Agency is a blended component unit of the County and is included as non-major capital projects funds and debt service funds.

The County is also responsible for appointing the members of the DeKalb County Housing Authority and the DeKalb County Development Authority (Decide DeKalb). The County’s accountability does not extend beyond making these appointments.

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

B. Basis of presentation

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

The Statement of Activities presents a comparison between direct expenses and program revenues for the various business-type activities of the County and for each function of the governmental activities. Direct expenses are those that are specifically associated with and clearly identifiable to a particular program or function. Administrative overhead charges are included in direct expenses for the business-type activities. Program revenues include 1) fees, fines, and charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

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

The County reports the following major governmental funds:

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

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

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

The Special Tax District – Police Services Fund accounts for operations of the County's police department whose financing is provided by a specific annual property tax levy. Such property taxes are used to provide police protection for all residents of the County not protected by other municipal police departments.

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

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

The County reports the following major proprietary funds:

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

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

The County reports the following fiduciary funds:

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

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

The County reports the following other fund types:

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

C. Measurement Focus, Basis of Accounting

The government-wide, proprietary and fiduciary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues 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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

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

In accounting and reporting for its proprietary operations, the County applies all GASB pronouncements.

D. Budgetary Data

An operating budget is legally adopted each fiscal year for all governmental funds except capital projects funds. The level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is the department level. Supplemental appropriations may be made annually at mid-year by the Board of Commissioners. Presented final budgetary information reflects all supplemental

appropriations as legally adopted by the Board of Commissioners. The Board of Commissioners must approve any department-level changes to a previously adopted budget. Management may amend the budget without seeking the approval of the Board at any level below the department level.

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

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

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

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the appropriation, are employed in the governmental and proprietary funds. Encumbrances automatically lapse at year-end and therefore, there were no outstanding encumbrances as of December 31, 2017.

F. Property Taxes

Property tax billing and collection cycle dates are as follows: lien date – January 1 of each year; levy date – Second Tuesday in July; due dates – October 2 and November 15; and collection dates – anytime during the year.

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G. Cash, Cash Equivalents, and Investments

Cash management pools which are used essentially as demand deposit accounts and investments with maturities within 90 days of purchase are considered cash equivalents for purposes of the statement of cash flows. Investments are reported at fair value. The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair value as of year-end and the County's investment in the Georgia Fund 1 is reported at fair value. The County considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

H. Inventories and Prepaid Items

Inventories are determined by actual physical count and are stated at cost (using average cost flow assumptions) for the governmental activities and at the lower of average cost or market for the business-type activities. Inventories are recorded as expenditures when consumed rather than when purchased. Payments made to vendors for services that will benefit periods beyond the balance sheet date are recorded as prepaid items. The cost of the related payment is recorded as expenditure over the time the related services are provided (consumption method).

I. Restricted Assets

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

J. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their acquisition value at the date of donation. General infrastructure assets consist of the road network assets that were acquired or that received substantial improvements subsequent to January 1, 1980 and are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' useful lives are not capitalized. The County capitalized \$15,651,455 of the interest incurred in business-type activities for the year. Capital assets are depreciated using the straight-line method over the following useful lives and with the following capitalization thresholds.

<u>Asset Class</u>	<u>Estimated Useful Lives (in years)</u>	<u>Capitalization Threshold</u>
Buildings	20-50	Above \$5,000
Intangible Water Capacity Rights	50	Above \$5,000
Land Improvements	15-50	Above \$5,000
Infrastructure	10-5	Above \$5,000
Vehicles	1-10	Above \$5,000
Equipment	5	Above \$5,000

K. Claims, Judgments, and Compensated Absences

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

Employees earn annual leave at the rate of 15 days per year for the first 5 years of employment up to a maximum of 27 days per year after 20 years of employment. There is no requirement that annual leave be taken, but the maximum permissible accumulation at year-end is 45 days. Any accumulation of annual leave greater than 45 days is converted to sick leave at year-end. At termination, employees are paid for any accumulated annual leave up to the 45 day maximum. Employees earn sick leave at the rate of 13 days per year with no limitations. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

L. Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require the County to place a final cover on its Seminole Road landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense during each period on landfill capacity used as of each financial reporting date. The \$18,807,909 reported as landfill closure and postclosure cost liability at year-end represents the cumulative amount reported to date based on the use of 83.6% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$3,677,581, as the remaining estimated capacity is filled based on estimated cost to perform all closure and postclosure activities required. Actual cost may differ from the amount estimated due to inflation, changes in technology, or changes in regulations. Closure and postclosure care financial assurance requirements will be met by adjusting the sanitation rate structures in the enterprise fund as required. The fill capacity of the current waste disposal area will be filled in 2019. The County will build a new waste disposal area which will be ready for disposal in 2019.

M. Fund Balance Classifications

In February 2009, GASB issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The purpose of the statements is to clarify the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied. With this new statement, the County's fund balance is classified into five hierarchies based on the extent to which a government is bound to observe constraints imposed on the use of resources reported in governmental funds. GASB 54 was adopted and implemented by the County in fiscal year 2011.

Under this statement, the five classifications are: Nonspendable, Restricted, Committed, Assigned and Unassigned. Nonspendable fund balances are amounts that are not in a spendable form, such as inventories, long-term advances to other funds and prepaid items, contractually required to remain intact, or will not be converted to cash in the next operating cycle. Restricted fund balances are amounts on which constraints have been placed by an external party, such as a grantor, creditor, or regulations legally enforceable by external parties or imposed by law through constitutional provisions or enabling legislation. Committed fund balances are amounts on which constraints are placed by a formal action, a resolution in the case of the County, from the County's highest level of decision-making authority, the Board of Commissioners. The formal action for commitments must occur before the end of the fiscal year. Committed amounts may only be changed or rescinded through the same formal action, resolution by the Board of Commissioners. Assigned fund balance are amounts reported in all funds including, general, special revenue, capital projects, debt service, or those not otherwise classified. These amounts are constrained by the County's intent to use for a specific purpose, but restrictions are not externally enforceable. The Chief Executive Officer and the Chief Financial Officer collectively are authorized by the Board to assign fund balances for specific purposes in accordance with the intent and actions of the Board of Commissioners. Under GASB Statement 54, any positive residual fund balance in a special revenue, debt service, or capital projects fund is assigned fund balance by the nature of the fund established by the County to account for these resources. Unassigned fund balances are amounts reported only in the General Fund, the residual fund balances not fund balance not otherwise classified, or the excess of Nonspendable, Restricted, or Committed. Other governmental funds with a deficit fund balance report negative unassigned fund balance. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order: committed, assigned, then unassigned.

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	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Governmental Funds
Fund Balances (in thousands of dollars)					
Nonspendable (in form):					
Prepaid and inventory items	\$ 1,527	\$ -	\$ -	\$ -	\$ 1,527
Restricted for:					
Other Special Revenue	-	42,458	-	-	42,458
Debt Service	-	-	1,791	-	1,791
Capital Projects	-	-	-	42,106	42,106
Committed to:					
Other Special Revenue	-	14,144	-	-	14,144
Capital Projects	-	-	-	48,094	48,094
Unassigned:					
Other	47,564	-	-	-	47,564
	<u>\$ 49,091</u>	<u>\$ 56,602</u>	<u>\$ 1,791</u>	<u>\$ 90,200</u>	<u>\$ 197,684</u>

N. Management Estimates

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

O. Net Position

The County's Net Position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in reporting which utilizes the economic measurements focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance. All other net position is reported as unrestricted.

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

P. Deferred Outflows/Inflows of resources

In addition to assets, the County presents the deferred outflows of resources as a representation of the portion of the net position or fund balance. The County reported deferred outflows of resources for a deferred loss on debt refunding. The deferred loss on refunding represents the difference between the cost of defeasing debt, as paid by new debt, and the carrying value of refunded debt and is deferred and amortized over the shorter life of the refunded or refunding debt. The County also reports deferred outflows of resources related to the pension plan as more fully explained in Note 9.

In addition to liabilities, the County presents the deferred inflows of resources as a representation of the portion of the net position or fund balance. The County has only one (1) type of deferred inflow of resource, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category for the County's governmental funds. These unavailable revenues are from taxes and other revenues as these amounts are deferred and will be recognized as inflows of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to the pension plan as more fully explained in Note 9.

Note 2**Joint Ventures**

DeKalb County is party to a contract with Fulton County, Georgia and the Fulton-DeKalb Hospital Authority (the "Hospital Authority") for the operation of Grady Memorial Hospital (the "Hospital"). The Hospital provides health services to indigent citizens of both counties. Three (3) members of the Hospital Authority's Board of Trustees are appointed by the DeKalb County Board of Commissioners with another seven (7) members appointed by the Fulton County Board of Commissioners. The entire operations of the Hospital Authority are disclosed as a component unit in the Fulton County, Georgia Comprehensive Annual Financial Report. DeKalb County has a financial interest in the Hospital Authority because operating deficits of the Hospital, up to an annually predetermined amount relating to indigent care, must be funded by Fulton County or DeKalb County under the terms of the contract. The funding formula is based on the ratio of patient levels between the two (2) counties. For the year 2017, DeKalb County funded \$12,934,952 of the Hospital's operating deficit. DeKalb County has limited control over the operating budget of the Hospital, but must approve any debt issuance of the Hospital Authority. The Hospital Authority's debt is secured by a pledge of the operating revenues of the Hospital. Payments to the Hospital Authority are made from the County's other governmental funds. For the year 2017, DeKalb County paid an additional \$7,249,025 towards the Hospital Authority's debt service which is shown as an expenditure on the County's financial statements. Separate financial statements of the Hospital Authority may be obtained from: Fulton-DeKalb Hospital Authority; 80 Butler St. SE; Atlanta, Georgia 30314.

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The most recent condensed financial information for the Hospital Authority as of and for year ended December 31, 2017 is as follows (in thousands of dollars):

Total Assets	\$ 951,272	Total Operating Revenues	\$ 1,079,844
Total Deferred Outflows of Resources	16,794	Total Operating Expenses	1,099,947
Total Liabilities	462,013	Non-operating Revenue (Expenses)	11,997
Total Net Position	506,053	Fulton County and DeKalb County Contributions	55,421
Current Debt	22,960	Capital Contributions and Other Adjustments	14
Long-Term Debt, including current portion	176,184	Increase in Net Position	70,842

The Atlanta Regional Commission (ARC) is the regional planning and intergovernmental coordination agency for the 10-County Atlanta metropolitan area. Under Georgia law, the County, in conjunction with other cities and counties in metropolitan Atlanta, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto. During 2017, the County paid \$779,792 in such dues. Membership in the ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the ARC. The ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any obligations of the ARC. Separate ARC financial statements may be obtained from: Atlanta Regional Commission; 40 Courtland St NE; Atlanta, Georgia 30303.

There were, otherwise, no known related-party transactions involving either joint venture during 2017.

Note 3

Budget Basis of Accounting

Revenues and appropriations for the General Fund are budgeted on a basis that is not consistent with GAAP, although all other budgeted funds are budgeted on a GAAP basis. The actual results of operations for the Governmental Funds are presented in this report.

The County has identified one difference between the budget basis and GAAP within the General Fund:

1. Indirect Cost Allocation (Indirect cost allocation is recorded as charges for services, under the budgetary basis, as opposed to reduction in expenditures within the General Fund.)

Note 4

Cash, Cash Equivalents, and Investments

Following are the components of the County's cash and cash equivalents, and investments (including the General Employees' Pension Fund, Agency Funds, and the Component Units) at December 31, 2017 (in thousands of dollars).

	Unrestricted	Restricted	Pension Restricted	Agencies Unrestricted	Total	Component Units
Cash and Cash Equivalents	\$ 679,857	\$ 174,809	\$ 71,507	\$ 42,183	\$ 968,356	\$ 10,379
Investments	-	-	1,356,090	-	1,356,090	661
	<u>\$ 679,857</u>	<u>\$ 174,809</u>	<u>\$ 1,427,597</u>	<u>\$ 42,183</u>	<u>\$ 2,324,446</u>	<u>\$ 11,040</u>

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

Concentration of Credit Risk – Primary Government

The County diversifies its use of investment instruments to avoid incurring unreasonable risks inherent in over-investing in specific instruments, individual financial institutions, or maturities. The County's primary government investment policy limits County investments to the following maximum percentages: U.S. Treasury Obligations 100%, Obligations of the U.S. Government Agencies 100%, Repurchase Agreements 25%, Certificates of Deposit (Commercial Banks) 75%, Certificates of Deposit (S&L Associations) 10%, Local Government Investment Pool (State-Sponsored) 100% and Commercial Bank Money Market Accounts 25%. Maximums may be exceeded temporarily with the prior approval of the County's Chief Financial Officer.

Custodial Credit Risks – 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 statutes 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.

To control custodial credit risk, the County's investment policy requires all securities and collateral to be held by an independent third-party custodian in the County's name. The custodian provides the County with monthly values.

Interest Rate Risk – Investments

As of December 31, 2017, the County reported \$389,960,319 of State of Georgia GA Fund 1 investments as restricted and unrestricted cash and cash equivalents. The weighted average maturity for GA fund 1 investments was 9 days and the credit rating quality was AAAf as of December 31, 2017.

Interest Rate Risk – Investments (Continued)

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the portfolio using the duration method. This method is used in the management of fixed income portfolios to quantify the portfolios' sensitivity to interest rate changes.

The County's investment policy also requires that maturities shall be timed such that a minimum of 80% be invested for a period of less than one year and 100% be invested for a period less than two years. The County's pension fund's investment policy, as set by the Pension Board, sets targets of 60% invested in domestic equity, 10% in international equity, and 30% in domestic fixed income.

Foreign Currency Risk

At December 31, 2017, \$119,770,748 or 8.4% of Pension Trust assets had exposure of foreign currency risk through investments in foreign companies. These investments had the form of US dollars invested in mutual funds with only international equity holdings.

Credit Risk-Investments

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

The County's Pension Trust Fund (the "Plan") investment policy requires that the fixed income portfolio be of high quality and chosen with respect to maturity ranges, coupon levels, refunding characteristics, and marketability. Fixed income managers are engaged to reduce volatility of the Plan's assets, provide a deflation hedge, and produce a highly predictable and dependable source of income. The quality rating of the overall portfolio must be A or better at all times. As of December 31, 2017, the weighted average quality rating of the fixed income portfolio (i.e., the U.S. Government Securities, Municipal Bonds and Corporate Bonds) was AAA as rated by Standards & Poor's Rating Service.

Pension investment rate of return

For the year ended December 31, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 18.77%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Fair Value Measurements

The County and the Pension Trust Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The Pension Trust Fund has the following recurring fair value measurements as of December 31, 2017 (dollars in thousands):

Fiduciary Fund (Pension Trust Fund)	Rating	Level 1	Level 2	Level 3	Fair Value	Weighted Average Maturity (Years)
Investments by Fair Value Level						
Short Term Investment Funds	n/a	\$ -	\$ 71,313	\$ -	\$ 71,313	33.02
Government Issued Securities	AA-	-	182	-	182	8.06
Government Issued Securities	1	-	54,910	-	54,910	10.86
Federal National Mortgage Association	1	-	42,176	-	42,176	25.29
Government National Mortgage Association I	1	-	1,667	-	1,667	16.71
Government National Mortgage Association II	1	-	2,361	-	2,361	24.71
Federal Home Loan Mortgage Corporation	1	-	12,625	-	12,625	26.19
Real Estate Investment Trust	n/r	1,397	-	-	1,397	n/a
Real Estate Investment Trust	1	11,837	-	-	11,837	n/a
Various Municipal Bonds	AAA	-	1,521	-	1,521	23.64
Various Municipal Bonds	AA	-	1,580	-	1,580	14.45
Various Municipal Bonds	AA-	-	3,159	-	3,159	24.91
Various Municipal Bonds	A+	-	1,887	-	1,887	28.32
Various Municipal Bonds	A	-	1,019	-	1,019	22.52
Various Municipal Bonds	A-	-	1,311	-	1,311	25.52
Various Municipal Bonds	BBB+	-	1,764	-	1,764	28.77
Various Municipal Bonds	1	-	1,841	-	1,841	6.42
Various Municipal Bonds	n/r	-	1,565	-	1,565	12.1
Various Collateralized Mortgage Obligations	AAA	-	1,958	-	1,958	9.24
Various Collateralized Mortgage Obligations	1	-	7,098	-	7,098	7.17
Various Convertible Bonds	AAA	-	570	-	570	2.58
Various Convertible Bonds	A+	-	376	-	376	5.71
Various Convertible Bonds	A	-	9,616	-	9,616	19.54
Various Convertible Bonds	BBB+	-	10,881	-	10,881	1.22
Various Convertible Bonds	BBB	-	14,691	-	14,691	2.18
Various Convertible Bonds	BBB-	-	8,169	-	8,169	3.63
Various Corporate Bonds	AAA	-	414	-	414	29.12
Various Corporate Bonds	AA+	-	134	-	134	3.62
Various Corporate Bonds	AA	-	1,724	-	1,724	5.76
Various Corporate Bonds	AA-	-	5,510	-	5,510	10.91
Various Corporate Bonds	A+	-	9,938	-	9,938	6.36
Various Corporate Bonds	A	-	12,644	-	12,644	6.2
Various Corporate Bonds	A-	-	24,339	-	24,339	6.44
Various Corporate Bonds	BBB+	-	18,779	-	18,779	9.52
Various Corporate Bonds	BBB	-	17,288	-	17,288	7
Various Corporate Bonds	BBB-	-	4,314	-	4,314	7.03
Asset-Back Notes	n/a	-	4,670	-	4,670	16.79
Equities - Common Stock	n/a	806,215	-	-	806,215	n/a
Equities - Depository Receipts	n/a	50,804	-	-	50,804	n/a
Equities - Partnership Units	n/a	3,621	-	-	3,621	n/a
Equities - Mutual Funds	n/a	138,167	41,218	-	179,385	n/a
Equities - Preferred Stock	n/a	21,035	3,686	-	24,721	n/a
Subtotal debt securities and equities		\$ 1,033,076	\$ 398,898	\$ -	\$ 1,431,974	
Less securities included in cash equivalents					(71,313)	
Exclude unsettled investment purchases/(sales)					(4,571)	
Total debt securities and equities					\$ 1,356,090	

1 in the table above denotes rating not available

n/a – not applicable

n/r – not rated

The Government STIF and other cash investments, real estate investment trust, equities – common stock, equities – partnership units – mutual funds, equities– depository receipts classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those investments. The Government STIF and other investments; government issued securities; bonds issued or supported by the federal national mortgage association, federal home loan bank, federal home loan mortgage corporation; various municipal bonds; various corporate bonds; asset-backed notes; and equities – preferred stock classified as Level 2 on the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices. The Georgia Fund 1, which the County invests in as discussed previously, is an investment pool which does not meet the criteria of *GASB Statement No. 79* and is thus valued at fair value in accordance with *GASB Statement No. 31*. As a result, the County does not disclose the investment in Georgia Fund 1 within the fair value hierarchy.

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Note 5

Capital Assets

	COST					ACCUMULATED DEPRECIATION					BOOK VALUE
	12/31/2016	Additions	Deletions	Transfers	12/31/2017	12/31/2016	Additions	Deletions	Transfers	12/31/2017	12/31/2017
Governmental Activities											
Not Depreciated											
Land	\$ 239,519	\$ -	\$ -	\$ 18,155	\$ 257,674	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 257,674
Construction in Progress	205,725	33,179	(24,767)	(116,640)	97,497	-	-	-	-	-	97,497
Depreciated											
Land Improvements	59,075	-	-	43,092	102,167	22,711	3,509	-	-	26,220	75,947
Buildings	472,438	-	-	21,470	493,908	169,264	10,876	-	-	180,140	313,768
Infrastructure	505,373	451	(2,701)	33,217	536,340	188,276	13,716	(1,456)	-	200,536	335,804
Vehicle & Portable Equipment	140,644	8,805	(9,261)	-	140,188	97,849	15,486	(8,890)	-	104,445	35,743
Other Equipment	27,485	8,352	(4,749)	706	31,794	12,249	5,928	(4,749)	-	13,428	18,366
Totals	\$ 1,650,259	\$ 50,787	\$ (41,478)	\$ -	\$ 1,659,568	\$ 490,349	\$ 49,515	\$ (15,095)	\$ -	\$ 524,769	\$ 1,134,799
Business-Type Activities											
Not Depreciated											
Land	\$ 63,773	\$ -	\$ (2)	\$ 115	\$ 63,886	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 63,886
Construction in Progress	332,733	188,150	(3,636)	(197,487)	319,760	-	-	-	-	-	319,760
Depreciated											
Infrastructure	465,950	568	(555)	3,334	469,297	150,030	9,283	-	-	159,314	309,983
Buildings	105,122	-	-	3,208	108,330	23,501	3,824	-	-	27,325	81,005
Plants	406,258	-	-	20,072	426,330	131,388	7,979	-	-	139,367	286,963
Lines	915,139	2,667	-	139,532	1,057,338	341,618	19,334	-	-	360,953	696,385
Water Meters	56,185	-	-	5,525	61,710	45,143	2,605	-	-	47,748	13,962
Vehicle & Portable Equipment	54,692	3,424	(3,602)	-	54,514	38,053	6,022	(3,457)	-	40,617	13,897
Intangible Water Capacity Rights	31,428	-	-	20,310	51,738	492	1,381	-	-	1,873	49,865
Other Equipment	39,845	323	-	5,391	45,559	22,757	6,838	-	-	29,595	15,964
Leaseholds	187,132	-	-	-	187,132	63,085	3,801	-	-	66,886	120,246
Totals	\$ 2,658,257	\$ 195,132	\$ (7,795)	\$ -	\$ 2,845,594	\$ 816,067	\$ 61,067	\$ (3,457)	\$ -	\$ 873,678	\$ 1,971,916

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Depreciation was charged to functions/programs of the primary government during 2017 as follows (in thousands of dollars):

<u>Governmental Activities</u>		<u>Business-type Activities</u>	
General government	\$ 3,422	Watershed system	\$ 38,973
Public safety	16,729	Sanitation	9,399
Civil and criminal court system	5,928	DeKalb Peachtree Airport	1,319
Planning & development	509	Stormwater	5,301
Public works	15,781	Vehicle maintenance	53
Library	137	Vehicle replacement	6,022
Parks and recreation	2,030		<u>\$ 61,067</u>
Health and welfare	3,979		
Miscellaneous	987		
Community development	13		
	<u>\$ 49,515</u>		

For the year ended December 31, 2017, the County had active construction projects related to various construction projects throughout the County. At year-end, the County's commitments with contractors totaled \$252,634,455.

The County recorded intangible assets at gross (total cost and accumulated depreciation) in accordance with GASB 51, *Accounting and Financial Reporting for Intangible Assets*.

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Note 6**Long-Term Obligations**

Changes in long-term obligations for the year ended December 31, 2017 are as follows (in thousands of dollars):

	Balance 12/31/2016	Additions	Payments/ Retirements	Balance 12/31/2017	Current Portion	Long-term Portion
<u>Governmental activities</u>						
Claims and judgments payable	\$ 18,039	\$ 74,969	\$ 75,383	\$ 17,625	\$ 8,314	\$ 9,311
Net pension liability	618,472	343,942	250,448	711,966	-	711,966
Net OPEB obligation	623,512	31,642	14,875	640,279	-	640,279
Compensated absences payable	26,215	27,595	23,798	30,012	15,931	14,081
Capital leases	14,115	5,697	4,820	14,992	4,684	10,308
Notes payable	2,014	-	482	1,532	496	1,036
General obligation bonds payable	186,280	-	9,935	176,345	14,100	162,245
Revenue bonds payable	71,020	-	3,515	67,505	4,630	62,875
Certificates of participation payable	25,000	-	2,785	22,215	2,890	19,325
Unamortized premium on bonds payable	28,714	-	3,971	24,743	-	24,743
Totals	<u>\$ 1,613,381</u>	<u>\$ 483,845</u>	<u>\$ 390,012</u>	<u>\$ 1,707,214</u>	<u>\$ 51,045</u>	<u>\$ 1,656,169</u>
<u>Business-type activities</u>						
Claims and judgments payable	\$ 120	\$ -	\$ 120	\$ -	\$ -	\$ -
Net pension liability	136,860	77,088	54,374	159,574	-	159,574
Landfill closure and postclosure costs	18,742	66	-	18,808	-	18,808
Pollution remediation obligation	874	-	64	810	-	810
Net OPEB obligation	204,331	10,719	5,038	210,012	-	210,012
Compensated absences payable	5,317	6,899	6,326	5,890	4,961	929
Capital leases (vehicles)	5,227	-	1,307	3,920	1,307	2,613
Revenue bonds payable	810,715	-	24,830	785,885	25,945	759,940
Unamortized premium on bonds payable	48,345	-	3,886	44,459	-	44,459
GEFA loan	5,114	-	1,188	3,926	1,198	2,728
Totals	<u>\$ 1,235,645</u>	<u>\$ 94,772</u>	<u>\$ 97,133</u>	<u>\$ 1,233,284</u>	<u>\$ 33,411</u>	<u>\$ 1,199,873</u>

Governmental activities:

Claims and judgements payable, compensated absences, and capital leases (if any) have typically been liquidated in the general fund and in the internal service (risk management) fund. Net other postemployment benefit obligation and net pension liability for governmental activities have typically been liquidated in the general fund.

The following is a summary of the County's outstanding general obligation bond issues at December 31, 2017 (in thousands of dollars):

<u>Year Issued</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Interest Dates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>	<u>Retired</u>	<u>Outstanding</u>
2013	Refunding issue	3.00-5.00	1-1 & 7-1	12/19/13	01/01/20	\$ 52,445	\$ 19,455	\$ 32,990
2016	Refunding issue	3.00-5.00	6-1 & 12-1	04/21/16	12/01/30	143,355	-	143,355
Totals:						<u>\$ 195,800</u>	<u>\$ 19,455</u>	<u>\$ 176,345</u>

On April 21, 2016, DeKalb County issued \$143,355,000 at a premium of \$24,926,454, 3.0% to 5.0% general obligation bonds (Series 2016) with varying semi-annual principal and interest payments due (June 1 and December 1) through December 2030. These general obligation bonds were issued for the purpose of refunding \$164,145,000 of the Series 2006 Parks, Libraries, and Transportation General Obligation Bonds. The net present value cash-flow savings resulting from this transaction was determined during fiscal year 2016 to be \$25,077,211. 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 2016 to be \$25,808,399. The outstanding balance of the Series 2016 general obligation bonds as of December 31, 2017 is \$143,355,000.

The following is a summary of the County's outstanding general obligation bonds debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

<u>Year Payable</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 14,100	\$ 7,908	\$ 22,008
2019	19,845	7,314	27,159
2020	20,970	6,305	27,275
2021	9,800	5,548	15,348
2022	10,285	5,057	15,342
2023-2027	58,905	17,079	75,984
2028-2030	42,440	3,320	45,760
Totals	<u>\$ 176,345</u>	<u>\$ 52,531</u>	<u>\$ 228,876</u>

The County is subject to the laws of the State of Georgia, which limits the amount of net bonded debt (exclusive of revenue bonds) the County may have outstanding to 10% of the assessed valuation of taxable property within the County. At year-end, general obligation bonds outstanding (\$176,345,000), net of amounts available in the Debt Service Funds (\$1,545,000), totaled \$174,800,000. The statutory limit at the date was \$2,828,778,000, providing a debt margin of \$2,653,978,000.

The following is a summary of the County's Certificates of Participation at December 31, 2017 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2016	Public purposes project	1.69	6-1 & 12-1	09/08/16	12/01/26	\$ 12,490	\$ 1,115	\$ 11,375
2013	Refunding issue	2.25-4.75	6-1 & 12-1	12/19/13	12/01/23	15,730	4,890	10,840
Totals:						<u>\$ 28,220</u>	<u>\$ 6,005</u>	<u>\$ 22,215</u>

On September 8, 2016, DeKalb County issued \$12,490,000, 1.69% Certificate of Participation notes (series 2016) with varying semi-annual principal and interest payments due (June 1 and December 1) through December 2026. The outstanding balance of the certificates of the participation note as of December 31, 2017 is \$11,375,000.

The following is a summary of Certificates of Participation debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2018	\$ 2,890	\$ 436	\$ 3,326
2019	2,945	378	3,323
2020	3,005	318	3,323
2021	3,065	258	3,323
2022	3,130	195	3,325
2023-2026	7,180	268	7,448
Totals	<u>\$ 22,215</u>	<u>\$ 1,853</u>	<u>\$ 24,068</u>

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The following is a summary of the County's outstanding governmental activities revenue bond issues at December 31, 2017 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2010	Urban Redevelopment Agency	6.010	4-1 & 10-1	12/07/10	10/01/30	\$ 6,775	\$ 1,050	\$ 5,725
2013	Refunding issue	2.25	6-1 & 12-1	12/19/13	12/01/23	8,680	2,700	5,980
2015	Refunding issue - Juvenile Justice Center	1.86	6-1 & 12-1	10/21/15	12/01/25	23,745	4,340	19,405
2015	Refunding issue - Public Safety and Judicial Facility	3.0-5.0	6-1 & 12-1	10/30/15	12/01/34	36,395	-	36,395
Totals:						<u>\$ 75,595</u>	<u>\$ 8,090</u>	<u>\$ 67,505</u>

On October 21, 2015, DeKalb County issued \$23,745,000, 1.86% revenue bonds (series 2015) with varying semi-annual principal and interest payments due (June 1 and December 1) through December 2025. These revenue bonds were issued for the purpose of refunding \$23,015,000 of the Series 2005 Juvenile Justice Center Revenue Bonds. The net present value cash-flow savings resulting from this transaction was determined during fiscal year 2015 to be \$2,239,921. 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 2015 to be \$2,244,411. The deferred accounting gain or loss was immaterial and not amortized. The outstanding balance of the revenue bonds as of December 31, 2017 is \$19,405,000.

On November 30, 2015, DeKalb County issued \$36,395,000, 3.0% to 5.0% revenue bonds (series 2015) with varying semi-annual principal and interest payments due (June 1 and December 1) through December 2034. These revenue bonds were issued for the purpose of refunding \$37,925,000 of the Series 2004 Public Safety and Judicial Facilities Revenue Bonds. The net present value cash-flow savings resulting from this transaction was determined during fiscal year 2015 to be \$5,485,835. 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 2015 to be \$5,650,122. The deferred accounting gain or loss was immaterial and not amortized. The outstanding balance of the revenue bonds as of December 31, 2017 is \$36,395,000.

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The following is a summary of the County's governmental activities revenue bonds debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

<u>Year Payable</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 4,630	\$ 2,443	\$ 7,073
2019	5,180	2,325	7,505
2020	5,310	2,177	7,487
2021	5,465	2,008	7,473
2022	5,635	2,584	8,219
2023-2027	21,035	5,958	26,993
2028-2032	14,380	2,599	16,979
2033-2034	5,870	310	6,180
Totals	<u>\$ 67,505</u>	<u>\$ 20,404</u>	<u>\$ 87,909</u>

For financial accounting and reporting purposes, all governmental activities bonds defeased, with a balance of \$246,065,000 at December 31, 2017, are considered retired and, along with the related funds held in trust, are not included in the accompanying financial statements.

Notes Payable

On May 1, 2016, the County's Clerk of Superior Court entered into a software lease purchase agreement with an original principal component of \$2,500,000 for the purposes of purchasing imaging equipment. With this agreement, an escrow account was established in which the cost of acquisition will be paid with amounts transferred from the escrow fund. As of December 31, 2017, the County had \$60,814 of unspent proceeds in the escrow fund account pertaining to this note. Interest and principal payments are made on June 1 and December 1. The note payable matures on December 1, 2020. The outstanding balance of this note payable as of December 31, 2017 is \$1,532 (in thousands).

The following is a summary of the County's governmental activities notes payable debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

<u>Year Payable</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 496	\$ 41	\$ 537
2019	511	27	538
2020	525	12	537
Totals	<u>\$ 1,532</u>	<u>\$ 80</u>	<u>\$ 1,612</u>

Capital Leases

During fiscal year 2014, the County entered into an equipment lease/purchase agreement as lessee for the financing of vehicles. The lease agreement qualifies as a capital lease for accounting purposes (titles transfer at the end of the lease term) and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The lessor deposited \$28,000,000 with a bank serving as escrow agent (in the County's name) and pursuant to the terms of the escrow agreement, the County will pay each vendor or manufacturer of the equipment its invoice cost and the County is reimbursed from funds held in the escrow account. As of December 31, 2017, the County has purchased \$28,000,000 of vehicles under this agreement and these are capital assets within the Vehicle Replacement Fund. The lease has an original amount of \$28,000,000, matures September 15, 2020 and total interest to be paid of \$1,568,980 and requires payments of interest in various amounts in March and September and principal in September. The County spent 72% of the proceeds on governmental activities and 28% on business-type activities. Accordingly, in the government-wide financial statements, \$13,440,000 or 72% of the remaining lease balance is recorded in governmental activities while \$5,226,666 or 28% is recorded in business-type activities. Annual depreciation of these assets are included in depreciation expense.

On August 4, 2017, the County's Sherriff entered into a software lease purchase agreement as lessee in the amount of \$2,804 (in thousands) for the financing of software systems. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The lease matures on August 15, 2022 and bears an interest rate of 3.147%. Debt service payments of \$305,538 are made semi-annually on February 15 and August 15 beginning on February 15, 2018. As of December 31, 2017, the outstanding balance on the lease is \$2,804 (in thousands) and the cost and accumulated depreciation on the software system acquired under the capital lease is \$1,938 (in thousands) and \$194 (in thousands), respectively. Annual depreciation of this asset is included in depreciation expense.

On October 20, 2015, the County entered into a Hanson Mitigation Software lease purchase agreement as lessee in the amount of \$3,234 (in thousands) for the financing of software systems. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The lease matures on September 1, 2020 and total interest to be paid of \$174 (in thousands) and requires payments of interest and principal of various amounts in March, June, September, and December. As of December 31, 2017, the outstanding balance on the lease is \$1,731 (in thousands) and the cost and accumulated depreciation on the software system acquired under the capital lease is \$3,234 (in thousands) and \$1,617 (in thousands), respectively. Annual depreciation of this asset is included in depreciation expense.

On October 30, 2015, the County entered into a Private Cloud and Software lease purchase agreement as lessee in the amount of \$942 (in thousands) for the financing of software systems. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The lease matures on July 15, 2019 and requires payments of \$188,481 on November 15, 2015 and thereafter on July 15. As of December 31, 2017, the outstanding balance on the lease is \$377 (in thousands) and the cost and accumulated depreciation on the software system acquired under the capital lease is \$942 (in thousands) and \$471 (in thousands), respectively. Annual depreciation of this asset is included in depreciation expense.

The debt service requirements to maturity on the County's capital leases (in thousands) are as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Internal Service Fund</u>
2018	\$ 1,324	\$ -	\$ 4,667
2019	1,365	-	4,667
2020	1,048	-	4,666
2021	578	-	-
2022	597	-	-
	<u>4,912</u>	<u>-</u>	<u>14,000</u>
Internal service fund capital lease allocation to governmental activities	10,080		(10,080)
Internal service fund capital lease allocation to business type activities		3,920	(3,920)
Totals	<u>\$ 14,992</u>	<u>\$ 3,920</u>	<u>\$ -</u>

Short - Term Debt Activity

On July 14, 2017, the County issued \$70,000,000 general obligation tax anticipation note (Series 2017). The purpose of the short term borrowing was to provide resources for operations. The tax anticipation note was repaid by the County by December 31, 2017. There was no tax anticipation note outstanding at December 31, 2017.

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Business-type Activities

The following is a summary of the County's outstanding business-type activities revenue bond issues as of December 31, 2017 (in thousands of dollars):

Series	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2006B	4.0-5.0	4-1 10-1	05/24/06	10/01/35	\$ 271,895	\$ 34,080	\$ 237,815
2010	5.44	4-1 10-1	12/07/10	10/01/25	28,400	11,670	16,730
2011	2.0 - 5.25	4-1 10-1	12/14/11	10/01/41	381,500	28,410	353,090
2013	2.0-5.0	4-1 10-1	12/19/13	10/01/35	134,375	24,165	110,210
2015	2.0-5.0	4-1 10-1	12/03/15	10/01/35	70,490	2,450	68,040
Totals				Totals:	<u>\$ 886,660</u>	<u>\$ 100,775</u>	<u>\$ 785,885</u>

The following is the purpose of each series of the County's outstanding business-type activities revenue bond issues as of December 31, 2017:

Series	Purpose
2006A	New raw water pump station, sewer plant improvement design, lift station improvements
2006B	Refunding issue
2010	Water & Sewer Recovery Zone Economic Development Program
2011	Infrastructure Improvements
2013	Refunding issue
2015	Refunding issue

On December 3, 2015, DeKalb County issued \$70,490,000, 2.0% to 5.0% Water and Sewerage revenue bonds (series 2015) with varying semi-annual principal and interest payments due (April 1 and October 1) through October 2035. These water and sewerage revenue bonds were issued for the purpose of refunding \$75,020,000 of the Series 2006A Water and Sewerage Revenue Bonds. The net present value cash-flow savings resulting from this transaction was determined during fiscal year 2015 to be \$9,244,283. 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 2015 to be \$12,364,249. The outstanding balance of the revenue bonds as of December 31, 2017 is \$68,040,000.

For financial accounting and reporting purposes, all water and sewerage revenue bonds defeased (\$194,440,000 at December 31, 2017) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements.

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverage.

The following is a summary of the County's outstanding business-type activities revenue bonds debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2018	\$ 25,945	\$ 40,009	\$ 65,954
2019	27,185	38,726	65,911
2020	28,475	37,382	65,857
2021	29,750	36,050	65,800
2022	31,100	34,645	65,745
2023-2027	179,495	147,492	326,987
2028-2032	194,845	98,998	293,843
2033-2037	176,950	47,629	224,579
2038-2041	92,140	12,403	104,543
Totals	<u>\$ 785,885</u>	<u>\$ 493,334</u>	<u>\$ 1,279,219</u>

Note Payable

On July 10, 2015, the GEFA Board awarded DeKalb County a \$6,000,000 loan. The proceeds of the loan will be used to purchase rolling trashcans for residential household collection for DeKalb County residents. The outstanding balance of these notes payable at December 31, 2017 is \$3,926,000. The following is a summary of the County's outstanding business-type activities notes payable debt service requirements to maturity as of December 31, 2017 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2018	\$ 1,198	\$ 35	\$ 1,233
2019	1,207	26	1,233
2020	1,216	17	1,233
2021	305	8	313
Totals	<u>\$ 3,926</u>	<u>\$ 86</u>	<u>\$ 4,012</u>

Note 7**Leases****Operating Leases**

The County leases building and office facilities and equipment under leases and rental agreements which are cancelable annually. In 2017, the County paid \$3,290,019 to lease office space and equipment, emergency construction, and event equipment on an as needed basis. Amounts payable on operating leases are as follows:

<u>Year Payable</u>	<u>(In Thousands) Amount</u>
2018	\$ 5,038
2019	4,568
2020	4,515
2021	4,471
2022	3,312
2023-2025	3,563
Totals	<u>\$ 25,467</u>

Note 8**Pollution Remediation Obligations**

Pursuant to the provisions of GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, the County is reporting a \$810,423 liability in its Sanitation Enterprise Fund for its estimated liability due to its standing as a potentially responsible party (PRP) in the Crymes Landfill site. The Crymes Landfill is a privately owned off-site landfill which the Georgia Environmental Protection Division determined required remediation in 1998 pursuant to the Georgia Hazardous Site Response Act (HSRA) HIS Listed 102292. DeKalb County is one of three remaining participants in the Crymes Landfill HSRA action and is responsible for 33.3% of the remediation costs. For several years, the County sent household waste to the Crymes Landfill, extending the life of its own facility. The County has funded and accrued its current share based on prior engineering efforts in the Sanitation Enterprise Capital Fund. Post remediation costs are unlikely.

Note 9**Employee Benefits****A. Defined Benefit Pension Plan Description**

The County provides pension benefits for substantially all of its full-time and permanent part-time employees through a single employer defined benefit plan (the "Plan"). The Plan is administered by the DeKalb County Pension Board (the "Board"), composed of seven (7) voting members (the Chief Executive Officer of DeKalb County, two (2) members elected by County employees, two (2) members selected by the DeKalb County Board of Commissioners, one (1) member elected by County retirees, and one (1) member appointed by the other voting members of the Board) and two (2) non-voting members (the County Chief Financial Officer and the County Merit System Director). Separate, stand-alone financial statements of the Plan are prepared and can be obtained from the DeKalb County Department of Finance at 1300 Commerce Drive, Decatur, Georgia 30030.

Employees participating prior to September 1, 2005:

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

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

Employees beginning participation on or after September 1, 2005:

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

Termination benefits are as follows: Within the first three years of service, the participant's contributions will be returned without interest. After three but less than seven years of service, the participant's contributions plus interest shall be returned. After seven years of service, the participant may either withdraw contributions plus interest or leave contributions in the Plan and receive a monthly benefit to commence at their normal retirement date equal to the accrued benefit as of the date of termination. Such terminating employees may elect to receive benefits any time after the attainment of 55 years of age. Retirement benefits are payable monthly for life (ten years guaranteed) with survivor options available subject to reduced monthly benefits. The Plan also provides disability benefits. These benefit provisions and all other requirements are established by State statute and by the DeKalb Pension Act. Any changes to the Plan benefits must be approved by the DeKalb County Board of Commissioners.

Actuarially Determined Pension Plan Contribution Requirements and Contributions Made:

The Plan's funding policy provides for the County to contribute the actuarially determined contributions to the Pension Plan each year. The policy was approved and can only be changed, by the Board of Commissioners. The actuary determines the contribution rate in an annual actuarial valuation as of December 31, 2016, and the County contributes on that basis during the fiscal year beginning 21 months after the valuation date. Employees contribute at different levels based on their date of hire: members who began participation prior to September 1, 2005 contribute 10.48% of pay, members whose participation began between September 1, 2005 and December 31, 2015 contribute 8.57% of pay, and members first participating on or after January 1, 2016 contribute 6.42% of pay.

The April 1, 2016 valuation is used to determine the recommended contribution for the fiscal year beginning January 1, 2018. The recommended contribution is the minimum amount required to satisfy the minimum funding standards under Georgia law by virtue of Code section 47-20-10. The minimum required contribution under Georgia law is based on the Plan's normal cost plus the sum of individual bases established for experience gains and losses, plan amendments, assumption changes and method changes.

As of December 31, 2017, employer contributions of 15.0%, or \$42,439,877 were required and actual contributions of \$50,612,509 represent 119.26% of the employer actuarially required contribution.

As of year-end, no investment in any one organization represented 5% or more of Plan assets. Administrative costs of the Plan are financed through investment earnings.

At April 1, 2017, pension plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	4,687
Inactive employees entitled to but not yet receiving benefits	517
Active employees	<u>5,636</u>
Total	<u><u>10,840</u></u>

B. Plan Accounting Policies

Basis of Accounting – the Plan utilizes the accrual basis of accounting.

Investments – All pension plan investments are reported at fair value as discussed in Note 4. No investments represented more than 5% of plan assets at December 31, 2017. Investment income is recognized by the plan when earned.

Contributions – Contributions are recognized when paid or legally due to the pension plan.

Benefit Payments – Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

C. Net Pension Liability of the County

The components of the net pension liability of the County at December 31, 2016 were as follows:

Total pension liability	\$2,299,613,080
Plan fiduciary net position	<u>(1,428,073,021)</u>
County's net pension liability	<u>\$871,540,059</u>

Plan fiduciary net position as a percentage of the total pension liability	62.10%
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The required schedule of changes in the County's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of the Plan assets is increasing or decreasing over time relative to the total pension liability.

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of April 1, 2017, using the following actuarial assumptions, applied to all periods included in the measurement, with the results rolled forward to the County's measurement date of December 31, 2017.

Inflation	2.75%
Salary increases	Inflation plus merit increases that vary by service, ranging from 0.00% to 6.25%
Investment rate of return	6.50%, including inflation, net of investment expenses
Cost-of-living adjustments	None

Healthy mortality rates were based on the RP-2000 Combined Healthy Blue Collar Mortality Table, set forward two years, projected generationally from 2013 with Scale AA for males and the RP-2000 Combined Healthy White Collar Mortality Table, set forward one year, projected generationally from 2013 with Scale AA for females. Disabled mortality rates were based on the sex-distinct RP-2000 Disabled Retiree Mortality Table, projected generationally from 2013 with Scale AA.

The actuarial assumptions used in the April 1, 2017 valuation were based on the results of the experience study for the period April 1, 2008 to March 31, 2013.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2017 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic equity	60%	6.71%
International equity	15%	7.71%
Fixed Income	<u>25%</u>	2.11%
Total	<u>100%</u>	

* Real rates of return are net of 2.75% assumed inflation.

Discount rate: The discount rate used to measure the total pension liability is 6.50%. This is a reduction from the discount rate utilized in the prior year of 7.50%. The projection of cash flows used to determine the discount rate assumed that Group 1 participants will contribute 10.48% of pay, Group 2 participants will contribute 8.57% of pay, and Group 3 participants will contribute 6.42% of pay. The County is expected to contribute the actuarially determined contribution. The actuarially determined contribution is equal to the employer normal cost plus a 30-year closed amortization of the unfunded actuarial accrued liability, beginning April 1, 2013 (27 years remaining). Amortization payments are expected to grow by 2.75% annually. Based on these assumptions, the Pension Plan's fiduciary net position is projected to be available to make all projected future benefit payments of current plan members and thus the long-term expected rate of return on Pension Plan investments was applied to all of the projected benefit payments in determining the total pension liability.

Changes in the Net Pension Liability of the County: The changes in the components of the net pension liability of the County for fiscal year end December 31, 2017 were as follows:

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	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at December 31, 2016	<u>\$ 2,022,918,372</u>	<u>\$ 1,267,586,153</u>	<u>\$ 755,332,219</u>
Changes for the year:			
Service Cost	35,405,164	-	35,405,164
Interest	146,434,261	-	146,434,261
Differences between expected and actual experience	23,177,231	-	23,177,231
Changes of assumptions	215,195,717	-	215,195,717
Contributions-employer	-	50,612,509	(50,612,509)
Contributions-employee	-	25,074,373	(25,074,373)
Net investment income	-	228,019,360	(228,019,360)
Benefit payments, including refunds of employee contributions	(143,517,665)	(143,517,665)	-
Administrative expense	-	(817,527)	817,527
Other	-	1,115,818	(1,115,818)
Net changes	<u>276,694,708</u>	<u>160,486,868</u>	<u>116,207,840</u>
Balances at December 31, 2017	<u><u>\$ 2,299,613,080</u></u>	<u><u>\$ 1,428,073,021</u></u>	<u><u>\$ 871,540,059</u></u>

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

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Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 6.50%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (5.50%) or one percentage-point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
County net pension liability	\$1,127,125,710	\$871,540,059	\$656,344,342

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 on December 31, 2017 and on the pattern of sharing of costs between the County and plan members to that point.

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

For the fiscal year ended December 31, 2017, the County recognized pension expense of \$105,731,752. At December 31, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 18,541,784	\$ 9,006,613
Changes of assumptions	172,156,572	-
Net difference between projected and actual earnings on pension plan investments	-	59,811,930
Total	<u>\$ 190,698,356</u>	<u>\$ 68,818,543</u>

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Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal year ending December 31:

2018	\$	41,800,483
2019		41,801,483
2020		17,699,831
2021		<u>20,578,016</u>
Total	\$	<u><u>121,879,813</u></u>

E. Other Postretirement Benefits

Group health benefits are available to all retirees, beneficiaries of, and dependents of retirees, with the County paying up to 70% of the total cost and the retiree paying the remaining amount. Life insurance in the amount of \$7,000 is provided to all retirees without cost to the retiree. These benefits are provided by the DeKalb County Board of Commissioners each year and are not statutory, contractual, or required by other authority.

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

As of April 1, 2017, the date of the most recent actuarial valuation, plan membership was composed of the following:

Retirees and spouses receiving benefits	5,909
Current active participants	<u>5,636</u>
Total members:	<u><u>11,545</u></u>

There were no vested inactive employees eligible but not yet receiving benefits.

The County's annual other postemployment benefit (OPEB) cost is calculated based on the Annual Required Contribution of the Employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. Under GASB 45, for financial reporting purposes, an actuarial valuation is required at least biennially for OPEB plans with a total membership (including employees in active service, terminated employees who have accumulated benefits but are not yet receiving them, and retired employees and beneficiaries currently receiving benefits) of 200 or more. The following schedule shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation.

The OPEB retirees' contribution average rates for retirees under the age of 65 under the Medical and Prescription Drugs Plan are \$279.48 for retiree only, \$724.04 for retiree and 1 dependent, and \$866.37 for retiree and family. The OPEB retirees' contribution average rates for retirees over the age of 65 under the Medical and Prescription Drugs Plan are \$93.66 for retiree only, \$187.56 for retiree and 1 dependent, and \$281.34 for retiree and family. The OPEB retirees' contribution average rates for retirees under the Dental Plan are \$8.78 for retiree only, \$17.56 for retiree and 1 dependent and \$24.58 for retiree and family.

Schedule of Funding Progress :

	Valuation Date
	April 1, 2017
Actuarial accrued liability:	
Retired employees	\$ 322,931,919
Active employees	268,937,468
Unfunded actuarial accrued liability (UAAL)	<u>\$ 591,869,387</u>
Annual covered payroll	\$ 272,830,909
UAAL as a percentage of covered payroll (not less than zero)	216.94%

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

	2017	2016	2015
Beginning net OPEB obligation	\$ 827,843	\$ 779,505	\$ 726,251
Annual required contribution (ARC)	55,566	79,791	85,507
Interest on net OPEB obligation	33,114	31,180	29,050
Annual required contribution (ARC) adjustment	(46,317)	(43,450)	(38,865)
Annual OPEB cost	42,363	67,521	75,692
Annual employer contributions made	(19,915)	(19,183)	(22,438)
Net OPEB obligation as of December 31	<u>\$ 850,291</u>	<u>\$ 827,843</u>	<u>\$ 779,505</u>
Percentage of annual employer contributions made to annual required contributions	35.8%	24.0%	26.2%
Percentage of annual employer contributions made to annual OPEB cost	47.0%	28.4%	29.6%
Net OPEB obligation attributable to:			
Governmental Activities	\$ 640,279	\$ 623,512	\$ 587,405
Business-type Activities	210,012	204,331	192,100
Total	<u>\$ 850,291</u>	<u>\$ 827,843</u>	<u>\$ 779,505</u>

The schedules of funding progress and employer contributions, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of Plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, including assumptions about future employment, mortality, and healthcare costs trends. Amounts determined regarding the liability and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Calculations are based on the substantive plan in effect on April 1, 2017 and on the pattern of sharing of costs between the County and Plan members to that point.

For the April 1, 2017, actuarial valuation, the projected unit credit method was used. This method allocates benefits of each individual by a consistent formula to valuation years. The amortization amount of the unfunded actuarial accrued liability (UAAL) has been computed as a level percentage of payroll using a 30-year amortization period. A closed amortization period has been used which reduces the period by one year annually such that the unfunded liability becomes fully amortized 30 years from the initial valuation. There are 20 years remaining in the amortization period.

The investment return assumption (or discount rate) is selected as the estimated long-term investment return on the investments that are expected to be used to finance the payment of benefits. For funded plans, the considerations in selecting this rate would be similar to selecting the funding interest rate for a pension plan. However, for unfunded plans such as DeKalb County's, the discount rate should be determined with reference to the employer's general assets. In this instance, governmental unrestricted general assets are invested in very short-term fixed instruments. The asset allocation leads to a low discount rate. For the purposes of the 2017 actuarial valuation, a discount rate of 4.00% has been used.

Other actuarial assumptions include medical cost trend rates for those under 65, 7.0% graded to 4.5% over 5 years and for those over 65, 7.5% graded to 4.5% over 6 years. The dental cost trend rate was 4%. Inflation is considered in prior disclosure rates at 2.75%. Employee salary increases are projected at zero other than inflation. Retiree medical contributions are assumed to increase at the same rate as incurred claims. A constant sharing between employer and employee is assumed. All future retirees and 60% of the spouses of married participants are assumed to elect coverage. While not obligated to continue to provide coverage, it is assumed for purposes of this valuation that DeKalb County will maintain a consistent level of cost sharing and benefit provisions.

Actual self-insured pre-Medicare claims experience data through December 2010 was trended to the midpoint of the projection period, adjusted for mandated health care reform changes, aged from the average age of the pre-Medicare retirees and dependents with self-insured medical coverage to age 65 and then blended with the prior year's per capita claims cost.

F. Deferred Compensation Plan

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

Note 10**Risk Management**

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

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

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

Buildings and contents are insured through an "all risk" property damage insurance policy and the County retains the first \$250,000 of each loss, with blanket limits. This retention level is funded by an annual appropriation of \$659,000 which, historically, has been adequate to cover all claims.

Workers' compensation claims are self funded up to a \$1,000,000 retention. Medical and indemnity expenses stemming from work related injuries are primarily paid as they are incurred. Reserves are set for each claim on an undiscounted basis and reduced to zero upon settlement. Healthcare claims are paid through a fully insured HMO and a self funded PPO/HMO & HSA. Healthcare claims for the self-funded plans are paid on a weekly basis. The changes in the liabilities for self-insurance for the last two years are as follows: (in thousands of dollars):

	<u>2017</u>	<u>2016</u>
Workers' compensation:		
Balance forward	\$ 11,008	\$ 10,725
Incurred claims, net of any changes	6,029	7,736
Payments	<u>(6,108)</u>	<u>(7,453)</u>
Ending Balance	<u>10,929</u>	<u>11,008</u>
Health and dental:		
Balance forward	2,684	1,780
Incurred claims, net of any changes	68,940	89,720
Payments	<u>(68,613)</u>	<u>(88,816)</u>
Ending Balance	<u>3,011</u>	<u>2,684</u>
Total liability for self-insurance	<u><u>\$ 13,940</u></u>	<u><u>\$ 13,692</u></u>

Note 11**Allowance for Uncollectible Receivables**

Allowances for uncollectible receivables at December 31, 2017 are as follows (in thousands of dollars):

	<u>Gross Receivables</u>	<u>Uncollectible Receivables</u>	<u>Net Receivables</u>
Governmental activities:			
Taxes receivable	\$ 57,897	\$ 2,211	\$ 55,686
Accounts receivable	18,871	4,831	14,040
	<u>\$ 76,768</u>	<u>\$ 7,042</u>	<u>\$ 69,726</u>
Business-type activities:			
Accounts receivable	<u>\$ 125,423</u>	<u>\$ 71,145</u>	<u>\$ 54,278</u>

Note 12**Due From Other Governments**

Amounts due from other governments at December 31, 2017 are as follows (in thousands of dollars)

Governmental Activities

U.S. Department of Transportation	\$ 1,902
U.S. Department of Economic Development	41
U.S. Department of Housing and Urban Development	1,347
Office of Governor - Criminal Justice Coordinating Council	179
U.S. Department of Health and Human Services	1,169
U.S. Department of Justice	526
Others	<u>1,757</u>
Total	<u><u>\$ 6,921</u></u>

Business-type Activities

U.S. Department of Transportation	\$ 800
Georgia Emergency Management Agency	99
Other local governments	<u>655</u>
Total	<u><u>\$ 1,554</u></u>
Component Units:	
Miscellaneous State Agencies	<u><u>\$ 4,224</u></u>

Note 13**Interfund Receivables, Payables, and Transfers**

Interfund balances result from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur and (2) payments between funds are made. Inter-fund receivables net to zero.

Transfers are used to (1) move revenues from the fund that statute or budget requires them to be collected to the fund that the statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Inter-fund transfers net to zero.

Balances due to / from other funds at December 31, 2017 consist of the following (in thousands of dollars):

Due to the General Fund from Non-Major Governmental Funds representing short-term loans:	\$ 9,650
Due to the General Fund from Fire Fund representing short-term loans:	262
Due to the General Fund from the Watershed Fund representing short-term loans:	11,418
Due to the General Fund from the Pension Trust Fund representing short-term loans:	11,051
Due to the STD-Designated Services Fund from the General Fund representing short-term loans:	1,607
Due to the STD-Unincorporated Fund from the General Fund representing short-term loans:	2,938
Due to the STD-Police Fund from the General Fund representing short-term loans:	5,832
Due to the Transportation, Parks, and Libraries Bonds Fund from the General Fund representing short-term loans:	159
Due to the Non-Major Governmental Funds from the General Fund representing short-term loans:	10,953
Due to the Sanitation Fund from the General Fund representing short-term loans:	7,290
Due to the Non-Major Proprietary Funds from the General Fund representing short-term loans:	5,083
Due to the Internal Service Funds from the General Fund representing short-term loans:	47,383
Due to the Non-Major Governmental Funds from General Fund representing short-term loans:	52
Due to the Non-Major Governmental Funds from Non-Major Governmental Funds representing short-term loans:	3,899
Total	\$ 117,577

Transfers To / From Other Funds**Transfers to / from other funds for the year ended December 31, 2017 consist of the following:**

To:	From:	
Nonmajor governmental funds	Internal Service Funds	\$ 295
Fire Fund	General Fund	141
Police Services Fund	General Fund	158
Nonmajor governmental funds	General Fund	18,816
Nonmajor governmental funds	Fire Fund	261
Nonmajor governmental funds	Special Tax District - Designated Services	5,840
General Fund	Special Tax District - Unincorporated	58
Special Tax District - Designated Services	Special Tax District - Unincorporated	4,285
Police Services Fund	Special Tax District - Unincorporated	12,854
Nonmajor governmental funds	Special Tax District - Unincorporated	531
General Fund	Police Services Fund	1,401
Nonmajor governmental funds	Police Services Fund	1,415
General Fund	Watershed System Fund	4,175
Nonmajor governmental funds	Watershed System Fund	111
General Fund	Nonmajor governmental funds	2,223
Special Tax District - Unincorporated	Nonmajor governmental funds	1,566
Nonmajor governmental funds	Nonmajor governmental funds	3,848
Special Tax District - Designated Services	Nonmajor proprietary funds	1,813
		\$ 59,791

Note 14**Commitments and Contingencies**

The County is required by State law to spend 2% of the 8% hotel/motel tax collected on contracts promoting tourism. In fiscal year 2015, the DeKalb County Board of Commissioners voted to appropriate 3.5% portion of the hotel/motel tax collected by the County to the DeKalb Convention and Visitors Bureau ("DCVB"). During 2017, the County collected \$4,413 (in thousands) in total receipts from vendors for the hotel/motel tax. Two of the vendors are located at a facility owned by the State and those vendors send the collected 2% portion directly to the designated State agency per State law. The County received \$1,042 (in thousands) from these vendors for the 3% portion and the adjusted receipts were \$3,371 (in thousands). The County makes payments to the DCVB the month after the funds are received and related payments were \$2,019 (in thousands) or 45.8% of the adjusted receipts.

Litigation – The County is defendant in various legal actions related to claims for alleged damages to persons and property, civil rights violations, zoning matters, and other similar types of actions arising in the course of normal County operations. The total range of reasonably possible amounts for these cases is from \$7,000 to \$2,000,000. In the opinion of the County's management and legal counsel, any potential liability related to these suits pending or unasserted claims are not estimable.

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

Note 15**Net Position Deficit**

The Sanitation Fund ended fiscal year 2017 with a deficit in net position of (\$10,092) (in thousands). The County will review expenses and revenues related to this proprietary fund and will evaluate if sanitation fees need to be increased and/or if operational costs need to be reduced further. Additionally, the cost savings associated with the change in residential services from twice weekly to once, is only being realized gradually through attrition of personnel.

Note 16**Budget Information**

The County exceeded the legal level of budgeted expenditures in the following departments during 2017 (in thousands of dollars):

<u>Fund</u>	<u>Department</u>	<u>Amount</u>
General	Transfers Out	\$ 19,115
General	Public Safety	1,336
General	Planning and Development	676
General	Health and Welfare	7
Special Tax District - Designated Services	Parks	5,287
Special Tax District - Unincorporated	General Government	11,200
Special Tax District - Police	Public Safety	676
Fire	Public Safety	930
Nonmajor Special Revenue - Development	Public Works	5,668
Nonmajor Special Revenue - County Jail	Transfers Out	36
Nonmajor Special Revenue - Law Enforcement Confiscated	Civil and Criminal Courts	23
Nonmajor Special Revenue - Law Enforcement Confiscated	Public Safety	2,459
Nonmajor Special Revenue - Grant-In-Aid	Public Works	14,720
Nonmajor Special Revenue - Grant-In-Aid	Transfers Out	199
Nonmajor Special Revenue - Justice Assistance Grant	Transfers Out	287
Nonmajor Special Revenue - Rental Motor Vehicle Tax	General Government	7

Note 17**Subsequent Events**

On May 15, 2018, the County Board of Commissioners authorized, through formal resolution, the issuance of the sale of General Obligation Tax Anticipation Notes for 2018 in the aggregate principal amount not to exceed \$45,000,000 for the purposes of obtaining a temporary loan to pay current expenses during 2018 calendar year. As of the audit report date, the TAN proceeds have not yet been received by the County. When issued, the Tax Anticipation Note will mature no later than December 31, 2018.

Note 18**Tax Abatements**

State statutes control the creation and operation of Development Authorities which therefore gives Development Authorities the authority to create tax abatements under O.C.G.A 36-62 or O.C.G.A 36-42. DeKalb County adopted an economic development program, whereby the County and other local jurisdictions participate in agreements with the Decide DeKalb Development Authority (“Decide DeKalb” or “Authority”) and local businesses through a “Bond-Lease Transaction” which creates property tax abatements. Under this arrangement, Decide DeKalb will issue revenue bonds either to the applicant or other purchasers it identifies. The proceeds of the bonds enable Decide DeKalb to take title to the applicant’s economic development project. The project then is leased or rented by Decide DeKalb to the applicant, and the applicant pays rental that repay the bonds.

The abatements arise out of the ownership of the property which is the subject of the project. Property owned by the Development Authority is public property and therefore exempt from taxes. When the Authority takes title to property and then leases it, the leased fee created is exempt leaving only the leasehold interest to be taxable assuming the lease is not intended to be a usufruct. The value of the leasehold is influenced by a number of variables. There may arise instances where a lease is a usufruct and the parties agree to a PILOT (Payment in Lieu of Taxes) payment.

The result of such a transaction is that the applicant will receive a reduction in the amounts it otherwise would pay as ad valorem taxes on the project (the “tax incentive”). The tax incentive can be applied over a 10, 15, or 20 year period, as the applicant chooses. The tax incentive is designed to produce approximately, the same present value to the applicant regardless of the term selected.

Tax incentives through Decide DeKalb Bond-Lease Transactions are possible for projects of \$1,500,000 and above. However, because the applicant will pay all associated legal costs and Authority fees, the applicant must weigh the costs against estimated savings, and a project may need to exceed approximately \$10,000,000 before significant net savings are projected.

Decide DeKalb is charged by DeKalb County with providing tax incentives only to significant projects determined by resolution of its board of directors to be worthy and appropriate to achieve its economic development purposes. Prior to providing Decide DeKalb’s preliminary approval (the “inducement”) to provide tax incentives to a project, several prerequisites must be met:

- A fiscal impact analysis of the project performed by a professional selected by Decide DeKalb and paid for by the applicant.
- For retail projects, Decide DeKalb must obtain a market analysis examining market absorption and the impact of the project on similar retail establishments within the projected service area.
- For projects with a capital investment of \$75 million or greater, Decide DeKalb must obtain a recommendation from its business alliance before providing a final inducement.

- The project qualifies as an eligible project under Georgia's Development Authorities Law.
- Decide DeKalb judges that a Bond-Lease transaction is appropriate for the project.
- Decide DeKalb considers that the applicant can meet its obligations pursuant to all relevant agreements.
- The project complies with applicable ordinances, including zoning requirement.
- The project is found consistent with existing local and regional planning efforts.
- Decide DeKalb judges the project feasible.

In regards to these arrangements with third-parties, a clawback agreement would be a matter of contract in which the role of the parties in verifying the terms of the agreement have or have not been met is defined. Typically, the types of commitments made by the recipients of the tax abatements will relate to economic issues related to the creation or continuation of jobs.

For the fiscal year ended December 31, 2017, the County abated property taxes (real and personal property taxes) totaling \$3,784,177 under this program.

Note 19

Prior Period Adjustment

Board of Health (Discretely Component Unit)

There was a prior period adjustment of \$212,231 for the DeKalb County Board of Health to increase net position and unassigned fund balance. A prior year Rehab Option Adjustment payment to the Georgia Department of Public Health was reversed in the fiscal year 2016 audit in error.

Note 20**Change in Reporting Entity**Primary Government Governmental Activities and Nonmajor governmental funds

As of December 31, 2017, the County decided that the Law Library and the Alternative Dispute Resolution Special Revenue Funds are no longer material enough to be reported within the County's financial reporting entity. These entities have their own separate Boards and were previously reported as blended component units within the County's financial statements. As a result of this change in reporting entities, beginning net position of governmental activities and beginning fund balance of nonmajor governmental funds and governmental funds (in total) were reduced by \$777,000.

**DEKALB COUNTY, GEORGIA
REQUIRED SUPPLEMENTAL INFORMATION
(Unaudited)**

DEKALB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
AND RELATED RATIOS**

1. Pension Plan

A. Unaudited Schedule of Changes in Net Pension Liability and Related Ratios (in thousands of dollars where applicable):

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability				
Service cost	\$ 35,405	\$ 36,917	\$ 36,480	\$ 37,067
Interest on total pension liability	146,434	144,314	141,281	138,335
Differences between expected and actual experience	23,177	(12,358)	(3,977)	(9,519)
Changes in assumptions	215,196	-	-	-
Benefit payments, including refunds of employee contributions	<u>(143,517)</u>	<u>(137,795)</u>	<u>(129,047)</u>	<u>(124,205)</u>
Net change in total pension liability	276,695	31,078	44,737	41,678
Total pension liability - beginning	<u>2,022,918</u>	<u>1,991,840</u>	<u>1,947,103</u>	<u>1,905,425</u>
Total pension liability - ending (a)	<u><u>\$ 2,299,613</u></u>	<u><u>\$ 2,022,918</u></u>	<u><u>\$ 1,991,840</u></u>	<u><u>\$ 1,947,103</u></u>
Plan fiduciary net position				
Contributions - employer	\$ 50,613	\$ 48,210	\$ 46,265	\$ 38,935
Contributions - employee	25,074	25,008	23,137	23,002
Net investment income (loss)	228,019	92,563	(27,283)	82,781
Benefit payments, including refunds of employee contributions	(143,517)	(137,795)	(129,047)	(124,205)
Administrative expenses	(818)	(638)	(704)	(339)
Other	<u>1,116</u>	<u>1,115</u>	<u>1,115</u>	<u>1,115</u>
Net change in plan fiduciary net position	160,487	28,463	(86,517)	21,289
Plan fiduciary net position - beginning	<u>1,267,586</u>	<u>1,239,123</u>	<u>1,325,640</u>	<u>1,304,351</u>
Plan fiduciary net position - ending (b)	<u><u>\$ 1,428,073</u></u>	<u><u>\$ 1,267,586</u></u>	<u><u>\$ 1,239,123</u></u>	<u><u>\$ 1,325,640</u></u>
County's net pension liability - ending (a) - (b)	<u><u>\$ 871,540</u></u>	<u><u>\$ 755,332</u></u>	<u><u>\$ 752,717</u></u>	<u><u>\$ 621,463</u></u>
Plan fiduciary net position as a percentage of the total pension liability	62.10%	62.66%	62.21%	68.08%
Covered payroll	\$ 272,697	\$ 259,751	\$ 264,221	\$ 266,438
County's net pension liability as a percentage of covered payroll	319.60%	290.79%	284.88%	233.25%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

DEKALB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF COUNTY CONTRIBUTIONS

B. Unaudited Schedule of County Contributions (in thousands of dollars where applicable):

	2017	2016	2015	2014
Actuarially determined contribution	\$ 42,440	\$ 51,421	\$ 48,680	\$ 48,680
Contributions in relation to the actuarially determined contribution	50,613	48,210	46,265	38,935
Contribution deficiency (excess)	<u>\$ (8,173)</u>	<u>\$ 3,211</u>	<u>\$ 2,415</u>	<u>\$ 9,745</u>
Covered payroll	\$ 272,697	\$ 259,751	\$ 264,221	\$ 266,438
Contributions as a percentage of Covered payroll	18.6%	18.6%	17.5%	14.6%

Notes to the Schedule

Valuation Date	April 1, 2016
Cost Method	Entry Age Normal
Amortization Method	Level percent compensation, with 2.75% annual increase
Remaining Amortization Period	Closed period with 26 years remaining as of April 1, 2017
Asset valuation method	Market value of assets less unrecognized returns in each of the last ten years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a ten-year period, further adjusted, if necessary, to be within 30% of the market value.
Inflation	2.75%
Salary increases	0.00% to 6.25%, inflation plus merit increase that vary by service
Investment rate of return	7.50%, including inflation, net of investment expenses
Retirement age	Group-specific rates based on age and date of hire; rates start at age 50 or 55 (depending upon hire date), with 100% retirement at varying ages, from age 60 to 70 (depending upon hire date).
Mortality	Non-disabled: RP-2000 Combined Healthy Blue Collar Mortality Table, set forward two years, projected generationally from 2013 with Scale AA for males and the RP-2000 Combined Healthy White Collar Mortality Table, set forward one year, projected generationally from 2013 with Scale AA for females Disabled: RP-2000 Disabled Retiree Mortality Table, for both males and females, projected generationally from 2013 with Scale AA.

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

DEKALB COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF PENSION INVESTMENT RETURNS

C. Unaudited Schedule of Pension Investment Returns:

	<u>2016</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	18.77%	8.11%	-2.24%	6.87%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

DEKALB COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POSTEMPLOYMENT BENEFITS (OPEB)

2. Other Postemployment Benefits (OPEB)

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

		Valuation Date								
		4-1-2017	4-1-2016	4-1-2015	4-1-2014	4-1-2013	4-1-2012	1-1-2011	1-1-2010	1-1-2009
Actuarial accrued liability:	Retired employees	\$ 322,932	\$ 422,221	\$ 463,860	\$ 437,407	\$ 425,094	\$ 472,807	\$ 717,498	\$ 622,041	\$ 614,907
	Active employees	268,937	454,279	452,190	381,978	389,682	332,680	650,610	982,454	855,149
Unfunded of actuarial accrued liability (UAAL)		<u>\$ 591,869</u>	<u>\$ 876,500</u>	<u>\$ 916,050</u>	<u>\$ 819,385</u>	<u>\$ 814,776</u>	<u>\$ 805,487</u>	<u>\$ 1,368,108</u>	<u>\$ 1,604,495</u>	<u>\$ 1,470,056</u>
Covered Payroll		\$ 272,831	\$ 261,438	\$ 269,101	\$ 264,189	\$ 305,900	\$ 288,190	\$ 309,750	\$ 315,482	
UAAL as a percentage of Covered Payroll		216.9%	335.3%	340.4%	310.2%	266.4%	279.5%	441.7%	508.6%	

Note: See assumptions used for Schedule of Funding Progress in Note 9 to the financial statements.

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

	2017	2016	2015	2014	2013	2012	2011	2010
Annual required contribution (ARC)	55,566	79,791	85,507	77,993	74,293	68,913	139,405	168,242
Percentage of annual employer contributions made to ARC	35.8%	24.0%	26.2%	32.0%	29.5%	33.2%	16.8%	13.0%

Note: See assumptions used for Schedule of Employer Contributions in Note 9 to the financial statements.

**DEKALB COUNTY, GEORGIA
COMBINING STATEMENTS AND SCHEDULES**

DeKalb County, Georgia
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2017
(in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 35,049	\$ -	\$ 72,769	\$ 107,818
Taxes receivable (net)	1,269	1,005	-	2,274
Accounts receivable (net)	1,919	-	-	1,919
Due from other governments	4,139	-	2,782	6,921
Due from other funds	2,909	5,131	6,864	14,904
Total assets	<u>\$ 45,285</u>	<u>\$ 6,136</u>	<u>\$ 82,415</u>	<u>\$ 133,836</u>
LIABILITIES				
Accounts and contracts payable	\$ 2,828	\$ -	\$ 2,348	\$ 5,176
Retainage payable	-	-	161	161
Payroll payable	724	-	-	724
Advance payments and deposits	1,733	-	-	1,733
Due to other funds	9,065	3,814	670	13,549
Due to others	1,594	-	-	1,594
Total liabilities	<u>15,944</u>	<u>3,814</u>	<u>3,179</u>	<u>22,937</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	381	531	-	912
Unavailable revenue - other	2,157	-	2,682	4,839
Total deferred inflows of resources	<u>2,538</u>	<u>531</u>	<u>2,682</u>	<u>5,751</u>
FUND BALANCES				
Restricted	12,659	1,791	28,460	42,910
Committed	14,144	-	48,094	62,238
Total fund balances	<u>\$ 26,803</u>	<u>\$ 1,791</u>	<u>\$ 76,554</u>	<u>\$ 105,148</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 45,285</u>	<u>\$ 6,136</u>	<u>\$ 82,415</u>	<u>\$ 133,836</u>

DeKalb County, Georgia
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2017
(in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	\$ 24,458	\$ 18,766	\$ -	\$ 43,224
Licenses and permits	8,023	-	-	8,023
Intergovernmental	23,041	-	8,335	31,376
Fines and forfeitures	1,895	-	-	1,895
Charges for services	15,648	-	617	16,265
Investment Income	142	25	361	528
Contributions and donations	-	-	44	44
Miscellaneous	2,069	4,840	-	6,909
Total revenues	<u>75,276</u>	<u>23,631</u>	<u>9,357</u>	<u>108,264</u>
EXPENDITURES				
Current:				
General government	3,014	1	-	3,015
Public safety	15,827	-	-	15,827
Civil and criminal court system	6,009	-	-	6,009
Planning and development	14,738	-	-	14,738
Public works	10,528	-	-	10,528
Parks and recreation	1,600	-	-	1,600
Health and welfare	24,766	-	-	24,766
Capital outlay:				
General government	-	-	2,831	2,831
Public safety	-	-	5,969	5,969
Civil and criminal court system	-	-	2,540	2,540
Planning and development	-	-	3,675	3,675
Public works	-	-	14,351	14,351
Community development	-	-	182	182
Parks and recreation	-	-	2,933	2,933
Library	-	-	1,186	1,186
Debt service:				
Principal	675	13,451	1,266	15,392
Interest	30	10,840	101	10,971
Total expenditures	<u>77,187</u>	<u>24,292</u>	<u>35,034</u>	<u>136,513</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,911)</u>	<u>(661)</u>	<u>(25,677)</u>	<u>(28,249)</u>
OTHER FINANCING SOURCES (USES)				
Capital leases	-	-	5,697	5,697
Transfers in	6,273	585	24,259	31,117
Transfers out	(7,637)	-	-	(7,637)
Total other financing sources (uses)	<u>(1,364)</u>	<u>585</u>	<u>29,956</u>	<u>29,177</u>
Net change in fund balance	<u>(3,275)</u>	<u>(76)</u>	<u>4,279</u>	<u>928</u>
Fund balance - beginning	\$ 30,078	\$ 1,867	\$ 72,275	\$ 104,220
Fund balance - ending	<u>\$ 26,803</u>	<u>\$ 1,791</u>	<u>\$ 76,554</u>	<u>\$ 105,148</u>

DEKALB COUNTY, GEORGIA NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

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

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

- Development Fund – to account for operations of the County’s development department, whose financing is provided by license and permit fees.
- PEG Support Fund – to account for monies collected from cable companies to provide infrastructure for government access channels.
- County Jail Fund – to account for monies collected as a result of a 10% penalty on certain court cases, which are used for the construction, operation, and staffing of County detention facilities.
- Foreclosure Registry – to account for operations to protect neighborhoods from becoming blighted through a lack of adequate maintenance and security as a result of foreclosed properties.
- Victim Assistance Fund – to account for fines assessed in State and Superior Courts in DeKalb County which are used for victim assistance programs.
- Recreation Fund – to account for the operations of various recreational activities provided by the County whose financing is through user fees.
- Juvenile Services Fund - to account for monies collected under Georgia law for probation services to juvenile offenders which are used for providing treatment to juvenile offenders.
- Drug Abuse Treatment and Education Fund – to account for monies collected under Georgia law related to additional penalties on controlled substance offenses which are used for drug abuse treatment and education programs relating to controlled substances and marijuana.
- Law Enforcement Confiscated Monies Fund – to account for monies confiscated under Georgia law by DeKalb law enforcement officers related to controlled substances offenses which are used to defray the cost of complex investigations and to purchase equipment related to said investigations.

Nonmajor Special Revenue Funds (continued)

- Street Lights Fund – to account for street light assessments on County residents and businesses which are used for providing street light services for the County's citizens.
- Speed Humps Fund – to account for speed hump assessments on County residents which are used for providing speed hump services for the County's citizens.
- Emergency Telephone System Fund – to account for monies collected under Georgia law by the telephone companies on behalf of DeKalb County which are used for providing emergency 911 services to residents of the County.
- Grant-in-Aid Fund – to account for operations of various grant-in-aid programs. Financing is provided by contributions from various governmental agencies. Such contributions are used only to finance expenditures permitted by the various grant-in-aid contracts and agreements.
- Justice Assistance Grant Fund – to account for local law enforcement block grant monies which are used to support law enforcement in the County.
- Hospital Fund – to account for contractual payments made by the County to the Fulton DeKalb Hospital Authority whose financing is provided by a specific annual property tax levy.
- Hotel / Motel Tax Fund – to account for taxes collected by hotels and motels within the County which are used for the promotion of the tourism and convention trade within the County.
- Rental Motor Vehicle Tax Fund – to account for taxes collected on motor vehicles rented within the County which is used to fund rental payments on the Porter Sanford III Performing Arts and Center.

DeKalb County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017
(in thousands of dollars)

	Development	PEG Support	County Jail	Foreclosure Registry	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education
ASSETS								
Cash and cash equivalents	\$ 10,098	\$ 1,152	\$ -	\$ 238	\$ 815	\$ 329	\$ 46	\$ 120
Taxes receivable (net)	-	-	-	-	-	-	-	-
Accounts receivable (net)	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Due from other funds	213	288	24	9	-	89	17	32
Total assets	<u>\$ 10,311</u>	<u>\$ 1,440</u>	<u>\$ 24</u>	<u>\$ 247</u>	<u>\$ 815</u>	<u>\$ 418</u>	<u>\$ 63</u>	<u>\$ 152</u>
LIABILITIES								
Accounts and contracts payable	\$ 34	\$ 267	\$ -	\$ -	\$ -	\$ 135	\$ 4	\$ 20
Payroll payable	111	3	-	-	-	6	-	-
Advance payments and deposits	1,733	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	657	-	-	-
Due to others	-	-	-	-	-	-	-	-
Total liabilities	<u>1,878</u>	<u>270</u>	<u>-</u>	<u>-</u>	<u>657</u>	<u>141</u>	<u>4</u>	<u>20</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - other	-	-	-	-	-	-	-	-
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Restricted	-	-	-	-	-	-	59	132
Committed	8,433	1,170	24	247	158	277	-	-
Total fund balances	<u>8,433</u>	<u>1,170</u>	<u>24</u>	<u>247</u>	<u>158</u>	<u>277</u>	<u>59</u>	<u>132</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 10,311</u>	<u>\$ 1,440</u>	<u>\$ 24</u>	<u>\$ 247</u>	<u>\$ 815</u>	<u>\$ 418</u>	<u>\$ 63</u>	<u>\$ 152</u>

DeKalb County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017
(in thousands of dollars)
(continued)

	Law Enforcement Confiscated Monies	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid	Justice Assistance Grant	Hospital	Hotel / Motel Tax
ASSETS								
Cash and cash equivalents	\$ 6,836	\$ -	\$ 1,221	\$ 1,561	\$ 9,337	\$ 2	\$ -	\$ 2,887
Taxes receivable (net)	-	-	-	-	-	-	1,269	-
Accounts receivable (net)	-	328	16	1,270	-	-	-	247
Due from other governments	-	-	-	-	4,139	-	-	-
Due from other funds	110	1,877	93	-	-	-	-	-
Total assets	<u>\$ 6,946</u>	<u>\$ 2,205</u>	<u>\$ 1,330</u>	<u>\$ 2,831</u>	<u>\$ 13,476</u>	<u>\$ 2</u>	<u>\$ 1,269</u>	<u>\$ 3,134</u>
LIABILITIES								
Accounts and contracts payable	\$ 735	\$ 87	\$ 5	\$ 126	\$ 1,279	\$ 1	\$ -	\$ 133
Payroll payable	-	3	-	266	335	-	-	-
Advance payments and deposits	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	766	7,327	-	266	49
Due to others	1,367	227	-	-	-	-	-	-
Total liabilities	<u>2,102</u>	<u>317</u>	<u>5</u>	<u>1,158</u>	<u>8,941</u>	<u>1</u>	<u>266</u>	<u>182</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - other	-	-	-	-	2,157	-	-	-
Unavailable revenue - property taxes	-	-	-	-	-	-	381	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,157</u>	<u>-</u>	<u>381</u>	<u>-</u>
FUND BALANCES								
Restricted	4,844	-	-	1,673	2,378	1	-	2,952
Committed	-	1,888	1,325	-	-	-	622	-
Total fund balances	<u>4,844</u>	<u>1,888</u>	<u>1,325</u>	<u>1,673</u>	<u>2,378</u>	<u>1</u>	<u>622</u>	<u>2,952</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 6,946</u>	<u>\$ 2,205</u>	<u>\$ 1,330</u>	<u>\$ 2,831</u>	<u>\$ 13,476</u>	<u>\$ 2</u>	<u>\$ 1,269</u>	<u>\$ 3,134</u>

DeKalb County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2017
(in thousands of dollars)
(continued)

	Rental Motor Vehicle Tax	Total Nonmajor Special Revenue Funds
ASSETS		
Cash and cash equivalents	\$ 407	\$ 35,049
Taxes receivable (net)	-	1,269
Accounts receivable (net)	58	1,919
Due from other governments	-	4,139
Due from other funds	157	2,909
Total assets	<u>\$ 622</u>	<u>\$ 45,285</u>
LIABILITIES		
Accounts and contracts payable	\$ 2	\$ 2,828
Payroll payable	-	724
Advance payments and deposits	-	1,733
Due to other funds	-	9,065
Due to others	-	1,594
Total liabilities	<u>2</u>	<u>15,944</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - other	-	2,157
Unavailable revenue - property taxes	-	381
Total deferred inflows of resources	<u>-</u>	<u>2,538</u>
FUND BALANCES		
Restricted	620	12,659
Committed	-	14,144
Total fund balances	<u>620</u>	<u>26,803</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 622</u>	<u>\$ 45,285</u>

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2017
(in thousands of dollars)

	Development	PEG Support	County Jail	Foreclosure Registry	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	8,023	-	-	-	-	-	-	-
Intergovernmental	-	-	110	-	406	-	-	-
Charges for services	474	-	-	99	-	991	65	-
Fines and forfeitures	-	-	1,220	-	467	-	-	208
Investment income	13	7	-	3	-	1	1	1
Miscellaneous	-	516	-	-	-	5	-	-
Total revenues	8,510	523	1,330	102	873	997	66	209
EXPENDITURES								
Current:								
General government	-	790	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Civil and criminal court system	-	-	-	-	19	-	44	-
Planning and development	-	-	-	18	-	-	-	-
Public works	5,668	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	948	-	-
Health and welfare	-	-	-	-	-	-	-	258
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total expenditures	5,668	790	-	18	19	948	44	258
Excess (deficiency) of revenues over (under) expenditures	2,842	(267)	1,330	84	854	49	22	(49)
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(247)	-	(1,306)	-	(780)	-	(8)	-
Total other financing sources (uses)	(247)	-	(1,306)	-	(780)	-	(8)	-
Net change in fund balance	2,595	(267)	24	84	74	49	14	(49)
Fund balance - beginning, as restated	5,838	1,437	-	163	84	228	45	181
Fund balance - ending	\$ 8,433	\$ 1,170	\$ 24	\$ 247	\$ 158	\$ 277	\$ 59	\$ 132

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2017
(in thousands of dollars)
(continued)

	Law Enforcement Confiscated Funds	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid	Justice Assistance Grant	Hospital	Hotel / Motel Tax
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,337	\$ 4,413
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	1,068	-	-	-	20,858	599	-	-
Charges for services	-	4,654	307	9,058	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-
Investment income	43	2	5	22	37	1	-	9
Miscellaneous	69	-	-	639	837	-	-	-
Total revenues	<u>1,180</u>	<u>4,656</u>	<u>312</u>	<u>9,719</u>	<u>21,732</u>	<u>600</u>	<u>19,337</u>	<u>4,422</u>
EXPENDITURES								
Current:								
General government	-	-	-	-	198	-	-	2,019
Public safety	2,459	-	-	11,011	2,025	332	-	-
Civil and criminal court system	23	-	-	-	5,665	-	-	-
Planning and development	-	-	-	-	14,720	-	-	-
Public works	-	4,745	115	-	-	-	-	-
Parks and recreation	-	-	-	-	652	-	-	-
Health and welfare	-	-	-	-	4,581	-	20,185	-
Debt service:	-	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total expenditures	<u>2,482</u>	<u>4,745</u>	<u>115</u>	<u>11,011</u>	<u>27,841</u>	<u>332</u>	<u>20,185</u>	<u>2,019</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,302)</u>	<u>(89)</u>	<u>197</u>	<u>(1,292)</u>	<u>(6,109)</u>	<u>268</u>	<u>(848)</u>	<u>2,403</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	2	-	-	-	3,693	25	2,553	-
Transfers out	-	-	-	(2,714)	(199)	(287)	-	(2,096)
Total other financing sources (uses)	<u>2</u>	<u>-</u>	<u>-</u>	<u>(2,714)</u>	<u>3,494</u>	<u>(262)</u>	<u>2,553</u>	<u>(2,096)</u>
Net change in fund balance	(1,300)	(89)	197	(4,006)	(2,615)	6	1,705	307
Fund balance (deficit) - beginning, as restated	6,144	1,977	1,128	5,679	4,993	(5)	(1,083)	2,645
Fund balance - ending	<u>\$ 4,844</u>	<u>\$ 1,888</u>	<u>\$ 1,325</u>	<u>\$ 1,673</u>	<u>\$ 2,378</u>	<u>\$ 1</u>	<u>\$ 622</u>	<u>\$ 2,952</u>

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2017
(in thousands of dollars)
(continued)

	Rental Motor Vehicle Tax	Total Nonmajor Special Revenue Funds
REVENUES		
Taxes	\$ 708	\$ 24,458
Licenses and permits	-	8,023
Intergovernmental	-	23,041
Charges for services	-	15,648
Fines and forfeitures	-	1,895
Investment income	-	142
Miscellaneous	-	2,069
Total revenues	<u>708</u>	<u>75,276</u>
EXPENDITURES		
Current:		
General government	7	3,014
Public safety	-	15,827
Civil and criminal court system	-	6,009
Planning and development	-	14,738
Public works	-	10,528
Parks and recreation	-	1,600
Health and welfare	-	24,766
Debt service:		
Principal	675	675
Interest	30	30
Total expenditures	<u>712</u>	<u>77,187</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4)</u>	<u>(1,911)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	6,273
Transfers out	-	(7,637)
Total other financing sources (uses)	<u>-</u>	<u>(1,364)</u>
Net change in fund balance	(4)	(3,275)
Fund balance - beginning, as restated	624	30,078
Fund balance - ending	<u>\$ 620</u>	<u>\$ 26,803</u>

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

		Development			Peg Support			Foreclosure Registry		
		Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:										
	Licenses and permits	\$ 8,153	\$ 8,023	\$ (130)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Charges for services	453	474	21	-	-	-	145	99	(46)
	Investment income (loss)	(7)	13	20	-	7	7	-	3	3
	Miscellaneous revenue	-	-	-	120	516	396	-	-	-
	Total revenues	<u>8,599</u>	<u>8,510</u>	<u>(89)</u>	<u>120</u>	<u>523</u>	<u>403</u>	<u>145</u>	<u>102</u>	<u>(43)</u>
Expenditures:										
	Current:									
	General government	7,101	-	(7,101)	1,357	790	(567)	-	-	-
	Planning & development	-	-	-	-	-	-	58	18	(40)
	Public works	-	5,668	5,668	-	-	-	-	-	-
	Total expenditures	<u>7,101</u>	<u>5,668</u>	<u>(1,433)</u>	<u>1,357</u>	<u>790</u>	<u>(567)</u>	<u>58</u>	<u>18</u>	<u>(40)</u>
Excess (deficiency) of revenues over (under) expenditures		1,498	2,842	1,344	(1,237)	(267)	970	87	84	(3)
Other financing sources (uses):										
	Transfers in	-	-	-	-	-	-	-	-	-
	Transfers out	(247)	(247)	-	-	-	-	(200)	-	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses		1,251	2,595	1,344	(1,237)	(267)	970	(113)	84	(3)
Beginning fund balance (budgetary)		2,079			(189)			75		
Ending fund balance (budgetary)		<u>\$ 3,330</u>			<u>\$ (1,426)</u>			<u>\$ (38)</u>		

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

(continued)

	County Jail			Victim Assistance			Recreation		
	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	\$ 118	\$ 110	\$ (8)	\$ 420	\$ 406	\$ (14)	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	879	991	112
Fines and forfeitures	1,152	1,220	68	500	467	(33)	-	-	-
Investment income	-	-	-	-	-	-	-	1	1
Miscellaneous revenue	-	-	-	-	-	-	-	5	5
Total revenues	<u>1,270</u>	<u>1,330</u>	<u>60</u>	<u>920</u>	<u>873</u>	<u>(47)</u>	<u>879</u>	<u>997</u>	<u>118</u>
Expenditures:									
Current:									
Civil and criminal courts	-	-	-	74	19	(55)	-	-	-
Parks and recreation	-	-	-	-	-	-	1,108	948	(160)
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>74</u>	<u>19</u>	<u>(55)</u>	<u>1,108</u>	<u>948</u>	<u>(160)</u>
Excess (deficiency) of revenues over (under) expenditures	1,270	1,330	60	846	854	8	(229)	49	278
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	<u>(1,270)</u>	<u>(1,306)</u>	<u>(36)</u>	<u>(930)</u>	<u>(780)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues other sources over (under) expenditures and other uses	-	24	24	(84)	74	8	(229)	49	278
Beginning fund balance (budgetary)	(320)			(283)			20		
Ending fund balance (budgetary)	<u>\$ (320)</u>			<u>\$ (367)</u>			<u>\$ (209)</u>		

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

(continued)

	Juvenile Services			Drug Abuse Treatment and Education			Law Enforcement Confiscated		
	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,300	\$ 1,068	\$ (5,232)
Charges for services	49	65	16	-	-	-	-	-	-
Fines and forfeitures	-	-	-	215	208	(7)	-	-	-
Investment income	-	1	1	-	1	1	-	43	43
Miscellaneous revenue	-	-	-	-	-	-	-	69	69
Total revenues	<u>49</u>	<u>66</u>	<u>17</u>	<u>215</u>	<u>209</u>	<u>(6)</u>	<u>6,300</u>	<u>1,180</u>	<u>(5,120)</u>
Expenditures:									
Current:									
Civil and criminal courts	86	44	(42)	-	-	-	-	23	23
Public safety - police	-	-	-	-	-	-	-	2,459	2,459
Health and welfare	-	-	-	396	258	(138)	-	-	-
Miscellaneous charges	-	-	-	-	-	-	5,067	-	(5,067)
Total expenditures	<u>86</u>	<u>44</u>	<u>(42)</u>	<u>396</u>	<u>258</u>	<u>(138)</u>	<u>5,067</u>	<u>2,482</u>	<u>(2,585)</u>
Excess (deficiency) of revenues over (under) expenditures	(37)	22	59	(181)	(49)	132	1,233	(1,302)	(2,535)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	2	2
Transfers out	(8)	(8)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(45)	14	59	(181)	(49)	132	1,233	(1,300)	(2,533)
Beginning fund balance (budgetary)	(31)			(197)			-		
Ending fund balance (budgetary)	<u>\$ (76)</u>			<u>\$ (378)</u>			<u>\$ 1,233</u>		

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

(continued)

	Street Lights			Speed Humps			Emergency Telephone System		
	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:									
Charges for services	\$ 4,615	\$ 4,654	\$ 39	\$ 300	\$ 307	\$ 7	\$ 12,000	\$ 9,058	\$ (2,942)
Taxes	-	-	-	-	-	-	-	-	-
Investment income	-	2	2	-	5	5	-	22	22
Miscellaneous revenue	-	-	-	-	-	-	-	639	639
Total revenues	<u>4,615</u>	<u>4,656</u>	<u>41</u>	<u>300</u>	<u>312</u>	<u>12</u>	<u>12,000</u>	<u>9,719</u>	<u>(2,281)</u>
Expenditures:									
Current:									
Public safety	-	-	-	-	-	-	12,894	11,011	(1,883)
Public works - transportation	6,139	4,745	(1,394)	-	-	-	-	-	-
Public works - roads and drainage	-	-	-	329	115	(214)	-	-	-
Total expenditures	<u>6,139</u>	<u>4,745</u>	<u>(1,394)</u>	<u>329</u>	<u>115</u>	<u>(214)</u>	<u>12,894</u>	<u>11,011</u>	<u>(1,883)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,524)	(89)	1,435	(29)	197	226	(894)	(1,292)	(398)
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(2,714)	(2,714)	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(1,524)	(89)	1,435	(29)	197	226	(3,608)	(4,006)	(398)
Beginning fund balance (budgetary)	(158)			714			(5,487)		
Ending fund balance (budgetary)	<u>\$ (1,682)</u>			<u>\$ 685</u>			<u>\$ (9,095)</u>		

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

(continued)

			Grant-In-Aid			Justice Assistance Grant		
			Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:								
	Intergovernmental		\$ 7,912	\$ 20,858	\$ 12,946	\$ 412	\$ 599	\$ 187
	Investment income		-	37	37	2	1	(1)
	Miscellaneous revenue		1,936	837	(1,099)	-	-	-
	Total revenues		9,848	21,732	11,884	414	600	186
Expenditures:								
Current:								
	General government		851	198	(653)	-	-	-
	Public safety		7,035	2,025	(5,010)	602	332	(270)
	Civil and criminal courts		17,958	5,665	(12,293)	-	-	-
	Planning and development		-	14,720	14,720	-	-	-
	Public works:							
	Code compliance		86	-	(86)	-	-	-
	Watershed management		546	-	(546)	-	-	-
	Sanitation		26	-	(26)	-	-	-
	Total public works		658	-	(658)	-	-	-
	Health and welfare		18,258	4,581	-	-	-	-
	Miscellaneous		5	-	(5)	-	-	-
	Non-departmental		87	-	(87)	-	-	-
	Parks and recreation		3,095	652	-	-	-	-
	Total expenditures		47,947	27,841	(3,986)	602	332	(270)
Excess (deficiency) of revenues over (under) expenditures			(38,099)	(6,109)	15,870	(188)	268	456
Other financing sources (uses):								
	Transfers in		1,078	3,693	2,615	122	25	(97)
	Transfers out		-	(199)	(199)	-	(287)	(287)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses			(37,021)	(2,615)	18,286	(66)	6	72
Beginning fund balance (budgetary)			21,391			-		
Ending fund balance (budgetary)			\$ (15,630)			\$ (66)		

DeKalb County, Georgia
Nonmajor Special Revenue Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
GAAP Budget Basis (in thousands of dollars)

(continued)

			Hospital			Hotel/Motel Tax			Rental Motor Vehicle Tax		
			Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:											
	Taxes		\$ 19,792	\$ 19,337	\$ (455)	\$ 5,400	\$ 4,413	\$ (987)	\$ 551	\$ 708	\$ 157
	Intergovernmental		18	-	(18)			-			-
	Charges for services		-	-	-	-	-	-	-	-	-
	Investment income		-	-	-	-	9	9	-	-	-
	Total revenues		19,810	19,337	(473)	5,400	4,422	(978)	551	708	157
Expenditures:											
Current:											
	Public safety - fire		-	-	-	-	-	-	-	-	-
	Health and welfare - hospital		20,501	20,185	(316)	-	-	-	-	-	-
	Debt services		-	-	-	-	-	-	706	705	(1)
	General Government		-	-	-	3,375	2,019	(1,356)	-	7	7
	Total expenditures		20,501	20,185	(316)	3,375	2,019	(1,356)	706	712	6
Excess (deficiency) of revenues over (under) expenditures			(691)	(848)	(157)	2,025	2,403	378	(155)	(4)	151
Other financing sources (uses):											
	Transfers in		2,482	2,553	71	-	-	-	-	-	-
	Transfers out		-	-	-	(4,339)	(2,096)	2,243	-	-	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses			1,791	1,705	(86)	(2,314)	307	2,621	(155)	(4)	151
Beginning fund balance (budgetary)			147			(292)			239		
Ending fund balance (budgetary)			\$ 1,938			\$ (2,606)			\$ 84		

Nonmajor Debt Service Funds

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

- General Obligation Bonds Debt Service Fund – to account for taxes levied to fund the principal and interest requirements on county-wide general obligation bond issues of the County.
- Special Tax District General Obligation Bonds Debt Service Fund – to account for taxes levied to fund the principal and interest requirements on general obligation bond issues for unincorporated areas of the County.
- Public Safety and Judicial Facilities Authority Revenue Bonds Debt Service Fund – to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Public Safety and Judicial Facilities Authority.
- Building Authority Revenue Bonds Debt Service Fund – to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Building Authority.
- Urban Redevelopment Agency Bonds Debt Service Fund – to account for payments made for principal and interest requirements, paying agent and other fees for certain projects within an urban development area designated recovery zone.

DeKalb County, Georgia
Nonmajor Debt Service Funds
Combining Balance Sheet
December 31, 2017
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Urban Redevelopment Agency Debt Service	Total Nonmajor Debt Service Funds
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes receivable (net)	490	515	-	-	-	1,005
Due from other funds	4,120	765	10	70	166	5,131
Total assets	<u>\$ 4,610</u>	<u>\$ 1,280</u>	<u>\$ 10</u>	<u>\$ 70</u>	<u>\$ 166</u>	<u>\$ 6,136</u>
LIABILITIES						
Due to other funds	\$ 3,814	\$ -	\$ -	\$ -	\$ -	\$ 3,814
Total liabilities	<u>3,814</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,814</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	207	324	-	-	-	531
Total deferred inflows of resources	<u>207</u>	<u>324</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>531</u>
FUND BALANCES						
Restricted	589	956	10	70	166	1,791
Total fund balances	<u>589</u>	<u>956</u>	<u>10</u>	<u>70</u>	<u>166</u>	<u>1,791</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 4,610</u>	<u>\$ 1,280</u>	<u>\$ 10</u>	<u>\$ 70</u>	<u>\$ 166</u>	<u>\$ 6,136</u>

DeKalb County, Georgia
Nonmajor Debt Service Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2017
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Urban Redevelopment Agency Debt Service	Total Nonmajor Debt Service Funds
REVENUES						
Taxes	\$ 11,129	\$ 7,637	\$ -	\$ -	\$ -	\$ 18,766
Investment income	15	9	-	-	1	25
Miscellaneous	-	-	956	3,729	155	4,840
Total revenues	<u>11,144</u>	<u>7,646</u>	<u>956</u>	<u>3,729</u>	<u>156</u>	<u>23,631</u>
EXPENDITURES						
Current:						
General government	-	-	1	-	-	1
Debt service:						
Principal	9,935	-	-	3,155	361	13,451
Interest	1,744	6,571	1,602	558	365	10,840
Total debt service	<u>11,679</u>	<u>6,571</u>	<u>1,602</u>	<u>3,713</u>	<u>726</u>	<u>24,291</u>
Total expenditures	<u>11,679</u>	<u>6,571</u>	<u>1,603</u>	<u>3,713</u>	<u>726</u>	<u>24,292</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(535)</u>	<u>1,075</u>	<u>(647)</u>	<u>16</u>	<u>(570)</u>	<u>(661)</u>
OTHER FINANCING SOURCES						
Transfers in	-	-	-	-	585	585
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>585</u>	<u>585</u>
Net change in fund balance	(535)	1,075	(647)	16	15	(76)
Fund balance (deficit) - beginning	1,124	(119)	657	54	151	1,867
Fund balance - ending	<u>\$ 589</u>	<u>\$ 956</u>	<u>\$ 10</u>	<u>\$ 70</u>	<u>\$ 166</u>	<u>\$ 1,791</u>

DeKalb County, Georgia
Nonmajor Debt Service Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
Non-GAAP Budget Basis (in thousands of dollars)

(continued)

	General Obligation Bonds Debt Service			GO Bonds STD Debt Service Fund		
	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:						
Taxes	\$ 10,903	\$ 11,129	\$ 226	\$ 7,196	\$ 7,637	\$ 441
Investment income	-	15	15	-	9	9
Total revenues	10,903	11,144	241	7,196	7,646	450
Expenditures:						
Debt service	11,779	11,679	(100)	6,680	6,571	(109)
Total Debt service	11,779	11,679	(100)	6,680	6,571	(109)
Excess (deficiency) of revenues over (under) expenditures	(876)	(535)	341	516	1,075	559
Beginning fund balance (budgetary)	1,892			79		
Ending fund balance (budgetary)	<u>\$ 1,016</u>			<u>\$ 595</u>		

DeKalb County, Georgia
Nonmajor Debt Service Funds
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual
For the Year Ended December 31, 2017
Non-GAAP Budget Basis (in thousands of dollars)

	Building Authority Revenue Bonds Debt Service			Public Safety Judicial Authority Debt Service			Urban Redevelopment Agency Bonds Debt Service		
	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (GAAP Basis)	Variance with Final Budget Over (Under)
Revenues:									
Miscellaneous revenue	\$ 3,729	\$ 3,729	\$ -	\$ 956	\$ 956	-	\$ 662	\$ 155	\$ (507)
Investment income	-	-	-	-	-	-	-	1	1
Total revenues	3,729	3,729	-	956	956	-	662	156	(506)
Expenditures:									
Current:									
General government	-	-	-	-	1	1	-	-	-
Debt service	3,729	3,713	(16)	1,613	1,602	(11)	727	726	(1)
Total expenditures	3,729	3,713	(16)	1,613	1,603	(10)	727	726	(1)
Excess (deficiency) of revenues over (under) expenditures	-	16	16	(657)	(647)	10	(65)	(570)	(505)
Other financing sources:									
Transfers In	-	-	-	-	-	-	-	585	585
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	-	16	16	(657)	(647)	10	(65)	15	80
Beginning fund balance (budgetary)	-			633			97		
Ending fund balance (budgetary)	<u>\$ -</u>			<u>\$ (24)</u>			<u>\$ 32</u>		

Nonmajor Capital Projects Funds

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

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

- 2001 Parks Bonds Fund - to account for the proceeds of the 2001 General Obligation Bond issue and the related capital expenditures for parks.
- Capital Improvement Projects Fund – to account for all other monies related to capital expenditures of the County's governmental funds.
- COPS Projects Fund – to account for the proceeds of the previously issued certificate of participation notes and related capital expenditures through the County.
- Building Authority Juvenile Court Project Fund – to account for the proceeds of the 2003 and 2005 Revenue Bonds and the related expenditures for the construction of a juvenile court facility for the County.
- Urban Redevelopment Agency Bonds Fund – to account for the proceeds of the 2010 Recovery Zone Economic Development Bonds issue and the related capital projects for the renovation and relocation of various buildings.
- HUD Section 108 Fund – to account for the guaranteed proceeds from HUD Section 108 used to fund the construction of two community centers and a senior center.
- EPA – Brownsfield Revolving Loan Fund - to account for a revolving loan fund from which the County is authorized to provide loans and subgrants to clean up sites contaminated with hazardous substances and petroleum, as well as to support community outreach activities and monitor and enforce institutional controls.

DeKalb County, Georgia
Nonmajor Capital Project Funds
Combining Balance Sheet
December 31, 2017
(in thousands of dollars)

	2001 Parks Bonds	Capital Improvement Projects	COPS Projects	Building Authority Juvenile Court Project	Urban Redevelopment Agency	HUD Section 108	EPA - Brownsfield Revolving Loan Fund	Total Nonmajor Capital Project Funds
ASSETS								
Cash and cash equivalents	\$ 13,222	\$ 43,321	\$ 14,002	\$ 2	\$ 695	\$ 1,527	\$ -	\$ 72,769
Due from other funds	133	6,731	-	-	-	-	-	6,864
Due from other governments	-	2,782	-	-	-	-	-	2,782
Total assets	<u>\$ 13,355</u>	<u>\$ 52,834</u>	<u>\$ 14,002</u>	<u>\$ 2</u>	<u>\$ 695</u>	<u>\$ 1,527</u>	<u>\$ -</u>	<u>\$ 82,415</u>
LIABILITIES								
Accounts and contracts payable	\$ 426	\$ 1,919	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ 2,348
Retainage payable	22	139	-	-	-	-	-	161
Due to other funds	-	-	388	-	-	282	-	670
Total liabilities	<u>448</u>	<u>2,058</u>	<u>391</u>	<u>-</u>	<u>-</u>	<u>282</u>	<u>-</u>	<u>3,179</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	-	2,682	-	-	-	-	-	2,682
Total deferred inflows of resources	<u>-</u>	<u>2,682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,682</u>
FUND BALANCES								
Restricted	12,907	-	13,611	2	695	1,245	-	28,460
Committed	-	48,094	-	-	-	-	-	48,094
Total fund balances	<u>12,907</u>	<u>48,094</u>	<u>13,611</u>	<u>2</u>	<u>695</u>	<u>1,245</u>	<u>-</u>	<u>76,554</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 13,355</u>	<u>\$ 52,834</u>	<u>\$ 14,002</u>	<u>\$ 2</u>	<u>\$ 695</u>	<u>\$ 1,527</u>	<u>\$ -</u>	<u>\$ 82,415</u>

DeKalb County, Georgia
Nonmajor Capital Project Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2017
(in thousands of dollars)

	2001 Parks Bonds	Capital Improvement Projects	COPS Projects	Building Authority Juvenile Court Project	Urban Redevelopment Agency	HUD Section 108	EPA - Brownsfield Revolving Loan Fund	Total Nonmajor Capital Project Funds
REVENUES								
Intergovernmental	\$ -	\$ 8,197	\$ -	\$ -	\$ -	\$ -	\$ 138	\$ 8,335
Charges for services	-	617	-	-	-	-	-	617
Contributions and donations	-	44	-	-	-	-	-	44
Investment income	219	96	26	2	6	12	-	361
Total revenues	219	8,954	26	2	6	12	138	9,357
EXPENDITURES								
Capital outlay:								
General government	-	2,291	-	-	87	453	-	2,831
Public safety	-	1,158	4,811	-	-	-	-	5,969
Civil and criminal court system	-	2,540	-	-	-	-	-	2,540
Planning and development	-	3,675	-	-	-	-	-	3,675
Public works	-	14,213	-	-	-	-	138	14,351
Community development	-	182	-	-	-	-	-	182
Parks and recreation	2,198	735	-	-	-	-	-	2,933
Library	-	1,186	-	-	-	-	-	1,186
Debt service:								
Principal	-	1,266	-	-	-	-	-	1,266
Interest	-	101	-	-	-	-	-	101
Total expenditures	2,198	27,347	4,811	-	87	453	138	35,034
Excess (deficiency) of revenues over (under) expenditures	(1,979)	(18,393)	(4,785)	2	(81)	(441)	-	(25,677)
OTHER FINANCING SOURCES (USES)								
Capital leases	-	5,697	-	-	-	-	-	5,697
Transfers in	-	24,060	-	-	199	-	-	24,259
Total other financing sources (uses)	-	29,757	-	-	199	-	-	29,956
Net change in fund balance	(1,979)	11,364	(4,785)	2	118	(441)	-	4,279
Fund balance - beginning	14,886	36,730	18,396	-	577	1,686	-	72,275
Fund balance - ending	\$ 12,907	\$ 48,094	\$ 13,611	\$ 2	\$ 695	\$ 1,245	\$ -	\$ 76,554

Nonmajor Proprietary Funds

The following Nonmajor Proprietary Funds are used by the County:

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

DeKalb County, Georgia
Nonmajor Proprietary Funds
Combining Statement of Net Position
December 31, 2017
(In thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 21,054	\$ 14,375	\$ 35,429
Accounts Receivable (net)	282	1,841	2,123
Due from other governments	800	99	899
Due from other funds	1,972	3,111	5,083
Total current assets	24,108	19,426	43,534
Noncurrent assets:			
Capital assets (net)	77,997	172,351	250,348
Total noncurrent assets	77,997	172,351	250,348
Total assets	\$ 102,105	\$ 191,777	\$ 293,882
DEFERRED OUTFLOWS OF RESOURCES			
Pension related items	658	2,321	2,979
Total deferred outflows of resources	658	2,321	2,979
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,533	\$ 925	\$ 2,458
Compensated absences payable	99	298	397
Payroll payable	48	158	206
Unearned revenue	-	42	42
Advance payments and deposits	170	-	170
Total current liabilities	1,850	1,423	3,273
Noncurrent liabilities:			
Net OPEB obligation	6,443	-	6,443
Compensated absences payable	17	17	34
Net pension liability	3,008	10,608	13,616
Total noncurrent liabilities	9,468	10,625	20,093
Total liabilities	11,318	12,048	23,366
DEFERRED INFLOWS OF RESOURCES			
Pension related items	238	838	1,076
Total deferred inflows of resources	238	838	1,076
NET POSITION			
Investment in capital assets	77,997	172,351	250,348
Unrestricted	13,210	8,861	22,071
Total net position	\$ 91,207	\$ 181,212	\$ 272,419

DeKalb County, Georgia
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended December 31, 2017
(In thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Operating revenues:			
Rental fees	\$ 5,771	\$ -	\$ 5,771
Charges for services	19	14,648	14,667
Total operating revenues	5,790	14,648	20,438
Operating expenses:			
Salaries, wages and employee benefits	2,050	6,476	8,526
Supplies and materials	295	3,284	3,579
Contractual and other services	662	6,151	6,813
Depreciation and amortization	1,319	5,301	6,620
Total operating expenses	4,326	21,212	25,538
Operating income (loss)	1,464	(6,564)	(5,100)
Non operating revenues:			
Gain on sale of capital assets	5,698	-	5,698
Interest income	53	53	106
Net non-operating revenues (expenses)	5,751	53	5,804
Income (loss) before transfers and contributions	7,215	(6,511)	704
Transfers out	-	(1,813)	(1,813)
Capital contributions	1,534	1,176	2,710
Change in net position	8,749	(7,148)	1,601
Total net position - beginning	82,458	188,360	270,818
Total net position - ending	\$ 91,207	\$ 181,212	\$ 272,419

DeKalb County, Georgia
Nonmajor Enterprise Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2017
(in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Cash flows from operating activities:			
Cash received from customers	\$ 4,888	\$ 14,885	\$ 19,773
Cash payments to suppliers for goods and services	(2,398)	(12,115)	(14,513)
Cash payments to employees for services	(1,512)	(5,582)	(7,094)
Net cash provided by (used in) operating activities	978	(2,812)	(1,834)
Cash flows from noncapital financing activities:			
Transfers to other funds	-	(1,813)	(1,813)
Net cash used in noncapital financing activities	-	(1,813)	(1,813)
Cash flows from capital and related financing activities:			
Capital grants and contributions - intergovernmental	1,534	1,176	2,710
Acquisition and construction of capital assets	(6,392)	(1,466)	(7,858)
Proceeds from sale of capital assets	5,698	-	5,698
Net cash provided by (used in) capital and related financing activities	840	(290)	550
Cash flows from investing activities:			
Interest on investments	53	53	106
Net cash provided by investing activities	53	53	106
Net increase (decrease) in cash and cash equivalents	1,871	(4,862)	(2,991)
Cash and cash equivalents at beginning of year	19,183	19,237	38,420
Cash and cash equivalents at end of year	\$ 21,054	\$ 14,375	\$ 35,429
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ 1,464	\$ (6,564)	\$ (5,100)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization	1,319	5,301	6,620
Change in assets, deferred inflows/outflows of resources, and liabilities:			
(Increase) decrease in receivables	(40)	42	2
(Increase) decrease in due from other governments	(800)	444	(356)
(Increase) decrease in due from other funds	(1,972)	(3,111)	(5,083)
(Increase) decrease in deferred outflows of resources related to pension plan	(423)	(1,442)	(1,865)
Increase (decrease) in accounts payables	552	652	1,204
Increase (decrease) in claims and judgments payable	-	(120)	(120)
Increase (decrease) in payroll payable	6	26	32
Increase (decrease) in compensated absences	14	8	22
Increase (decrease) in unearned revenue	-	(256)	(256)
Increase (decrease) in net pension liabilities and related deferred inflows of resources	777	2,208	2,985
Increase (decrease) in due to other funds	(82)	-	(82)
Increase (decrease) in net OPEB obligation	163	-	163
Net cash provided by (used in) operating activities	\$ 978	\$ (2,812)	\$ (1,834)

Internal Service Funds

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

The following Internal Service Funds are maintained by the County:

- Vehicle Maintenance Fund – to account for operations of the County's Vehicle Maintenance Department which maintains and repairs all of the County's vehicles.
- Vehicle Replacement Fund – to account for all purchases and dispositions of the County's vehicles.
- Risk Management Fund – to account for all of the County's risk management-related revenues and expenditures. This includes unemployment compensation insurance, group health and life insurance, general liability insurance, and workers' compensation insurance.

DeKalb County, Georgia
Internal Service Funds
Combining Statement of Net Position (Deficit)
December 31, 2017
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Total
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ 45,938	\$ -	\$ 45,938
Inventories and prepaid items	1,619	-	1,465	3,084
Due from other funds	784	5,780	40,819	47,383
Total current assets	2,403	51,718	42,284	96,405
Noncurrent assets:				
Capital assets (net)	214	49,640	-	49,854
Total assets	2,617	101,358	42,284	146,259
LIABILITIES				
Current liabilities:				
Accounts payable	1,556	828	11,593	13,977
Payroll payable	299	-	41	340
Claims and judgments payable, current portion	-	-	7,214	7,214
Compensated absences payable	546	-	25	571
Payable from restricted assets:				
Capital leases payable, current portion	-	4,667	-	4,667
Accrued interest on capital leases	-	65	-	65
Total current liabilities	2,401	5,560	18,873	26,834
Noncurrent liabilities:				
Claims and judgments payable, long-term portion	-	-	6,726	6,726
Compensated absences payable, long-term portion	40	-	103	143
Capital leases payable, long-term portion	-	9,333	-	9,333
Total long-term liabilities	40	9,333	6,829	16,202
Total liabilities	2,441	14,893	25,702	43,036
NET POSITION (DEFICIT)				
Net investment in capital assets	214	35,640	-	35,854
Unrestricted (deficit)	(38)	50,825	16,582	67,369
Total net position	\$ 176	\$ 86,465	\$ 16,582	\$ 103,223

DeKalb County, Georgia
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position (Deficit)
For the Year Ended December 31, 2017
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Total
Operating revenues:				
Charges for services	\$ 27,630	\$ 26,725	\$ 91,280	\$ 145,635
Intergovernmental	167	-	-	167
Miscellaneous	1,022	-	200	1,222
Total operating revenues	<u>28,819</u>	<u>26,725</u>	<u>91,480</u>	<u>147,024</u>
Operating expenses:				
Salaries and employee benefits	9,818	-	-	9,818
Supplies	13,239	-	-	13,239
Operating services and charges	6,647	243	86,959	93,849
Depreciation	53	21,508	-	21,561
Total operating expenses	<u>29,757</u>	<u>21,751</u>	<u>86,959</u>	<u>138,467</u>
Operating income (loss)	(938)	4,974	4,521	8,557
Nonoperating revenues (expenses):				
Interest expense	-	(277)	-	(277)
Investment income	-	138	-	138
Gain on sale of capital assets	-	855	-	855
Total nonoperating revenues	<u>-</u>	<u>716</u>	<u>-</u>	<u>716</u>
Income (loss) before transfers	(938)	5,690	4,521	9,273
Transfers out	<u>(195)</u>	<u>(100)</u>	<u>-</u>	<u>(295)</u>
Change in net position	(1,133)	5,590	4,521	8,978
Net position - beginning	<u>1,309</u>	<u>80,875</u>	<u>12,061</u>	<u>94,245</u>
Net position - ending	<u>\$ 176</u>	<u>\$ 86,465</u>	<u>\$ 16,582</u>	<u>\$ 103,223</u>

DeKalb County, Georgia
Internal Service Funds
Combining Statement of Cash Flows
Year Ended December 31, 2017
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Cash flows from operating activities:				
Receipt by interfund services provided	\$ 28,820	\$ 26,725	\$ 91,480	\$ 147,025
Cash payments to suppliers for goods and services	(20,410)	(6,024)	(132,075)	(158,509)
Cash payments to employees for services	(9,764)	-	(1,267)	(11,031)
Net cash provided by (used in) operating activities	(1,354)	20,701	(41,862)	(22,515)
Cash flows from noncapital financing activities:				
Transfers to other funds	(195)	(100)	-	(295)
Net cash used in capital and related financing activities	(195)	(100)	-	(295)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	-	(13,845)	-	(13,845)
Proceeds from sale of capital assets	-	855	-	855
Payments on leases	-	(4,667)	-	(4,667)
Net cash used in capital and related financing activities	-	(17,657)	-	(17,657)
Cash flows from investing activities:				
Interest on investments	-	138	-	138
Net cash provided by investing activities	-	138	-	138
Net increase (decrease) in cash and cash equivalents	(1,549)	3,082	(41,862)	(40,329)
Cash and cash equivalents at beginning of year	1,549	42,856	41,862	86,267
Cash and cash equivalents at end of year	\$ -	\$ 45,938	\$ -	\$ 45,938
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (938)	\$ 4,974	\$ 4,521	\$ 8,557
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	53	21,508	-	21,561
Change in assets and liabilities:				
(Increase) decrease in due from other funds	(784)	(5,781)	(45,951)	(52,516)
(Increase) decrease in inventories and prepaid items	46	-	398	444
Increase (decrease) in payables	215	-	(1,247)	(1,032)
Increase (decrease) in payroll payable	34	-	41	75
Increase (decrease) in other liabilities	-	-	248	248
Increase (decrease) in compensated absences	20	-	128	148
Net cash provided by (used in) operating activities	\$ (1,354)	\$ 20,701	\$ (41,862)	\$ (22,515)

Agency Funds

Agency Funds include the following:

- Tax Commissioner – to account for all real, personal, tangible, and intangible recording taxes collected and forwarded to the County and other governmental units.
- Sheriff - to account for collection fees, proceeds from judicial sales, bond forfeitures, and cash bonds, which are disbursed to other elected officials and agencies, the County, and individuals. The Sheriff also collects, maintains, and disburses monies for civil suits and minors per court order.
- Seized Property – to account for monies seized by Public Safety during arrests. These monies are either returned to victims, the arrested party, or forfeited to the County.

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

- Clerk of Superior Court
- State Court
- Juvenile Court
- State Traffic Court
- Probate Court
- Magistrate Court
- State Court Probation
- Magistrate Court Ordinance Division

DeKalb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
Year Ended December 31, 2017
(in thousands of dollars)

	Balance 12/31/2016	Additions	Deductions	Balance 12/31/2017		Balance 12/31/2016	Additions	Deductions	Balance 12/31/2017
<u>TAX COMMISSIONER</u>					<u>PROBATE COURT</u>				
ASSETS					ASSETS				
Cash and Cash Equivalents	\$ 23,098	\$ 2,548,635	\$ 2,552,606	\$ 19,127	Cash and Cash Equivalents	\$ 379	\$ 1,847	\$ 1,946	\$ 280
Taxes Receivables	30,801	575,834	566,652	39,983	LIABILITIES				
Total Assets	<u>\$ 53,899</u>	<u>\$ 3,124,469</u>	<u>\$ 3,119,258</u>	<u>\$ 59,110</u>	Due to Others	\$ 379	\$ 1,847	\$ 1,946	\$ 280
LIABILITIES					<u>MAGISTRATE COURT</u>				
Due to Others	<u>\$ 53,899</u>	<u>\$ 3,124,469</u>	<u>\$ 3,119,258</u>	<u>\$ 59,110</u>	ASSETS				
<u>SHERIFF</u>					Cash and Cash Equivalents	\$ 1,127	\$ 9,224	\$ 9,213	\$ 1,138
ASSETS					LIABILITIES				
Cash and Cash Equivalents	<u>\$ 5,253</u>	<u>\$ 4,058</u>	<u>\$ 3,996</u>	<u>\$ 5,315</u>	Due to Others	<u>\$ 1,127</u>	<u>\$ 9,224</u>	<u>\$ 9,213</u>	<u>\$ 1,138</u>
LIABILITIES					<u>STATE COURT PROBATION</u>				
Due to Others	<u>\$ 5,253</u>	<u>\$ 4,058</u>	<u>\$ 3,996</u>	<u>\$ 5,315</u>	ASSETS				
<u>CLERK OF SUPERIOR COURT</u>					Cash and Cash Equivalents	\$ 620	\$ 4,187	\$ 4,132	\$ 675
ASSETS					Due from others	11	-	-	11
Cash and Cash Equivalents	<u>\$ 5,081</u>	<u>\$ 36,164</u>	<u>\$ 30,311</u>	<u>\$ 10,934</u>	Total Assets	<u>\$ 631</u>	<u>\$ 4,187</u>	<u>\$ 4,132</u>	<u>\$ 686</u>
LIABILITIES					LIABILITIES				
Due to Others	<u>\$ 5,081</u>	<u>\$ 36,164</u>	<u>\$ 30,311</u>	<u>\$ 10,934</u>	Due to Others	<u>\$ 631</u>	<u>\$ 4,187</u>	<u>\$ 4,132</u>	<u>\$ 686</u>
<u>STATE COURT</u>					<u>SEIZED PROPERTY</u>				
ASSETS					ASSETS				
Cash and Cash Equivalents	<u>\$ 2,312</u>	<u>\$ 16,750</u>	<u>\$ 15,740</u>	<u>\$ 3,322</u>	Cash and Cash Equivalents	<u>\$ 1,086</u>	<u>\$ 70</u>	<u>\$ 35</u>	<u>\$ 1,121</u>
LIABILITIES					LIABILITIES				
Due to Others	<u>\$ 2,312</u>	<u>\$ 16,750</u>	<u>\$ 15,740</u>	<u>\$ 3,322</u>	Due to Others	<u>\$ 1,086</u>	<u>\$ 70</u>	<u>\$ 35</u>	<u>\$ 1,121</u>
<u>JUVENILE COURT</u>					<u>MAGISTRATE COURT ORDINANCE DIVISION</u>				
ASSETS					ASSETS				
Cash and Cash Equivalents	<u>\$ 15</u>	<u>\$ 103</u>	<u>\$ 108</u>	<u>\$ 10</u>	Cash and Cash Equivalents	<u>\$ 9</u>	<u>\$ 991</u>	<u>\$ 980</u>	<u>\$ 20</u>
LIABILITIES					LIABILITIES				
Due to Others	<u>\$ 15</u>	<u>\$ 103</u>	<u>\$ 108</u>	<u>\$ 10</u>	Due to Others	<u>\$ 9</u>	<u>\$ 991</u>	<u>\$ 980</u>	<u>\$ 20</u>
<u>STATE TRAFFIC COURT</u>					<u>TOTALS</u>				
ASSETS					ASSETS				
Cash and Cash Equivalents	<u>\$ 1,034</u>	<u>\$ 12,505</u>	<u>\$ 13,298</u>	<u>\$ 241</u>	Cash and Cash Equivalents	\$ 40,014	\$ 2,634,534	\$ 2,632,365	\$ 42,183
LIABILITIES					Taxes Receivables	30,801	575,834	566,652	39,983
Due to Others	<u>\$ 1,034</u>	<u>\$ 12,505</u>	<u>\$ 13,298</u>	<u>\$ 241</u>	Due from others	11	-	-	11
					Total Assets	<u>\$ 70,826</u>	<u>\$ 3,210,368</u>	<u>\$ 3,199,017</u>	<u>\$ 82,177</u>
					LIABILITIES				
					Due to Others	<u>\$ 70,826</u>	<u>\$ 3,210,368</u>	<u>\$ 3,199,017</u>	<u>\$ 82,177</u>

**DEKALB COUNTY, GEORGIA
STATISTICAL SECTION**

Statistical Section (Unaudited)

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	126-131
Revenue Capacity These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.	132-137
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current debt and the County's ability to issue additional debt in the future.	138-143
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	144-145
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	146-150
Disclosure Information Watershed These schedules contain disclosures of certain statistical data as it pertains to various series of water and sewerage bonds.	151-161

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Comments Relative to the Statistical Section

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

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

DeKalb County, Georgia
Net Position by Component
Last Ten Years
(in thousands of dollars)

	2017	2016 (Restated)	2015	2014	2013	2012	2011	2010	2009	2008
Governmental activities:										
Net investment in capital assets	\$ 868,377	\$ 888,726	\$ 877,672	\$ 1,090,430	\$ 1,047,927	\$ 1,044,929	\$ 1,037,278	\$ 1,015,406	\$ 996,928	\$ 969,556
Restricted	80,830	74,480	69,890	53,906	66,183	59,158	97,738	87,196	40,306	48,583
Unrestricted (deficit)	(1,113,319)	(1,088,491)	(1,016,269)	(975,294)	(464,929)	(450,678)	(482,697)	(410,855)	(228,979)	(102,889)
Total governmental activities net position	\$ (164,112)	\$ (125,285)	\$ (68,707)	\$ 169,042	\$ 649,181	\$ 653,409	\$ 652,319	\$ 691,747	\$ 808,255	\$ 915,250
Business-type activities:										
Net investment in capital assets	\$ 1,281,203	\$ 1,207,317	\$ 1,151,933	\$ 1,032,534	\$ 959,554	\$ 935,528	\$ 924,553	\$ 914,991	\$ 906,295	\$ 897,769
Restricted	35,273	23,399	22,537	34,293	32,344	33,977	1,497	3,948	68,357	100,375
Unrestricted (deficit)	(635)	39,664	30,764	(60,133)	93,382	50,421	27,199	25,331	(61,916)	(58,623)
Total business-type activities net position	\$ 1,315,841	\$ 1,270,380	\$ 1,205,234	\$ 1,006,694	\$ 1,085,280	\$ 1,019,926	\$ 953,249	\$ 944,270	\$ 912,736	\$ 939,521
Primary government:										
Net investment in capital assets	\$ 2,149,580	\$ 2,096,043	\$ 2,029,605	\$ 2,122,964	\$ 2,007,481	\$ 1,980,457	\$ 1,961,831	\$ 1,930,397	\$ 1,903,223	\$ 1,867,325
Restricted	116,103	97,879	92,427	88,199	98,527	93,135	99,235	91,144	108,663	148,958
Unrestricted (deficit)	(1,113,954)	(1,048,827)	(985,505)	(1,035,427)	(371,547)	(400,257)	(455,498)	(385,524)	(290,895)	(161,512)
Total primary government net position	\$ 1,151,729	\$ 1,145,095	\$ 1,136,527	\$ 1,175,736	\$ 1,734,461	\$ 1,673,335	\$ 1,605,568	\$ 1,636,017	\$ 1,720,991	\$ 1,854,771

Source: DeKalb County Finance Department

Notes: In 2016, there was a significant reduction in the tax digest which resulted in decreased revenues for the year and an decrease in governmental activities net position. Also, increases in the County's net pension liability and net OPEB obligations resulted in a further decrease in governmental activities net position. The 2016 column was restated as of result of a change in reporting entity. See footnote 20.

DeKalb County, Georgia
Changes in Net Position
Last Ten Years
(in thousands of dollars)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Expenses										
Governmental activities:										
General government	\$ 83,717	\$ 70,135	\$ 74,834	\$ 56,816	\$ 85,506	\$ 102,058	\$ 116,416	\$ 123,999	\$ 126,144	\$ 128,912
Public safety	222,700	216,570	220,031	222,644	188,406	207,778	228,126	220,431	231,146	216,207
Civil and criminal court system	191,044	190,957	178,613	186,353	165,531	160,553	182,245	178,462	181,022	168,543
Planning & development	20,143	25,094	24,355	20,863	4,614	4,202	4,512	2,063	2,709	2,908
Public works	56,466	46,924	46,884	42,148	41,451	40,427	38,102	48,529	53,220	54,643
Human and community development	-	-	-	-	10,810	12,121	16,469	30,757	9,091	11,845
Parks and recreation	25,300	25,015	23,957	31,346	14,235	13,855	15,793	22,576	26,107	22,996
Library	22,338	19,188	13,841	8,964	15,074	15,195	15,557	16,919	13,510	14,696
Health and welfare	37,711	37,468	32,495	26,024	31,628	34,633	36,443	41,473	42,753	36,259
Bond issuance expense	-	-	-	-	-	-	-	-	221	234
Interest on long-term debt	11,888	10,556	15,038	15,654	16,768	18,468	20,405	21,459	22,834	22,610
Total governmental activities expenses	671,307	641,907	630,048	610,812	574,023	609,290	674,068	706,668	708,757	679,853
Business-type activities:										
Water	94,101	83,313	86,482	76,196	78,078	78,412	95,633	69,771	85,365	75,503
Sewer	119,770	106,017	110,054	96,950	99,373	99,798	121,713	88,800	108,646	96,094
Sanitation	65,871	79,935	85,181	76,335	65,864	68,834	73,335	70,977	70,382	60,019
DeKalb Peachtree Airport	4,319	4,232	4,178	4,257	4,617	4,140	4,205	4,213	4,387	3,269
Stormwater utility	21,188	18,250	18,963	15,685	12,329	15,560	17,356	12,978	13,187	20,399
Total business-type activities expenses	305,249	291,747	304,858	269,423	260,261	266,744	312,242	246,739	281,967	255,284
Total primary government expenses	\$ 976,556	\$ 933,654	\$ 934,906	\$ 880,235	\$ 834,284	\$ 876,034	\$ 986,310	\$ 953,407	\$ 990,724	\$ 935,137
Program Revenues										
Governmental activities:										
Charges for services										
Civil and criminal court system	\$ 23,503	\$ 22,937	\$ 23,010	\$ 33,411	\$ 41,309	\$ 43,444	\$ 43,135	\$ 44,818	\$ 42,823	\$ 55,514
Public safety	23,373	22,389	17,729	14,126	17,992	29,952	17,865	20,951	22,131	23,856
General government	39,312	26,739	15,421	45,415	33,911	36,110	30,078	21,716	30,535	24,672
Other activities	15,945	15,800	35,391	18,885	12,189	10,937	14,873	12,681	14,860	16,936
Operating grants and contributions	22,846	20,034	28,001	27,151	25,832	28,492	48,964	40,224	26,258	22,569
Capital grants and contributions	10,366	12,000	19,157	2,054	29,281	3,983	12,164	15,503	13,666	19,244
Total governmental activities program revenues	135,345	119,899	138,709	141,042	160,514	152,918	167,079	155,893	150,273	162,791
Business-type activities:										
Charges for services:										
Water	73,907	74,637	105,092	108,474	104,154	105,389	97,565	84,110	72,343	62,439
Sewer	165,208	177,460	151,231	154,748	132,560	134,132	124,173	107,050	92,072	79,468
Sanitation	67,438	65,006	64,032	64,431	65,385	69,442	64,071	66,019	67,689	62,475
Other activities	20,438	19,779	20,431	23,956	21,587	23,761	24,746	25,788	22,434	31,027
Capital grants and contributions	20,623	19,104	10,947	7,896	898	202	4,475	740	1,499	9,290
Total business-type activities program revenues	347,614	355,986	351,733	359,505	332,926	315,030	283,707	256,037	244,699	259,308
Total primary governmental program revenues	\$ 482,959	\$ 475,885	\$ 490,442	\$ 500,547	\$ 485,844	\$ 482,109	\$ 439,600	\$ 406,310	\$ 407,490	\$ 435,616

DeKalb County, Georgia
Changes in Net Position
Last Ten Years
(In thousands of dollars)
(continued)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Net (Expense)/Revenue										
Governmental activities	\$ (535,962)	\$ (522,008)	\$ (491,339)	\$ (469,770)	\$ (413,509)	\$ (456,372)	\$ (506,989)	\$ (550,775)	\$ (558,484)	\$ (517,062)
Business-type activities	42,365	64,239	46,875	90,082	72,665	48,286	(28,535)	9,298	(37,268)	4,024
Total primary government net expense	<u>\$ (493,597)</u>	<u>\$ (457,769)</u>	<u>\$ (444,464)</u>	<u>\$ (379,688)</u>	<u>\$ (340,844)</u>	<u>\$ (408,086)</u>	<u>\$ (535,524)</u>	<u>\$ (541,477)</u>	<u>\$ (595,752)</u>	<u>\$ (513,038)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Property tax	\$ 329,845	\$ 296,138	\$ 308,830	\$ 264,542	\$ 268,780	\$ 264,886	\$ 289,690	\$ 259,848	\$ 260,984	\$ 275,427
Sales tax	94,436	92,014	93,138	89,159	90,165	102,703	98,839	88,622	86,978	95,350
Other taxes	66,020	74,417	71,128	65,836	42,774	82,858	75,914	71,711	75,444	86,983
Unrestricted investment earnings	266	831	235	198	3,834	7,015	9,093	8,494	8,601	2,278
Unrestricted grants and contributions	246	947	179	-	-	-	-	-	18,182	16,381
Gain on sale of capital assets	-	1,038	-	3	3,713	-	-	-	-	-
Transfers	6,322	822	(219,920)	593	(300)	-	(5,975)	5,592	1,300	4,680
Total governmental activities	<u>497,135</u>	<u>466,207</u>	<u>253,590</u>	<u>420,331</u>	<u>408,966</u>	<u>457,462</u>	<u>467,561</u>	<u>434,267</u>	<u>451,489</u>	<u>481,099</u>
Business-type activities:										
Unrestricted investment earnings	3,481	1,499	810	810	731	495	216	158	465	4,708
Gain on sale of capital assets	5,937	230	-	1,147	-	-	-	-	-	-
Transfers	(6,322)	(822)	150,844	(593)	300	-	5,975	(5,592)	(1,300)	(4,680)
Total business-type activities	<u>3,096</u>	<u>907</u>	<u>151,654</u>	<u>1,364</u>	<u>1,031</u>	<u>495</u>	<u>6,191</u>	<u>(5,434)</u>	<u>(835)</u>	<u>28</u>
Total primary government	<u>\$ 500,231</u>	<u>\$ 467,114</u>	<u>\$ 405,244</u>	<u>\$ 421,695</u>	<u>\$ 409,997</u>	<u>\$ 457,957</u>	<u>\$ 473,752</u>	<u>\$ 428,833</u>	<u>\$ 450,654</u>	<u>\$ 481,127</u>
Change in Net Position										
Governmental activities:	\$ (38,827)	\$ (55,801)	\$ (237,749)	\$ (49,439)	\$ (4,543)	\$ 1,090	\$ (39,428)	\$ (116,508)	\$ (106,995)	\$ (35,963)
Business-type activities:	45,461	65,146	198,529	91,446	73,696	48,781	(22,344)	3,864	(38,103)	4,052
Total primary government change in net position	<u>\$ 6,634</u>	<u>\$ 9,345</u>	<u>\$ (39,220)</u>	<u>\$ 42,007</u>	<u>\$ 69,153</u>	<u>\$ 49,871</u>	<u>\$ (61,772)</u>	<u>\$ (112,644)</u>	<u>\$ (145,098)</u>	<u>\$ (31,911)</u>

Notes: In 2016, there was a significant reduction in the tax digest which resulted in decreased revenues for the year. Increases in the County's net pension liability and net OPEB obligations contributed to the increase in governmental activities expenses.

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

	2017	2016 (Restated)	2015	2014	2013	2012	2011	2010	2009	2008
General Fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 103	\$ 5,219
Unreserved (deficit)	-	-	-	-	-	-	-	(33,769)	(24,520)	(15,041)
Nonspendable	1,527	3,160	9,768	9,462	19	4,897	92	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	-	18,461	22,010	1,363	17,871	-	4,165	-	-	-
Unassigned (deficit)	47,564	19,797	19,230	13,166	3,114	5,114	(22,708)	-	-	-
Total General Fund	49,091	41,418	51,008	23,991	21,004	10,011	(18,451)	(33,768)	(24,417)	(9,822)
All Other Governmental Funds:										
Reserved	-	-	-	-	-	-	-	36,086	40,031	61,194
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	649	1,942	437
Debt service funds	-	-	-	-	-	-	-	13,144	10,131	8,796
Capital projects funds	-	-	-	-	-	-	-	125,982	154,364	192,691
Nonspendable	-	7,085	7,523	5,435	-	-	-	-	-	-
Restricted	86,355	89,791	80,899	110,407	128,122	144,916	166,152	-	-	-
Committed	62,238	47,585	32,007	33,236	36,529	19,632	19,165	-	-	-
Unassigned (deficit)	-	(8,292)	(8,787)	(6,525)	(8,997)	(13,972)	(10,546)	-	-	-
Total all other governmental funds	148,593	136,169	111,642	142,553	155,654	150,576	174,771	175,861	206,468	263,118
Total governmental funds	\$ 197,684	\$ 177,587	\$ 162,650	\$ 166,544	\$ 176,658	\$ 160,587	\$ 156,320	\$ 142,093	\$ 182,051	\$ 253,296

Notes:

The 2016 column was restated as of result of a change in reporting entity. See footnote 20.
DeKalb County adopted and implemented GASB 54 in 2011.

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

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Revenues By Source:										
Taxes	\$ 499,682	\$ 456,183	\$ 470,706	\$ 421,509	\$ 401,256	\$ 427,328	\$ 452,445	\$ 414,945	\$ 406,475	\$ 449,216
Licenses and permits	26,725	24,615	26,641	28,560	27,358	32,302	27,216	21,860	22,911	31,076
Use of money and property	-	-	-	-	3,853	8,203	8,563	7,416	10,863	13,474
Investment income, contributions	310	831	235	685	-	-	-	-	-	-
Intergovernmental	32,175	28,351	37,026	29,076	50,932	33,621	60,409	59,637	62,750	37,371
Fines and forfeitures	21,389	20,548	20,682	29,782	36,864	37,453	36,993	36,217	32,870	38,333
Charges for services	34,296	33,652	33,489	30,316	49,182	51,495	33,915	25,311	36,859	39,718
Miscellaneous	13,495	12,829	10,918	21,736	24,297	18,910	25,834	18,044	28,874	20,695
Total revenues	628,072	577,009	599,697	561,664	593,742	609,312	645,375	583,430	601,602	629,883
Expenditures By Function:										
General government	\$ 68,574	\$ 57,000	\$ 58,688	\$ 49,621	\$ 101,072	\$ 91,447	\$ 89,191	\$ 95,332	\$ 95,238	\$ 106,917
Public safety	190,517	181,190	194,862	204,012	167,706	190,578	184,213	174,485	187,371	191,230
Civil and criminal court system	172,205	168,264	162,574	153,446	148,255	148,312	146,698	140,751	145,373	146,951
Planning and development	18,603	22,788	23,516	20,481	4,118	3,915	3,642	1,737	2,408	2,562
Public works	27,162	27,465	25,510	21,150	19,914	19,228	19,095	23,991	33,650	39,651
Human and community development	-	-	-	-	9,780	11,296	13,533	24,593	7,388	10,518
Parks and recreation	19,114	19,857	19,187	21,074	10,660	10,669	15,363	16,777	18,756	21,898
Library	17,136	15,460	14,165	13,298	12,093	12,230	12,064	12,138	10,639	11,323
Health and welfare	36,339	35,813	32,553	24,646	30,871	34,437	35,221	40,540	41,794	35,893
Debt service:										
Bond issuance cost	-	1,458	725	-	901	-	-	63	-	-
Interest	11,869	9,374	13,230	14,678	18,984	19,059	19,942	20,699	22,041	23,235
Principal	18,177	15,647	25,066	25,841	29,340	29,698	29,493	33,808	33,656	32,314
Capital outlays	40,376	37,346	36,662	22,197	30,540	34,176	56,718	58,704	75,833	84,302
Total expenditures	620,072	591,662	606,738	570,444	584,234	605,045	625,173	643,618	674,147	706,794
Excess (deficiency) of revenues over (under) expenditures	8,000	(14,653)	(7,041)	(8,780)	9,508	4,267	20,202	# (60,188)	# (72,545)	# (76,911)
Other Financing Sources (Uses)										
Proceeds from sale of capital asset	6	11,936	-	3	5,089	-	-	-	-	-
Issuance of refunding bonds	-	143,355	60,140	-	76,970	-	-	7,945	-	-
Issuance of certificate of participation note	-	12,490	-	-	-	-	-	-	-	-
Premium on bond issuance	-	24,926	4,179	-	6,381	-	-	-	-	-
Contractual purchase obligations	-	-	-	-	-	-	-	-	-	-
Issuance of notes payable	5,697	2,500	-	-	-	-	-	-	-	-
Payments of refunded bond escrow agents	-	(167,080)	(62,314)	-	(81,577)	-	-	-	-	-
Transfers in	59,791	92,347	94,823	79,926	99,495	87,039	95,697	102,798	108,653	135,751
Transfers out	(53,397)	(90,107)	(93,681)	(79,333)	(99,795)	(87,039)	(101,672)	(90,491)	(107,353)	(131,071)
Total other financing sources (uses)	12,097	30,367	3,147	596	6,563	-	(5,975)	20,252	1,300	4,680
Net change in fund balance	\$ 20,097	\$ 15,714	\$ (3,894)	\$ (8,184)	\$ 16,071	\$ 4,267	\$ 14,227	\$ (39,936)	\$ (71,245)	\$ (72,231)
Debt service as a percentage of noncapital expenditures	5.2%	4.5%	6.7%	7.4%	8.9%	8.6%	8.7%	9.3%	9.3%	8.9%

Source: DeKalb County Finance Department

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Watershed System Fund:										
Operating revenues	\$ 239,115	\$ 252,097	\$ 256,323	\$ 263,222	\$ 236,714	\$ 239,521	\$ 221,738	\$ 191,160	\$ 164,415	\$ 141,907
Operating expenses	<u>188,869</u>	<u>166,081</u>	<u>169,194</u>	<u>150,945</u>	<u>153,723</u>	<u>157,343</u>	<u>190,894</u>	<u>141,736</u>	<u>165,007</u>	<u>155,791</u>
Operating income (loss)	<u>\$ 50,246</u>	<u>\$ 86,016</u>	<u>\$ 87,129</u>	<u>\$ 112,277</u>	<u>\$ 82,991</u>	<u>\$ 82,178</u>	<u>\$ 30,844</u>	<u>\$ 49,424</u>	<u>\$ (592)</u>	<u>\$ (13,884)</u>
Sanitation Fund:										
Operating revenues	\$ 67,438	\$ 65,006	\$ 64,035	\$ 64,431	\$ 65,385	\$ 69,442	\$ 68,796	\$ 66,019	\$ 67,689	\$ 62,475
Operating expenses	<u>65,941</u>	<u>81,057</u>	<u>86,172</u>	<u>78,447</u>	<u>67,162</u>	<u>69,891</u>	<u>70,784</u>	<u>69,534</u>	<u>65,118</u>	<u>59,946</u>
Operating income (loss)	<u>\$ 1,497</u>	<u>\$ (16,051)</u>	<u>\$ (22,137)</u>	<u>\$ (14,016)</u>	<u>\$ (1,777)</u>	<u>\$ (449)</u>	<u>\$ (1,988)</u>	<u>\$ (3,515)</u>	<u>\$ 2,571</u>	<u>\$ 2,529</u>
DeKalb Peachtree Airport Fund:										
Operating revenues	\$ 5,790	\$ 5,056	\$ 5,508	\$ 7,766	\$ 5,508	\$ 5,960	\$ 5,197	\$ 6,772	\$ 5,040	\$ 8,829
Operating expenses	<u>4,326</u>	<u>4,316</u>	<u>4,250</u>	<u>4,408</u>	<u>4,708</u>	<u>4,249</u>	<u>4,060</u>	<u>4,127</u>	<u>4,059</u>	<u>3,265</u>
Operating income (loss)	<u>\$ 1,464</u>	<u>\$ 740</u>	<u>\$ 1,258</u>	<u>\$ 3,358</u>	<u>\$ 800</u>	<u>\$ 1,711</u>	<u>\$ 1,137</u>	<u>\$ 2,645</u>	<u>\$ 981</u>	<u>\$ 5,564</u>
Stormwater Utility Fund:										
Operating revenues	\$ 14,648	\$ 15,059	\$ 14,923	\$ 16,190	\$ 16,079	\$ 17,801	\$ 18,317	\$ 19,016	\$ 17,394	\$ 22,198
Operating expenses	<u>21,212</u>	<u>17,886</u>	<u>19,178</u>	<u>16,137</u>	<u>12,572</u>	<u>15,799</u>	<u>16,752</u>	<u>12,714</u>	<u>12,201</u>	<u>20,374</u>
Operating income (loss)	<u>\$ (6,564)</u>	<u>\$ (2,827)</u>	<u>\$ (4,255)</u>	<u>\$ 53</u>	<u>\$ 3,507</u>	<u>\$ 2,002</u>	<u>\$ 1,565</u>	<u>\$ 6,302</u>	<u>\$ 5,193</u>	<u>\$ 1,824</u>

Source: DeKalb County Finance Department

DeKalb County, Georgia

Assessed and Estimated Actual Value of Taxable Property (unaudited)

Last Ten Years
(in millions of dollars)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General Purposes and Bond Retirement:										
Real property:										
Assessed value	\$ 25,540	\$ 23,547	\$ 21,509	\$ 19,028	\$ 17,422	\$ 17,208	\$ 19,161	\$ 22,405	\$ 22,878	\$ 23,639
Estimated market value	63,850	58,868	53,773	47,570	43,555	43,020	47,903	56,013	57,195	59,098
Personal property:										
Assessed value	1,785	1,778	1,816	1,778	1,740	1,688	1,623	1,850	2,207	2,301
Estimated market value	4,462	4,445	4,540	4,445	4,350	4,220	4,058	4,625	5,518	5,753
Motor vehicle and mobile homes:										
Assessed value	548	621	851	1,231	1,469	1,362	1,318	1,347	1,486	1,453
Estimated market value	1,370	1,553	2,128	3,078	3,673	3,405	3,295	3,368	3,716	3,633
Privately owned public utilities:										
Assessed value	415	421	397	374	380	433	377	366	468	494
Estimated market value	1,038	1,053	993	935	950	1,083	943	915	1,170	1,235
Total value for bond retirement (gross):										
Assessed value	\$ 28,288	\$ 26,367	\$ 24,573	\$ 22,411	\$ 21,011	\$ 20,691	\$ 22,479	\$ 25,968	\$ 27,039	\$ 27,887
Estimated market value	\$ 70,719	\$ 65,918	\$ 61,433	\$ 56,028	\$ 52,528	\$ 51,728	\$ 56,198	\$ 67,599	\$ 69,719	\$ 66,001
Ratio of Total Assessed Value to Total Estimated Market Value	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Homestead Exemption	\$ 3,109	\$ 2,852	\$ 2,377	\$ 1,900	\$ 1,682	\$ 1,657	\$ 1,675	\$ 2,060	\$ 1,812	\$ 2,104
Freeport Exemption	\$ 246	\$ 264	\$ 258	\$ 263	\$ 270	\$ 260	\$ 231	\$ 257	\$ 270	\$ 286
Net Assessed Value for General Purposes	\$ 24,932	\$ 23,251	\$ 21,938	\$ 20,248	\$ 19,059	\$ 18,774	\$ 20,573	\$ 23,651	\$ 24,957	\$ 25,497
Total Direct Tax Rate	\$ 44.09	\$ 44.19	\$ 44.59	\$ 45.29	\$ 45.34	\$ 45.39	\$ 44.44	\$ 40.09	\$ 40.09	\$ 39.30

Note: Assessments are made as of January 1 of each year. Tax rates are per \$1,000 of assessed value.

Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

Source: DeKalb County Finance Department; DeKalb County Tax Assessors

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

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Property Tax Rates Per \$1,000										
Real and Personal Property:										
County:										
General	\$ 8.69	\$ 8.76	\$ 10.39	\$ 8.22	\$ 10.71	\$ 10.43	\$ 10.43	\$ 8.00	\$ 8.00	\$ 7.99
Special tax district -										
designated services:										
Avondale	-	0.53	0.37	0.27	0.19	0.16	0.16	2.12	2.12	2.10
Chamblee	-	-	0.37	0.27	0.19	0.16	0.16	0.86	0.86	0.85
Clarkston	-	0.53	0.37	0.27	0.19	0.16	0.16	1.79	1.79	1.77
Decatur	-	0.53	0.37	0.27	0.19	0.16	0.16	1.12	1.12	1.12
Doraville	-	0.53	0.37	0.27	0.19	0.16	0.16	1.20	1.20	1.18
Lithonia	0.12	0.85	0.58	0.47	0.35	0.30	0.30	1.86	1.86	1.84
Pine Lake	0.12	0.85	0.58	0.47	0.35	0.30	0.30	2.12	2.12	2.10
Stone Mountain	-	0.53	0.37	0.27	0.19	0.16	0.16	1.59	1.59	1.58
Tucker	2.41	2.30								
Unincorporated	2.41	2.30	1.45	1.46	0.71	0.38	0.38	3.50	3.50	2.74
Police Services										
Avondale	0.18	0.57	0.60	0.62	3.16	1.76	1.76	-	-	-
Chamblee	0.07	0.11	0.16	0.19	0.24	0.13	0.13	-	-	-
Clarkston	0.72	1.87	2.04	2.46	2.62	1.44	1.44	-	-	-
Decatur	0.10	0.21	0.26	0.28	0.33	0.20	0.20	-	-	-
Lithonia	0.75	1.97	2.13	2.58	2.72	1.50	1.50	-	-	-
Pine Lake	0.86	2.37	2.52	3.01	3.16	1.76	1.76	-	-	-
Stone Mountain	0.13	0.38	0.42	0.44	0.50	0.31	0.31	-	-	-
Tucker	5.09	5.95								
Unincorporated	5.09	5.95	4.69	6.18	4.25	3.75	3.75	-	-	-
Hospital services	0.74	0.74	0.89	0.80	0.80	0.94	0.94	0.96	0.96	0.84
Fire protection	3.08	2.57	2.75	2.87	2.82	3.29	3.29	2.46	2.46	2.54
Bond retirement and interest	0.37	0.01	0.63	1.67	1.92	2.42	2.42	1.94	1.94	1.96
Total County *	\$ 20.38	\$ 20.33	\$ 20.80	\$ 21.20	\$ 21.21	\$ 21.21	\$ 28.31	\$ 16.86	\$ 16.86	\$ 16.07

* The total County millage rate shown above is for the unincorporated portion of the County which comprises over 81% of the total County. 44.09 stated on pages 132 and 135 reflect the total direct tax rate

Property Tax Levies (In thousands
of dollars)

Real and Personal Property:

County:										
General	\$ 160,521	\$ 144,958	\$ 166,867	\$ 110,341	\$ 124,876	\$ 126,294	\$ 140,795	\$ 126,647	\$ 130,460	\$ 128,271
Special tax district -										
designated services	23,175	20,857	13,257	11,120	5,010	3,409	5,136	42,023	43,217	39,427
Police Services	49,248	52,414	40,624	45,421	28,910	31,555	62,111	-	-	-
Hospital services	13,664	12,245	14,293	10,738	9,328	11,382	13,139	15,198	15,655	13,485
Fire protection	50,931	38,169	39,787	34,916	29,960	36,166	36,706	35,773	36,872	37,605
Bond retirement and interest	17,945	11,033	11,524	27,335	28,842	38,187	33,966	40,621	41,546	43,140
Total County	\$ 315,484	\$ 279,676	\$ 286,352	\$ 239,871	\$ 226,926	\$ 246,993	\$ 291,853	\$ 260,262	\$ 267,750	\$ 261,928

(continued)

DeKalb County, Georgia
Property Tax Rates and Levies (unaudited)
Last Ten Years
(continued)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Property Tax Levies (continued)										
(In thousands of dollars)										
Public Utilities:										
County:										
General	\$ 3,802	\$ 3,600	\$ 4,377	\$ 3,266	\$ 3,655	\$ 3,966	\$ 2,929	\$ 3,018	\$ 2,930	\$ 3,768
Special tax district -										
designated services	688	619	441	423	186	116	122	1,126	1,097	1,115
Police Services	1,465	1,571	1,398	1,764	1,095	1,092	1,500	-	-	-
Hospital services	324	304	375	318	273	357	273	362	352	396
Fire protection	1,163	910	1,012	1,004	832	1,085	767	850	827	1,062
Bond retirement and interest	308	200	206	517	508	776	512	645	628	800
Total County	<u>\$ 7,750</u>	<u>\$ 7,204</u>	<u>\$ 7,809</u>	<u>\$ 7,292</u>	<u>\$ 6,549</u>	<u>\$ 7,392</u>	<u>\$ 6,103</u>	<u>\$ 6,001</u>	<u>\$ 5,834</u>	<u>\$ 7,141</u>
Motor Vehicle and Mobile Homes:										
County:										
General	\$ 2,867	\$ 4,678	\$ 5,277	\$ 9,412	\$ 13,119	\$ 14,127	\$ 11,391	\$ 10,865	\$ 11,201	\$ 11,697
Special tax district -										
designated services	538	487	657	462	415	681	4,046	3,983	3,402	4,038
Police Services	1,378	1,550	2,751	2,735	3,863	6,949	171	-	-	-
Hospital services	242	402	508	711	1,181	1,326	1,357	1,299	1,186	1,365
Fire protection	773	1,144	1,664	2,303	3,797	3,759	3,248	3,115	3,323	3,720
Bond retirement and interest	150	9	8	23	876	1,289	2,534	2,437	2,544	3,041
Total County	<u>\$ 5,948</u>	<u>\$ 8,270</u>	<u>\$ 10,865</u>	<u>\$ 15,646</u>	<u>\$ 23,251</u>	<u>\$ 28,131</u>	<u>\$ 22,747</u>	<u>\$ 21,699</u>	<u>\$ 21,656</u>	<u>\$ 23,861</u>
Total County Property Tax Levies	<u>\$ 329,182</u>	<u>\$ 295,150</u>	<u>\$ 305,026</u>	<u>\$ 262,809</u>	<u>\$ 256,726</u>	<u>\$ 282,516</u>	<u>\$ 320,703</u>	<u>\$ 287,962</u>	<u>\$ 295,240</u>	<u>\$ 292,930</u>

Source: DeKalb County Finance Department

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
DeKalb County	<u>\$ 44.09</u>	<u>\$ 44.19</u>	<u>\$ 44.59</u>	<u>\$ 45.29</u>	<u>\$ 45.34</u>	<u>\$ 45.39</u>	<u>\$ 44.44</u>	<u>\$ 40.09</u>	<u>\$ 40.09</u>	<u>\$ 39.30</u>
Atlanta	<u>\$ 43.60</u>	<u>\$ 43.70</u>	<u>\$ 45.06</u>	<u>\$ 43.38</u>	<u>\$ 46.31</u>	<u>\$ 47.17</u>	<u>\$ 47.02</u>	<u>\$ 44.41</u>	<u>\$ 44.41</u>	<u>\$ 40.91</u>
Avondale	<u>\$ 46.36</u>	<u>\$ 46.98</u>	<u>\$ 48.75</u>	<u>\$ 47.83</u>	<u>\$ 52.76</u>	<u>\$ 52.41</u>	<u>\$ 51.07</u>	<u>\$ 48.34</u>	<u>\$ 48.34</u>	<u>\$ 48.21</u>
Brookhaven	<u>\$ 39.33</u>	<u>\$ 38.68</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Chamblee	<u>\$ 42.69</u>	<u>\$ 42.44</u>	<u>\$ 44.75</u>	<u>\$ 42.84</u>	<u>\$ 45.29</u>	<u>\$ 47.23</u>	<u>\$ 45.81</u>	<u>\$ 44.03</u>	<u>\$ 42.39</u>	<u>\$ 40.96</u>
Clarkston	<u>\$ 52.83</u>	<u>\$ 54.22</u>	<u>\$ 57.34</u>	<u>\$ 59.82</u>	<u>\$ 59.22</u>	<u>\$ 59.09</u>	<u>\$ 53.76</u>	<u>\$ 48.32</u>	<u>\$ 48.01</u>	<u>\$ 47.88</u>
Decatur	<u>\$ 42.11</u>	<u>\$ 42.55</u>	<u>\$ 42.63</u>	<u>\$ 43.18</u>	<u>\$ 46.08</u>	<u>\$ 46.53</u>	<u>\$ 46.64</u>	<u>\$ 43.85</u>	<u>\$ 43.85</u>	<u>\$ 43.65</u>
Doraville	<u>\$ 45.17</u>	<u>\$ 44.83</u>	<u>\$ 46.69</u>	<u>\$ 45.00</u>	<u>\$ 47.65</u>	<u>\$ 48.70</u>	<u>\$ 47.30</u>	<u>\$ 44.42</u>	<u>\$ 43.92</u>	<u>\$ 43.79</u>
Dunwoody	<u>\$ 39.33</u>	<u>\$ 38.68</u>	<u>\$ 41.19</u>	<u>\$ 40.39</u>	<u>\$ 43.12</u>	<u>\$ 44.00</u>	<u>\$ 40.79</u>	<u>\$ 39.33</u>	<u>\$ 39.33</u>	<u>\$ -</u>
Lithonia	<u>\$ 51.17</u>	<u>\$ 54.51</u>	<u>\$ 57.53</u>	<u>\$ 56.90</u>	<u>\$ 59.40</u>	<u>\$ 57.89</u>	<u>\$ 55.24</u>	<u>\$ 50.26</u>	<u>\$ 49.40</u>	<u>\$ 48.65</u>
Pine Lake	<u>\$ 59.40</u>	<u>\$ 59.53</u>	<u>\$ 62.32</u>	<u>\$ 67.56</u>	<u>\$ 71.79</u>	<u>\$ 63.65</u>	<u>\$ 59.91</u>	<u>\$ 54.44</u>	<u>\$ 51.64</u>	<u>\$ 51.51</u>
Stone Mountain	<u>\$ 58.62</u>	<u>\$ 59.10</u>	<u>\$ 59.51</u>	<u>\$ 58.69</u>	<u>\$ 67.15</u>	<u>\$ 58.81</u>	<u>\$ 52.90</u>	<u>\$ 46.81</u>	<u>\$ 46.81</u>	<u>\$ 46.69</u>
Tucker	<u>\$ 44.09</u>	<u>\$ 44.19</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Source: DeKalb County Finance Department

DeKalb County, Georgia
Property Tax Levies and Collections (unaudited)
(County Portion Only)
Last Ten Years
(in thousands of dollars)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Total Tax Levy	<u>\$ 335,318</u>	<u>\$ 298,591</u>	<u>\$ 305,026</u>	<u>\$ 262,809</u>	<u>\$ 256,726</u>	<u>\$ 282,516</u>	<u>\$ 320,703</u>	<u>\$ 287,962</u>	<u>\$ 295,240</u>	<u>\$ 292,930</u>
Collection of Current Year's Taxes During Year	<u>\$ 308,651</u>	<u>\$ 272,842</u>	<u>\$ 284,882</u>	<u>\$ 238,877</u>	<u>\$ 233,655</u>	<u>\$ 254,394</u>	<u>\$ 297,522</u>	<u>\$ 261,836</u>	<u>\$ 269,955</u>	<u>\$ 275,236</u>
Percentage of Levy Collected During Year	<u>92.05%</u>	<u>91.38%</u>	<u>93.40%</u>	<u>90.89%</u>	<u>91.01%</u>	<u>90.05%</u>	<u>92.77%</u>	<u>90.93%</u>	<u>91.44%</u>	<u>93.96%</u>
Collection of Prior Years' Taxes During Year	<u>\$ 20,373</u>	<u>\$ 9,792</u>	<u>\$ 9,871</u>	<u>\$ 13,641</u>	<u>\$ 17,439</u>	<u>\$ 12,065</u>	<u>\$ 16,270</u>	<u>\$ 18,527</u>	<u>\$ 11,861</u>	<u>\$ 11,116</u>
Total Collections	<u>\$ 329,024</u>	<u>\$ 282,634</u>	<u>\$ 294,753</u>	<u>\$ 252,518</u>	<u>\$ 251,094</u>	<u>\$ 266,459</u>	<u>\$ 313,792</u>	<u>\$ 280,363</u>	<u>\$ 281,816</u>	<u>\$ 286,352</u>
Percentage of Total Collections to Tax Levy	<u>98.12%</u>	<u>94.66%</u>	<u>96.63%</u>	<u>96.08%</u>	<u>97.81%</u>	<u>94.32%</u>	<u>97.85%</u>	<u>97.36%</u>	<u>95.45%</u>	<u>97.75%</u>
Current Delinquent Taxes	<u>\$ 7,747</u>	<u>\$ 14,675</u>	<u>\$ 9,458</u>	<u>\$ 8,445</u>	<u>\$ 8,505</u>	<u>\$ 5,191</u>	<u>\$ 11,817</u>	<u>\$ 17,512</u>	<u>\$ 17,844</u>	<u>\$ 12,775</u>
Accumulated Delinquent Taxes	<u>\$ 22,985</u>	<u>\$ 21,285</u>	<u>\$ 15,424</u>	<u>\$ 14,239</u>	<u>\$ 14,212</u>	<u>\$ 19,275</u>	<u>\$ 15,985</u>	<u>\$ 20,911</u>	<u>\$ 20,344</u>	<u>\$ 29,063</u>
Percentage of Accumulated Delinquent Taxes to Current Year's Tax Levy	<u>6.85%</u>	<u>7.13%</u>	<u>5.06%</u>	<u>5.42%</u>	<u>5.54%</u>	<u>6.82%</u>	<u>4.98%</u>	<u>7.26%</u>	<u>6.89%</u>	<u>9.92%</u>

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

Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

DeKalb County, Georgia
Principal Property Tax Payers (unaudited)
Last Ten Years

Type of Business	2017				2016				2015				2014				2013			
	Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation	
Bellsouth Telecom	\$ 83,763	3	0.30%		\$ 96,109	3	0.39%		\$ 92,942	2	0.38%		\$ 94,002	2	0.42%		\$ 76,436	3	0.36%	
Georgia Power	223,865	1	0.79%		210,339	1	0.86%		205,627	1	0.84%		183,813	1	0.82%		182,977	1	0.87%	
Perimeter Mall LLC	74,418	5	0.26%		73,688	5	0.30%		74,819	5	0.30%		74,819	5	0.33%		74,819	4	0.36%	
General Motors Corp	-		-		-	0	-		-		-		-		-		-		-	
Post Apartment Homes LP	-		-		-		-		-		-		-		-		-		-	
Koger Ravinia LLC	-		0.00%		-		0.00%		-		0.00%		-		0.00%		40,244	10	0.19%	
Highwoods Forsyth Limited	-		0.00%		48,643	9	0.20%		48,719	9	0.20%		48,039	8	0.21%		48,039	7	0.23%	
Stone Mountain Ind Park	-		0.00%		-		0.00%		-		0.00%		-		0.00%		40,568	9	0.19%	
Atlanta Gas Light Co	67,037	7	0.24%		64,676	6	0.26%		63,132	6	0.26%		57,138	6	0.25%		55,192	6	0.26%	
Perimeter Summit LLC	-		0.00%		-		0.00%		-		0.00%		-		0.00%		-		0.00%	
Emory University	101,780	2	0.36%		98,620	2	0.40%		87,075	4	0.35%		85,020	3	0.38%		62,635	5	0.30%	
RB Terraces LLC	-		-		-		-		-		-		-		-		-		-	
Wells REIT II Parkside Atlanta	-		-		-		-		-		-		-		-		-		-	
Avalon Acquisition Company LLC	-		0.00%		-		0.00%		-		0.00%		-		0.00%		40,978	8	0.20%	
AT&T Mobility	80,421	4	0.28%		75,342	4	0.31%		88,739	3	0.36%		79,065	4	0.35%		79,033	2	0.38%	
Oglethorpe Power Company	-		0.00%		-		0.00%		-		0.00%		-		0.00%		-		0%	
Atlanta Office Investment Phase I	71,100	6	0.25%		-		0.00%		-		0.00%		-		0.00%		-		0%	
Post Apartment Homes LP	-		0.00%		-		0.00%		-		0.00%		-		0.00%		-		0%	
Cox Communications Inc	-		0.00%		-	0	0.00%		49,298	8	0.20%		51,339	7	0.23%		-		-	
POP Three Ravinia LLC	60,855	8	0.22%		60,800	7	0.25%		43,435	10	0.18%		43,435	9	0.19%		-		-	
Worthing Perimeter Center	-		0.00%		-	0	0.00%		49,686	7	0.20%		41,862	10	0.19%		-		-	
CFATT LLC	50,401	10	0.18%		49,281	8	0.20%		-		-		-		-		-		-	
Development Authority DeKalb	54,251	9	0.19%		46,031	10	0.19%		-		-		-		-		-		-	
Total	\$ 867,891		3.07%		\$ 823,529		3.36%		\$ 803,472		3.27%		\$ 758,532		3.37%		\$ 700,921		3.34%	
Total County	\$ 28,287,783				\$ 24,573,000				\$ 24,573,000				\$ 22,411,000				\$ 21,011,000			

Type of Business	2012				2011				2010				2009				2008			
	Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation		Assessed Valuation (In thousands)	Rank	Percentage of Total County Assessed Valuation	
Bell South/AT&T Georgia	\$ 48,127	3	0.23%		\$ 71,567	3	0.32%		\$ 116,590	2	0.45%		\$ 119,412	2	0.44%		\$ 238,926	1	0.86%	
GA-Perimeter Center LLC	150,986	1	0.73%		180,638	1	0.80%		151,024	1	0.58%		140,887	1	-		-		-	
Development Authority of DeKalb	63,688	2	0.31%		70,202	4	0.31%		72,962	3	0.28%		72,962	3	0.28%		-		-	
Georgia Power	-		-		-		-		-		0.00%		38,587	10	0.14%		1,348	10	0.00%	
Perimeter Mall LLC	-		-		-		-		-		-		-		-		73,232	2	0.26%	
General Motors	40,244	4	0.19%		40,244	8	0.18%		40,244	9	0.15%		40,243	9	0.15%		42,398	8	0.15%	
Post Apartment Homes LP	-		0.00%		48,856	6	0.22%		50,679	5	0.20%		55,557	5	0.21%		-		0.00%	
Hewlett-Packard Co	-		0.00%		114,270	2	0.51%		49,154	6	0.19%		49,839	7	0.18%		-		-	
Koger Ravinia LLC	38,226	5	0.18%		55,524	5	0.25%		47,165	7	0.18%		43,956	8	0.16%		44,268	6	0.16%	
Highwoods/Forsyth LTD	27,119	7	0.13%		28,410	10	0.13%		28,425	10	-		-		-		41,578	9	0.15%	
Stone Mountain Industrial Park	-		0.00%		-		0.00%		-		-		-		-		51,271	5	0.18%	
Atlanta Gas Light	-		0.00%		43,199	7	0.19%		71,673	4	0.28%		71,673	4	0.27%		44,047	7	0.16%	
RB Terraces LLC	-		-		-		-		-		-		-		-		52,579	4	0	
Wells REIT II Parkside Atlanta	32,958	6	-		-		-		-		-		-		-		-		-	
Post Apartment Homes LP	22,468	8	-		-		-		-		-		-		-		69,124	3	0.25%	
Total	423,816		1.77%		\$ 686,316		3.06%		\$ 27,039,000		2.31%		\$ 633,116		1.82%		\$ 658,771		2.36%	
Total County	\$ 20,691,000				\$ 22,479,000				\$ 25,968,000				\$ 27,887,000				\$ 27,887,000			

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

DeKalb County, Georgia
Ratios of Outstanding Debt by Type (unaudited)
Last Ten Years
(in thousands of dollars, except per capita)

Fiscal Year	Governmental Activities							Business-Type Activities						
	General	Certificates	Notes	Revenue	Building and	Total	Percentage of	Water & Sewer	Vehicle	GEFA	Water & Sewer	Total	Debt as a	Total
	Obligation	of			Equipment/Vehicle	Governmental	Actual Taxable		Capital		Debt per	Government	Percentage of	
	Bonds	Participation	Payable	Bonds	Leases	Debt	Value ^a of	Bonds	Leases	Notes Payable	Customer ^b	Debt	Income ^b	Debt per
							Property							Capita ^b
2008	391,195	21,055	-	90,492	9,374	512,116	2.0	577,617	718	-	1,749	1,090,451	4.47%	1,447
2009	365,545	20,010	-	87,378	5,920	478,853	2.0	564,734	381	-	1,705	1,043,968	n/a	1,380
2010	339,148	18,930	-	92,128	3,181	453,387	1.9	579,806	30	-	2,594	1,033,223	n/a	1,447
2011	316,026	17,810	-	88,635	1,553	424,024	2.0	975,167	-	-	4,906	1,399,191	n/a	1,930
2012	291,870	16,645	-	84,921	-	393,436	2.1	957,535	-	-	4,290	1,350,971	n/a	1,850
2013	266,751	15,730	-	85,540	4,947	372,968	2.1	936,352	-	-	4,398	1,309,320	n/a	1,853
2014	240,471	15,730	-	81,760	23,356	361,317	2.1	911,413	7,840	-	4,280	1,280,570	n/a	1,812
2015	227,166	14,145	-	74,375	18,125	333,811	2.1	886,829	6,533	6,000	4,147	1,233,173	n/a	1,717
2016	211,184	25,000	2,014	74,830	14,115	327,143	2.1	859,060	5,227	5,114	4,017	1,196,544	n/a	1,650
2017	197,618	22,215	1,532	70,975	14,992	307,332	2.1	830,344	3,920	3,926	3,883	1,145,522	n/a	1,561

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

^a See page 132 for property value data.

^b See page 144 for population, customer and personal income data.

The debt noted above includes outstanding principal bonds plus the applicable unamortized bond premiums.

^c GFOA has provided comment that premiums on bond debt should be included to GO Bond, Water and sewer and Building & Equipment

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

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

Last Ten Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Population (in thousands)	<u>734</u>	<u>725</u>	<u>718</u>	<u>713</u>	<u>707</u>	<u>701</u>	<u>694</u>	<u>692</u>	<u>731</u>	<u>728</u>
Assessed Value (in millions of dollars)	<u>\$ 28,288</u>	<u>\$ 26,367</u>	<u>\$ 24,573</u>	<u>\$ 22,411</u>	<u>\$ 21,011</u>	<u>\$ 20,691</u>	<u>\$ 22,479</u>	<u>\$ 25,968</u>	<u>\$ 27,039</u>	<u>\$ 27,887</u>
Gross Bonded Debt (in thousands of dollars)	<u>\$ 176,345</u>	<u>\$ 186,280</u>	<u>\$ 74,375</u>	<u>\$ 240,471</u>	<u>\$ 266,751</u>	<u>\$ 285,775</u>	<u>\$ 309,085</u>	<u>\$ 331,305</u>	<u>\$ 356,745</u>	<u>\$ 381,380</u>
Less Reserve for General Bond Debt Service (in thousands of dollars)	<u>1,545</u>	<u>1,124</u>	<u>4,759</u>	<u>10,938</u>	<u>12,189</u>	<u>16,245</u>	<u>12,046</u>	<u>13,002</u>	<u>11,396</u>	<u>8,739</u>
Net Bonded Debt (in thousands of dollars)	<u>\$ 174,800</u>	<u>\$ 185,156</u>	<u>\$ 69,616</u>	<u>\$ 229,533</u>	<u>\$ 254,562</u>	<u>\$ 269,530</u>	<u>\$ 297,039</u>	<u>\$ 318,303</u>	<u>\$ 345,349</u>	<u>\$ 372,641</u>
Ratio of Net Bonded Debt to Assessed Value	<u>0.0062</u>	<u>0.0070</u>	<u>0.0028</u>	<u>0.0102</u>	<u>0.0121</u>	<u>0.0130</u>	<u>0.0132</u>	<u>0.0123</u>	<u>0.0128</u>	<u>0.0134</u>
Net General Bonded Debt Per Capita	<u>\$ 238.15</u>	<u>\$ 255.39</u>	<u>\$ 96.96</u>	<u>\$ 321.93</u>	<u>\$ 360.06</u>	<u>\$ 384.49</u>	<u>\$ 428.01</u>	<u>\$ 459.98</u>	<u>\$ 472.43</u>	<u>\$ 511.87</u>

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

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

Last Ten Years
(in thousands of dollars)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Governmental Expenditures ¹	<u>\$ 620,072</u>	<u>\$ 591,662</u>	<u>\$ 570,444</u>	<u>\$ 584,234</u>	<u>\$ 605,045</u>	<u>\$ 625,173</u>	<u>\$ 674,147</u>	<u>\$ 674,147</u>	<u>\$ 646,235</u>	<u>\$ 759,074</u>
Debt Service Expenditures for General Bonded Debt ²	<u>\$ 30,046</u>	<u>\$ 31,688</u>	<u>\$ 39,021</u>	<u>\$ 40,519</u>	<u>\$ 39,010</u>	<u>\$ 37,346</u>	<u>\$ 37,242</u>	<u>\$ 41,406</u>	<u>\$ 41,607</u>	<u>\$ 41,933</u>
Ratio (%) of Debt Service Expenditures to General Governmental Expenditures	<u>4.85%</u>	<u>5.36%</u>	<u>7.10%</u>	<u>6.88%</u>	<u>6.17%</u>	<u>5.96%</u>	<u>6.43%</u>	<u>6.17%</u>	<u>6.49%</u>	<u>5.43%</u>

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

² Includes all governmental funds general obligation bond expenditures.

Source: DeKalb County Finance Department

DeKalb County, Georgia
Computation of Legal Debt Margin (Unaudited)
December 31, 2017
(in thousands of dollars)

Assessed Value		\$ 28,287,783
Debt Limit - 10% of assessed value		\$ 2,828,778
Amount of Debt Applicable to Debt Limit:		
Total bonded debt (excluding premiums)	\$ 176,345	
Less:		
Total reserve for general bond debt	\$ 1,545	
Total debt applicable to debt limit		<u>174,800</u>
Legal Debt Margin		<u>\$ 2,653,978</u>

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

DeKalb County, Georgia
Legal Debt Margin (unaudited)
Last Ten Years
(In thousands of dollars)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Debt limit	\$ 2,828,778	\$ 2,636,700	\$ 2,457,300	\$ 2,241,100	\$ 2,101,100	\$ 2,069,100	\$ 2,247,900	\$ 2,596,800	\$ 2,703,900	\$ 2,788,700
Total debt applicable to limit	<u>174,800</u>	<u>185,156</u>	<u>231,925</u>	<u>224,757</u>	<u>244,276</u>	<u>269,530</u>	<u>278,950</u>	<u>319,868</u>	<u>345,349</u>	<u>372,641</u>
Legal debt margin	<u>\$ 2,653,978</u>	<u>\$ 2,451,544</u>	<u>\$ 2,230,134</u>	<u>\$ 2,016,343</u>	<u>\$ 1,856,824</u>	<u>\$ 1,799,570</u>	<u>\$ 1,950,861</u>	<u>\$ 2,276,932</u>	<u>\$ 2,358,551</u>	<u>\$ 2,416,059</u>
Total debt applicable to the limit as a percentage of the debt limit	6.18%	7.02%	9.44%	10.03%	11.63%	13.03%	12.41%	12.32%	12.77%	13.36%

Source: DeKalb County Finance Department

DeKalb County, Georgia
Schedule of Governmental Revenue Bond Coverage (unaudited)
Last Ten Years
(in thousands of dollars)

Building Authority and Juvenile Justice Center Revenue Bonds

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net Available Revenue *	<u>\$ 3,713</u>	<u>\$ 3,673</u>	<u>\$ 3,710</u>	<u>\$ 3,710</u>	<u>\$ 3,712</u>	<u>\$ 3,717</u>	<u>\$ 3,716</u>	<u>\$ 3,714</u>	<u>\$ 3,715</u>	<u>\$ 3,717</u>
Current Annual Debt Service	<u>\$ 3,713</u>	<u>\$ 3,673</u>	<u>\$ 3,710</u>	<u>\$ 3,710</u>	<u>\$ 3,712</u>	<u>\$ 3,717</u>	<u>\$ 3,716</u>	<u>\$ 3,714</u>	<u>\$ 3,715</u>	<u>\$ 3,717</u>
Ratio	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>

Public Safety and Judicial Facilities Authority Revenue Bonds

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net Available Revenue *	<u>\$ 1,602</u>	<u>\$ 1,608</u>	<u>\$ 3,093</u>	<u>\$ 3,095</u>	<u>\$ 3,094</u>	<u>\$ 3,093</u>	<u>\$ 3,092</u>	<u>\$ 3,095</u>	<u>\$ 3,096</u>	<u>\$ 3,092</u>
Current Annual Debt Service	<u>\$ 1,602</u>	<u>\$ 1,608</u>	<u>\$ 3,093</u>	<u>\$ 3,095</u>	<u>\$ 3,094</u>	<u>\$ 3,093</u>	<u>\$ 3,092</u>	<u>\$ 3,095</u>	<u>\$ 3,096</u>	<u>\$ 3,092</u>
Ratio	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>	<u>1.00</u>

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

Source: DeKalb County Finance Department

DeKalb County, Georgia
Schedule of Business-Type Revenue Bond Coverage (unaudited)
Water and Sewerage System
Last Ten Years
(In thousands of dollars)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Net Operating Revenue as Defined in Bond Resolution *	<u>\$ 115,994</u>	<u>\$ 155,968</u>	<u>\$ 110,919</u>	<u>\$ 131,577</u>	<u>\$ 120,192</u>	<u>\$ 142,676</u>	<u>\$ 82,911</u>	<u>\$ 84,114</u>	<u>\$ 36,604</u>	<u>\$ 53,063</u>
Current Annual Debt Service Requirement	<u>\$ 66,015</u>	<u>\$ 65,781</u>	<u>\$ 67,404</u>	<u>\$ 65,732</u>	<u>\$ 61,127</u>	<u>\$ 57,230</u>	<u>\$ 41,402</u>	<u>\$ 38,838</u>	<u>\$ 38,838</u>	<u>\$ 38,660</u>
Ratio	<u>1.76</u>	<u>2.37</u>	<u>1.65</u>	<u>2.00</u>	<u>1.97</u>	<u>2.49</u>	<u>2.00</u>	<u>2.17</u>	<u>0.94</u>	<u>1.37</u>

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

Source: DeKalb County Finance Department

DeKalb County, Georgia
Computation of Direct and Overlapping Debt (unaudited)
December 31, 2017
(in thousands of dollars)

Category of Debt	Total Amount Outstanding (000s)	% Applicable to the County ³	Amount of Debt Applicable to DeKalb County
Direct Debt ¹ :			
DeKalb County General Obligation Bonds	176,345	100%	176,345
Fulton-DeKalb Hospital Authority - County portion only	21,870	100%	21,870
DeKalb County Building Authority	25,385	100%	25,385
DeKalb County Public Safety and Judicial Facilities Authority	36,395	100%	36,395
DeKalb County Urban Redevelopment Authority	5,725	100%	5,725
ACCG Certificates of Participation 2013	22,215	100%	22,215
DeKalb County Capital Leases	14,992	100%	14,992
DeKalb County Notes Payable	1,532	100%	1,532
Total Direct Debt	304,459	100%	304,459
Overlapping Debt:			
DeKalb County Board of Education ¹			
General Obligation Bonds	164,325	100%	164,325
Capital Leases	33,841	100%	33,841
	198,166		198,166
City of Decatur ¹			
General Obligation Bonds	99,650	100%	99,650
Notes Payable	1,840	100%	1,840
Capital Leases	425	100%	425
Guaranteed Revenue Bonds	39,582	100%	39,582
Certificates of Participation	2,830	100%	2,830
	144,327		144,327
City Schools of Decatur ¹			
General Obligation Bonds	1,840	100%	1,840
Capital Leases	7,133	100%	7,133
Certificates of Participation 2010	8,860	100%	8,860
Certificates of Participation 2014	17,440	100%	17,440
	35,273		26,300
City of Atlanta ¹			
General Obligation Bonds	350,285	4.75% ³	16,639
APSFJA Revenue Bonds	27,150	4.75%	1,290
SWMA Revenue Bonds	9,360	4.75%	445
Intergovernmental Agreements	376,552	4.75%	17,886
Notes Payable	2,054	4.75%	98
Capital Leases	23,544	4.75%	1,118
Certificates of Participation	29,780	4.75%	1,415
Other	48,434	4.75%	2,301
	867,159		41,190
Atlanta Public Schools ¹			
Certificates of Participation (ERS, Inc.)	76,740	4.75%	3,645
Capital Leases	1,069	4.75%	51
	77,809		3,696
City of Dunwoody ²			
Guaranteed Revenue Bonds	9,900	100%	9,900
	9,900		9,900
Total Overlapping Debt	1,332,634		395,332
Total Direct and Overlapping Debt	1,637,093		699,791
Total Per Capita Direct and Overlapping Debt			\$ 965.23 ⁴

¹ As of June 30, 2017

² As of December 31, 2017

³ Calculation of City of Atlanta overlapping percentages

	A.V. (000s)	% of A.V.
City of Atlanta in Fulton	24,009,999	93.93%
City of Atlanta in DeKalb	1,552,837	6.07%
	25,562,836	100.00%

⁴ Based on estimated 2017 population of 734,000

Source: DeKalb County Department of Finance as of December 31, 2017

DeKalb County, Georgia
Demographic and Economic Statistics (unaudited)

Last Ten Years

Fiscal Year	Population	School Enrollment	Water Customers	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate	Property Value (millions of dollars)	Construction Permits	Construction Value (millions of dollars)	Bank Deposits (millions of dollars)
2008	727,600	101,079	314,572	n/a	\$ 32,354	7.7%	\$ 69,719	8,244	\$ 1,142	\$ 8,473
2009	731,200	99,006	316,065	n/a	n/a	10.2%	67,599	4,572	1,238	8,582
2010	691,893	99,406	214,256	n/a	n/a	10.4%	64,920	4,842	584	7,652
2011	694,400	99,088	212,360	n/a	n/a	9.4%	56,198	7,473	2,233	7,586
2012	700,700	98,910	212,012	n/a	n/a	9.1%	51,728	4,287	620	7,807
2013	706,600	99,388	212,925	n/a	n/a	7.2%	52,528	4,222	708	8,189
2014	712,900	101,103	213,312	n/a	n/a	6.4%	56,028	5,270	3,883	8,415
2015	718,400	101,389	213,839	n/a	n/a	5.6%	70,719	5,778	13,182	8,962
2016	725,000	101,284	213,945	n/a	n/a	5.6%	70,719	5,350	17,017	9,779
2017	733,900	100,144	212,580	n/a	n/a	4.5%	-	5,686	6,642	10,570

Note: Personal income data is unavailable for 2008 through 2017

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

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

	2017			2016			2015			2014			2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Emory University & Hospital	14,407	2	3.6%	13,945	2	3.6%	13,414	3	3.6%	11,704	3	3.2%	13,075	3	3.6%
DeKalb County Schools	13,368	3	3.3%	13,596	3	3.5%	13,701	2	3.6%	12,402	2	3.3%	14,076	2	3.8%
Emory Healthcare	17,389	1	4.4%	16,257	1	4.2%	15,756	1	4.2%	15,237	1	4.1%	14,675	1	4.0%
U.S. Centers for Disease Control & Prevention	8,966	5	2.2%	9,070	5	2.3%	8,842	5	2.4%	8,662	5	2.3%	8,572	5	2.3%
DeKalb County Government	7,554	6	1.9%	7,597	6	1.9%	7,539	6	2.0%	7,478	6	2.0%	7,362	7	2.0%
General Motors Corporation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Internal Revenue Service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cox Enterprises	2,233	9	0.6%	2,599	9	0.7%	2,530	9	0.7%	3,267	8	0.9%	8,300	6	2.3%
AT&T	3,231	7	0.8%	3,532	7	0.9%	3,837	8	1.0%	3,932	7	1.1%	3,992	9	1.1%
DeKalb Medical Center	3,102	8	0.8%	3,235	8	0.8%	4,225	7	1.1%	3,084	9	0.8%	4,024	8	1.1%
Childrens Healthcare of Atlanta	11,120	4	2.8%	10,489	4	2.6%	9,714	4	2.6%	9,135	4	2.5%	8,669	4	2.4%
Georgia Perimeter College	1,145	10	0.3%	2,424	10	0.6%	1,188	10	0.3%	2,457	10	0.7%	2,444	10	0.7%
Total	82,515		20.6%	82,744		21.2%	80,746		21.5%	77,358		20.9%	85,189		23.2%
Total County	399,894			375,994			375,994			370,795			366,707		

	2012			2011			2010			2009			2008		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Emory University & Hospital	13,124	3	3.3%	12,978	3	3.5%	20,172	2	5.4%	12,265	2	3.4%	10,401	2	2.9%
DeKalb County Schools	13,452	2	3.4%	13,072	2	3.6%	13,890	3	3.7%	13,285	1	3.7%	14,700	1	4.1%
Emory Healthcare	14,442	1	3.6%	14,595	1	4.0%	9,000	5	2.4%	11,143	3	3.1%	9,044	3	2.5%
U.S. Centers for Disease Control & Prevention	9,231	4	2.3%	9,634	4	2.6%	9,634	4	2.6%	6,500	6	1.8%	3,800	6	1.1%
InterContinental Hotels Group Inc.	7,373	6	1.8%	7,907	6	2.2%	7,188	7	1.9%	-	-	-	-	-	-
DeKalb County Government	-	-	-	-	-	-	-	-	-	8,077	4	2.2%	7,130	4	2.0%
General Motors Corporation	-	-	-	-	-	-	-	-	-	-	-	0.0%	3,500	7	1.0%
Internal Revenue Service	3,408	8	0.9%	2,500	10	0.7%	2,499	10	0.7%	-	-	0.0%	2,848	8	0.8%
Cox Enterprises	3,838	7	1.0%	5,252	7	1.4%	20,325	1	5.4%	5,606	7	1.6%	3,500	7	1.0%
AT&T	3,067	9	0.8%	2,946	8	0.8%	2,800	8	0.8%	5,200	8	1.4%	2,848	8	0.8%
Emory Clinic	8,190	5	2.1%	7,978	5	2.2%	7,527	6	2.0%	-	-	-	-	-	-
DeKalb Medical Center	2,591	10	0.7%	2,591	9	0.7%	2,563	9	0.7%	3,766	9	1.0%	1,213	9	0.3%
Childrens Healthcare of Atlanta	-	-	-	-	-	-	-	-	-	6,700	5	1.9%	6,046	5	1.7%
Veteran's Administration Hospital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Georgia Perimeter	-	-	-	-	-	-	-	-	-	2,563	10	0.7%	-	-	-
Marshall's	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DeKalb College	-	-	-	-	-	-	-	-	-	-	-	0.0%	1,192	10	0.3%
United Parcel Service	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	78,716		23.2%	79,453		21.5%	95,598		25.5%	75,105		20.7%	66,222		18.3%
Total County	339,593			367,785			374,768			362,420			362,420		

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

Note: 2013 total for Cox Enterprises was overstated by the company

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

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

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government	1,523	1,517	1,487	1,240	1,452	1,425	763	795	1,125	1,029
Public safety:										
Fire & rescue services	679	650	650	790	783	786	722	855	921	859
Police officers	1,261	1,256	1,295	1,295	1,301	1,226	1,231	1,228	1,251	1,250
Other public safety	1,067	1,070	1,064	1,071	781	756	285	255	377	377
Civil and criminal court system	808	798	808	800	787	898	1,781	1,753	1,747	1,740
Planning and development	96	159	141	122	93	102	76	54	29	186
Public works	206	208	207	212	214	224	220	487	540	611
Community development	-	-	-	-	18	24	24	22	15	24
Parks and recreation	134	134	131	142	154	154	480	471	543	636
Library	256	230	227	285	285	286	285	295	298	246
Health and welfare	97	96	94	83	85	85	85	32	86	86
Watershed management (Water and sewer)	764	728	684	684	686	684	682	686	771	771
Sanitation	640	728	728	730	699	699	699	699	742	743
DeKalb Peachtree Airport	23	23	23	24	24	24	24	24	27	28
Total	7,554	7,597	7,539	7,478	7,362	7,373	7,357	7,656	8,472	8,586

Source: DeKalb County Budget Office

DeKalb County, Georgia

Operating Indicators by Function/Program (unaudited)

Last Ten Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government:										
Business licenses issued	9,300	10,318	12,909	12,511	13,307	15,410	16,879	14,500	22,430	22,955
Registered voters	509,466	443,092	484,671	470,243	454,446	476,132	448,834	456,049	445,388	456,096
Public safety:										
Fire & EMS emergency calls	134,650	127,741	112,028	109,069	93,937	98,256	93,151	92,171	89,356	201,300
Police arrests	19,193	17,756	22,420	41,719	40,792	53,388	48,660	48,669	54,584	53,707
Training academies	4	3	3	3	1	2	3	7	2	2
Civil and criminal court system:										
State traffic court citations processed	195,085	102,006	122,662	182,460	182,460	201,586	221,388	182,811	231,591	243,396
State court dispossession warrants	31,042	31,931	33,462	34,796	34,648	35,289	34,895	33,983	33,511	39,072
Superior court felony case filings	6,542	6,579	4,940	6,000	8,100	5,317	7,100	6,128	6,000	4,773
Planning and development:										
Building permits issued	5,686	5,350	5,778	5,270	4,222	4,287	7,473	4,842	4,572	8,244
Number of inspections	32,592	36,102	27,883	24,588	10,358	11,880	16,486	28,674	51,139	24,218
Public works:										
Road resurfacing (miles)	42	35	2	4	12	40	36	37	66	42
Patching (tons)	38,195	25,039	28,774	23,000	39,430	79,704	94,028	70,185	101,465	30,000
Sidewalks constructed (miles)	0	0	1	1	1	1	2	1	2	1
Parks and recreation:										
Average attendance per pool	6,534	6,001	10,987	9,733	14,873	11,964	8,756	13,570	13,153	5,059
Golf rounds per course	42,444	42,444	38,672	44,949	46,861	54,359	53,323	28,809	68,500	79,871
Youth & adult athletic patrons	151,264	140,420	173,220	140,420	327,025	131,000	164,210	151,175	138,500	20,559
Library:										
Patron visits	2,504,130	2,627,591	2,570,907	2,765,884	3,012,990	3,190,289	3,240,490	3,321,574	3,232,361	3,273,489
Water:										
Water Customers	212,580	213,945	213,839	213,312	212,925	212,012	212,360	214,256	316,065	314,572
Water Meters	193,209	192,044	190,874	190,057	187,815	187,815	188,224	189,666	189,162	189,162
Average daily water consumption (million gallons)	70	70	70	70	70	70	70	72	59	66
Miles of water mains constructed during year						-	2	2	6	5
Sewer:										
Sewer Customers	183,906	185,033	184,969	184,589	176,525	183,326	161,470	288,352	287,061	280,196
Average daily sewer treatment (million gallons)	35	35	35	35	35	35	36	37	36	56
Miles of sewer mains constructed during year						-	1	1	1	28
Sanitation:										
Residential customers	158,984	177,000	171,000	164,860	166,527	159,901	159,567	159,241	159,743	176,186
Commercial customers	8,125	10,682	10,411	6,147	10,296	8,992	12,546	9,624	7,071	9,588
Weekly pickups	1	1	1	1	2	2	2	2	2	2
DeKalb Peachtree Airport:										
Annual flights	159,066	158,441	138,251	140,548	144,555	144,961	155,180	160,948	151,714	187,006
Based aircraft	409	409	409	525	510	525	585	565	565	608

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

DeKalb County, Georgia

Capital Asset Statistics by Function/Program (unaudited)

Last Ten Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Public safety:										
Fire stations	26	26	26	26	26	26	26	26	26	26
Fire hydrants	20,726	20,823	19,941	19,545	18,979	18,858	18,657	18,500	22,000	22,200
Public works:										
Miles of paved roads	1,995	1,995	2,271	2,271	2,271	2,269	2,320	2,303	2,280	2,422
Miles of unpaved roads	2	2	2	2	2	2	1	2	3	3
Street Lights	39,919	39,679	39,455	42,172	42,172	41,996	41,660	41,202	43,067	42,265
Parks and recreation:										
Parks	112	115	112	115	115	129	131	127	131	131
Park acreage	6,313	6,590	6,599	6,905	6,771	6,970	6,862	6,444	6,679	6,679
Swimming pools	7	7	7	7	7	11	11	11	11	11
Athletic fields	124	124	124	124	137	158	158	158	158	158
Recreation centers	11	11	11	11	11	13	13	13	11	11
Tennis centers	2	2	2	2	3	3	3	3	3	3
Tennis courts	77	77	76	76	77	105	105	105	105	105
Picnic shelters	54	54	52	52	52	77	77	77	77	77
Golf courses	2	2	2	2	2	2	2	2	2	2
Library:										
Books	869,459	832,178	805,709	812,792	825,828	837,028	831,236	808,682	826,340	811,672
Water:										
Water plant capacity (million gallons)	150	150	150	150	150	150	150	150	150	150
Treated water storage capacity (million gallons)	72	72	72	72	72	72	72	72	72	72
Raw water storage capacity (million gallons)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Miles of water mains	3,005	3,030	3,032	3,200	3,000	3,000	2,600	2,600	2,600	2,600
Sewer:										
Sewer treatment capacity (million gallons)	56	56	56	56	56	56	56	56	56	56
Sewer pumping stations	66	66	66	66	66	66	66	66	66	66
Miles of sewer mains	2,664	2,691	2,649	2,371	2,473	2,434	2,400	2,400	2,250	2,241

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

DeKalb County, Georgia
Salaries and Bonds of Principal Officials (unaudited)
Year Ended December 31, 2017

	Statutory Bond	Statutory Salary
Chief Executive Officer - Michael Thurmond	\$ 50,000	\$ 159,595
Board of Commissioners - Nancy Jester; Jeff Rader; Larry Johnson; Steve Bradshaw; Mereda Davis-Johnson; Kathie Gannon; Gregory Adams	10,000	38,375 -42,764
Clerk of Superior Court - Debra Deberry	25,000	138,732
Probate Court Judge - Bedelia C. Hargrove	100,000	157,230
Sheriff - Jeffrey L. Mann	25,000	147,098
Tax Commissioner - Irvin J. Johnson	100,000	166,930
The following officials and all other County employees are covered by a blanket \$200,000 bond, as required:		
State Court Judges - Alvin T. Wong; Johnny Panos; Janis Gordon; Stacey K. Hydrick; Wayne M. Purdon; Dax E. Lopez; Mike Jacobs		166,478
Solicitor, State Court - Donna Coleman-Stribling		166,478
District Attorney - Sherry Boston		172,952
Superior Court Judges - Gregory Adams; Clarence F. Seeliger; Daniel M. Coursey, Jr.; Courtney L. Johnson; Gail C. Flake; Asha Jackson; Linda W. Hunter; Mark Scott; Tangela Barrie; J.P. Boulee		190,976
Juvenile Court Judges - Fatima El-Amin; Desiree Peagler; Linda Bratton-Haynes; Vincent Crawford		166,478
Chief Magistrate Court Judge - Berryl A. Anderson		157,230
Associate Magistrate Court Judges - Tracy Dorfman, Allen Harvey		124,859

Source: DeKalb County Finance Department

DeKalb County, Georgia
Insurance In Force (unaudited)
December 31, 2017

<u>Coverage</u>	<u>Limits</u>
Buildings, Contents, Records, Equipment:	
Fire, lightning, extended coverage, vandalism, and malicious mischief (blanket coverage \ replacement cost \$250,000 deductible) per occurrence -	Scheduled Property
All risk marine floater (specified property, equipment, and records)	Scheduled Property
Boiler and machinery - maximum in any one accident (insured's location only) \$250,000 deductible	\$ 100,000,000
Aircraft:	
Rotocraft Liability (per occurrence) - Hull coverage (deductible-\$0)	10,000,000
Owner, Landlords, & Tenants - DeKalb-Peachtree Airport	20,000,000
Money and Securities (destruction, disappearance, wrongful abstraction) \$10,000 deductible	200,000
Employee Faithful Performance Blanket Position Bond	200,000
Excess Workers' Compensation - per loss (self-insured retentions \$1,000,000)	10,000,000
Group Life - 2.25 times annual salary	Schedule
Group Hospital and Surgery - employee and dependents:	
Major medical (80%-90% of expenses after deductible up to \$9,000 out of pocket then 100%). 2 HMO AND 1 PPO AND 1 CDHP available	Unlimited
Umbrella - \$1,000,000 deductible	5,000,000
Major Medical Deductibles: POS-\$750/\$1,500: HMO-\$250/\$750: Health Savings Account- \$1,500/\$3,000	700,000
Auto Liability Per Accident (combined single limit)	

Source: DeKalb County Finance Department

DeKalb County, Georgia
Water Metered Connections
(in thousands, except per capita)

DeKalb County, Georgia
Water Metered Connections

Fiscal Year	New	Total	% Growth
2008	785	189,976	0.41%
2009	53	190,029	0.03%
2010	(363)	189,666	-0.19%
2011	(1,400)	188,266	-0.74%
2012	(451)	187,815	-0.24%
2013	1,265	189,080	0.67%
2014	736	189,816	0.39%
2015	902	190,718	0.48%
2016	1,033	191,751	0.54%
2017	1,571	192,322	0.84%

⁽¹⁾ The data reflect an active utility with people moving in and out of the County while the County has maintained a relatively stable billable customer base throughout the years.

DeKalb County, Georgia
Sewer Metered Connections (1)

Fiscal Year	New	Total	% Growth
2008	806	163,047	0.49%
2009	87	163,134	0.05%
2010	(358)	162,776	-0.22%
2011	(1,280)	161,496	-0.79%
2012	(459)	161,037	-0.28%
2013	1,087	162,124	0.68%
2014	796	162,920	0.49%
2015	753	163,673	0.46%
2016	914	164,587	0.56%
2017	1,410	165,997	0.86%

Source: DeKalb County, Georgia Department of Watershed Management.

DeKalb County, Georgia
Raw Water Withdrawal
(in thousands, except per capita)

Permitted and Actual Raw Water Withdrawal

Year	Annual Withdrawal (MG)	Permitted Maximum Annual Withdrawal (MG)	Annual Average Daily Withdrawal (MGD)	Permitted Maximum Daily Withdrawal (MGD)
2008	26,115	51,100	72	140
2009	26,962	51,100	74	140
2010	27,377	51,100	75	140
2011	26,534	51,100	73	140
2012	26,094	51,100	72	140
2013	24,386	51,100	71	140
2014	24,528	51,100	69	140
2015	24,436	51,100	67	140
2016	25,860	51,100	71	140
2017	25,745	51,100	70	140
Average	25,804	51,100	71	140

Water System Capacity Summary

Water System Facilities	Present Total Capacity	Present Firm Capacity
Raw Water Pumps	300 MGD	300 MGD
Raw Water Supply Mains From Pumps to Storage	210 MGD	210 MGD
Raw Water Storage Lakes	1 BG	1 BG
Raw Water Supply Mains From Storage to Treatment	200 MGD	200 MGD
Treatment Plant Facilities	150 MGD	150 MGD

*Present Firm Capacity is defined as the Present Total Capacity when the single largest unit is out of service.

Source: DeKalb County, Georgia Department of Watershed Management.

DeKalb County, Georgia Department of Watershed Management
Water System Statistical Summary
Year Ended December 31, 2017

	2009	2010	2011	2012	2013	2014	2015	2016	2017
Raw Water Withdrawal									
Average Day (MGD)	74.44	75.01	72.70	71.48	66.81	68.99	66.95	70.85	70.49
Maximum Day (MGD)	125.50	105.40	114.80	101.00	80.00	78.00	74.55	79.36	105.40
Finished Water Demand									
Average Day (MGD)	59.00	72.00	70.00	68.00	66.00	67.00	58.87	72.10	71.37
Maximum Day (MGD)	90.00	85.00	86.00	85.00	82.50	78.94	63.98	67.39	90.20
Total Number of Metered Connections (thousands)	190,029	189,666	188,266	187,815	189,080	189,816	190,718	191,751	193,322
Miles of Main Constructed During Fiscal Year*	6	2	0	0	0	0	0	9	5

*Where miles of main includes pipe installed for CIP and Private development

Note: Only nine (9) years of data is readily available

Source: DeKalb County, Georgia Department of Watershed Management.

**DeKalb County, Georgia
Water Treatment Facilities
As of December 31, 2017**

	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2017 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.570	21.88	60.78%
Pole Bridge WWTP (ASWT)	20.600	1.630	6.49	31.50%
Total Capacity of County Facilities	56.600	3.200	28.4	50.12%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2016 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.570	23.71	65.86%
Pole Bridge WWTP (ASWT)	20.600	1.630	7.41	35.97%
Total Capacity of County Facilities	56.600	3.200	31.1	54.98%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2015 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.570	25.21	70.03%
Pole Bridge WWTP (ASWT)	20.600	1.630	8.20	39.81%
Total Capacity of County Facilities	56.600	3.200	33.4	59.03%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2014 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.125	25.53	70.92%
Pole Bridge WWTP (ASWT)	20.600	5.250	7.72	37.48%
Total Capacity of County Facilities	56.600	6.375	33.3	58.75%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2013 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.125	26.13	72.58%
Pole Bridge WWTP (ASWT)	20.600	5.250	9.06	43.98%
Total Capacity of County Facilities	56.600	6.375	35.2	62.17%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2012 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.125	21.630	60.08%
Pole Bridge WWTP (ASWT)	20.000	5.250	8.210	41.05%
Total Capacity of County Facilities	56.000	6.375	29.840	53.29%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2011 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36.000	1.125	24.490	68.03%
Pole Bridge WWTP (ASWT)	20.000	5.250	7.930	39.65%
Total Capacity of County Facilities	56.000	6.375	32.420	57.89%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2010 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36	1	27	75.17%
Pole Bridge WWTP (ASWT)	20	5	9	46.40%
Total Capacity of County Facilities	56.000	6.375	36.340	64.89%
	Design Capacity MGD	Capacity Sold to Other Jurisdictions MGD	2009 Average Daily Flow MGD	Utilization
Snapfinger WWTP (ASWT)	36	1	25	70.42%
Pole Bridge WWTP (ASWT)	20	5	11	53.60%
Total Capacity of County Facilities	56.000	6.375	36.070	64.41%

DeKalb County, Georgia
Ten Largest Accounts
As Of: December 31, 2017

Ten Largest Accounts								
Type of Account	Customer ⁽¹⁾		Water		Sewer	Total	Percent ⁽²⁾	
Institutional	EMORY UNIVERSITY	\$	5,991,627	\$	18,224,405	\$	24,216,032	10.16%
Institutional	CHILDRENS HEALTHCARE OF ATLANTA		4,325,329		15,763,525		20,088,854	8.43%
Multi/mixed use	MILES PROPERTIES		530,337		1,836,198		2,366,525	0.99%
Institutional	3M CERADYNE, INC		416,768		1,528,815		1,945,583	0.82%
Industrial	HORMEL FOODS CORPORATION		408,798		1,503,608		1,912,406	0.80%
Institutional	CENTER OF DISEASE CONTROL		407,635		1,485,039		1,892,674	0.79%
Multi/mixed use	POST PROPERTIES		415,552		1,453,196		1,868,748	0.78%
Institutional	VETERANS AFFAIRS		345,146		1,244,000		1,589,146	0.67%
Multi/mixed use	GABLES APARTMENTS		326,008		595,774		921,782	0.39%
Institutional	AGNES SCOTT COLLEGE		314,952		747,069		1,062,021	0.45%

(1) Provided by the Department for the 12- month period ended December 31, 2017 and exclusive of franchise fees.
(2) Based on total revenues of \$238,406,000 provided by the Department for the 12-month period ended, December 31, 2017

Source: DeKalb County, Georgia Department of Watershed Management.

DeKalb County, Georgia
Historical Net Revenues and Debt Service Coverage
(Unaudited Modified Cash Basis - in thousands)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Operating Revenues									
Cash Received from Customers	\$ 162,877	\$ 189,018	\$ 212,263	\$ 232,063	\$ 239,694	\$ 251,104	\$ 250,181	\$ 252,842	\$ 238,588
Other Operating Revenues	1,538	2,142	3,342	9,429	5,318	3,964	24		
Operating Revenue Collected	<u>164,415</u>	<u>191,160</u>	<u>215,605</u>	<u>241,492</u>	<u>245,012</u>	<u>255,068</u>	<u>250,205</u>	<u>252,842</u>	<u>238,588</u>
Investment Earnings	297	84	166	-	678	755	802	1,721	3,327
Revenues Collected	<u>\$ 164,712</u>	<u>\$ 191,244</u>	<u>\$ 215,771</u>	<u>\$ 241,492</u>	<u>\$ 245,690</u>	<u>\$ 255,823</u>	<u>\$ 251,007</u>	<u>\$ 254,563</u>	<u>\$ 241,915</u>
Operating Expenses									
Cash payments to suppliers	\$ 69,427	\$ 33,597	\$ 76,128	\$ 51,487	\$ 85,274	\$ 79,318	\$ 92,159	\$ 55,478	\$ 73,967
Cash payments to employees	58,681	73,533	56,732	47,329	40,224	44,928	47,929	43,270	51,954
Expenses of Operations & Maintenance	<u>\$ 128,108</u>	<u>\$ 107,130</u>	<u>\$ 132,860</u>	<u>\$ 98,816</u>	<u>\$ 125,498</u>	<u>\$ 124,246</u>	<u>\$ 140,088</u>	<u>\$ 98,748</u>	<u>\$ 125,921</u>
Net Earnings	\$ 36,604	\$ 84,114	\$ 82,911	\$ 142,676	\$ 120,192	\$ 131,577	\$ 110,919	\$ 155,968	\$ 115,994
Curent Year Debt Service	\$ 38,838	\$ 38,838	\$ 41,402	\$ 57,230	\$ 61,127	65,732	67,404	65,781	66,015
Debt Service Coverage	0.94	2.17	2.00	2.49	1.97	2.00	1.65	2.37	1.76

DeKalb County, Georgia Department of Watershed Management
Water and Sewer System Historical Capital Structure
Fiscal Years Ended December 31 (in 000's)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Liabilities									
Current Liabilities	\$ 50,482	\$ 36,100	\$ 44,765	\$ 64,204	\$ 60,157	\$ 101,403	\$ 87,441	\$ 118,439	\$ 131,209
Long-Term Liabilities	548,332	606,553	1,014,875	1,021,285	1,018,023	1,000,153	1,056,316	1,032,329	1,028,287
Total Liabilities	<u>\$ 598,814</u>	<u>\$ 642,653</u>	<u>\$ 1,059,640</u>	<u>\$ 1,085,489</u>	<u>\$ 1,078,180</u>	<u>\$ 1,101,556</u>	<u>\$ 1,143,757</u>	<u>\$ 1,150,768</u>	<u>\$ 1,159,496</u>
Net Position									
Invested in Capital Assets, net of Debt	\$ 661,575	\$ 667,243	\$ 641,547	\$ 715,802	\$ 673,920	\$ 742,571	\$ 750,289	\$ 819,598	\$ 900,085
Restricted for debt retirement	13,094	3,948	1,497	33,977	32,344	34,293	21,922	23,399	35,273
Unrestricted (deficit)	11,069	30,215	72,651	38,242	107,828	70,097	142,291	144,178	93,770
Total Net Position	<u>\$ 685,738</u>	<u>\$ 701,406</u>	<u>\$ 715,695</u>	<u>\$ 788,021</u>	<u>\$ 814,092</u>	<u>\$ 846,961</u>	<u>\$ 914,502</u>	<u>\$ 987,175</u>	<u>\$ 1,029,128</u>

Source: DeKalb County, Georgia Department of Watershed Management.

DeKalb County, Georgia
Monthly Existing User Rates and Charges
Fiscal Year 2017

Readiness to Serve Charge	Water	Wastewater
<u>Meter Size</u>		
3/4"	2.84	6.90
1.0"	4.74	11.49
1.5"	9.50	22.97
2.0"	15.21	36.74
3.0"	28.51	68.90
4.0"	47.48	114.81
6.0"	94.98	229.62
8.0"	151.95	367.39
10.0"	218.44	528.11
12.0"	408.35	987.34
Gallorage Charge (Per 1,000 Gallons/ERC) for 3/4" meters		
Block 1 (0 – 2,000 gallons)	2.16	11.34
Block 2 (2,001 – 10,000 gallons)	3.08	11.34
Block 3 (10,001 – 20,000 gallons)	4.63	11.34
Block 4 (>20,001 gallons)	8.08	11.34
Gallorage Charge (Per 1,000 Gallons/ERC) for greater than 3/4" meters		
Block 1 (0 – 2,000 gallons)	3.08	11.34
Block 2 (2,001 – 10,000 gallons)	3.08	11.34
Block 3 (10,001 – 20,000 gallons)	3.08	11.34
Block 4 (>20,001 gallons)	3.08	11.34

Source: DeKalb County, Georgia Department of Watershed Management.

Dekalb County (GA)
Rate Comparison With Neighboring/Comparable Utilities
Fiscal Year 2017
Typical Residential Single Family Service
Monthly Bills Based on Usage of 8,000 Gallons

	<u>Water</u> ⁽¹⁾		<u>Wastewater</u> ⁽²⁾		Total
DeKalb County Department of Watershed Management	\$ 25.64	\$	97.62	\$	123.26
Arlington County (VA)	36.24		72.72		108.96
Austin Water Utility (TX)	54.45		83.00		137.45
Cherokee (GA)	42.70		54.30		97.00
City of Atlanta (GA)	65.04		143.80		208.84
Clayton County GA	47.36		48.51		95.87
Cobb County (GA)	30.29		43.28		73.57
Forsyth County (GA)	41.46		48.72		90.18
Fulton County (GA)	31.65		53.57		85.22
Gwinnett County (GA)	46.86		68.84		115.70
Hall County, (GA)	61.16		91.03		152.19
Henrico County (VA)	48.34		64.82		113.16
Henry County (GA)	55.12		55.12		110.24

(1) Current Rates as of December 2017

(2) Wastewater caps were factored into these numbers, where applicable

Source: System websites as of December 2017

**DeKalb County, Georgia
Water and Wastewater Treatment System Condition
Fiscal Year 2017**

Water System Condition

Facility	Original Ages (Years)	Condition
Raw Water System		
Raw Water Pumps	<5	Excellent
Disk Filters	<5	Excellent
Raw Water Transmission Mains	<1-70	Fair to Excellent
Water Treatment Plant		
Reservoirs	9 to 70	Good to Excellent
Plant	5 to 9	Good
Storage and Pumping		
On-Site High Service Pumping and Storage	1 to 9	Fair to Excellent
Off-Site High Service Pumping and Storage	1 to 70	Fair to Excellent
Transmission and Distribution System	<1-70	Poor to Excellent

Note: The System Engineer's inspection of all System assets was a visual inspection of major system components only. The inspection did not include any testing of the System or its components, nor were any underground facilities inspected. The purpose of the inspections was to determine condition assessment and to ensure that the System was in working condition. The County believes that the condition assessment displayed in the table above is consistent with a large, older utility where some assets are older and some are new.

Source: July 12, 2011 Consulting Engineer Report, by GAI Consulting, Inc.

Wastewater Treatment System Condition

Facility	Original Age (Years)	Condition
Pole Bridge WWTF	21 - 38	Good to Excellent
Snapfinger WWTF	28 - 48	Good to Excellent

Note: The inspection of the wastewater collection system assets was a visual inspection from the ground only. No underground utilities were inspected.

Source: DeKalb County, Georgia Department of Watershed Management/Consulting Engineer Report by GAI Consulting Inc.

**DeKalb County, Georgia
Monthly Watershed Rates
December 31, 2017**

Monthly Water and Sewer Rates ⁽¹⁾

		2009		2010		2011		2012		2013		2014		2015		2016		2017
Readiness to Serve: Water ⁽²⁾	\$	1.55	\$	1.79	\$	2.08	\$	2.30	\$	2.56	\$	2.84	\$	2.84	\$	2.84	\$	2.84
Commodity: Water\$/1,000 gal (≤ 2,000 gal) ⁽³⁾		1.18		1.36		1.58		1.75		1.94		2.16		2.16		2.16		2.16
Commodity: Water\$/1,000 gal (≥ 2,000 gal) ⁽⁴⁾		1.68		1.94		2.25		2.50		2.77		3.08		3.08		3.08		3.08
Readiness to Serve: Sewer ⁽²⁾		3.75		4.35		5.05		5.60		6.22		6.90		6.90		6.90		6.90
Commodity: Sewer \$/1,000 gal		6.16		7.15		8.29		9.21		10.22		11.34		11.34		11.34		11.34
Water	\$	13.99	\$	16.15	\$	18.74	\$	20.80	\$	23.06	\$	25.64	\$	25.64	\$	25.64	\$	25.64
Sewer	\$	53.03	\$	61.55	\$	71.37	\$	79.28	\$	87.98	\$	97.62	\$	97.62	\$	97.62	\$	97.62
Total	\$	67.02	\$	77.70	\$	90.11	\$	100.08	\$	111.04	\$	123.26	\$	123.26	\$	123.26	\$	123.26

Commodity Increase	16%	16%	16%	11%	11%	11%	0%	0%	0%
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⁽¹⁾ Assumes a usage of 8,000 gallons per month.

⁽²⁾ Assumes a meter size of ¾".

⁽³⁾ This flat rate applies to the first 2,000 gallons used.

⁽⁴⁾ This flat rate applies to all gallons used between 2,001 - 10,000.

Source: DeKalb County, Georgia Department of Finance and Department of Watershed Management.

DeKalb County, Georgia
Watershed Collection System Condition
December 31, 2017

Wastewater Collection System Condition

		<u>Original Age (Years)</u>	<u>Condition</u>
Collection System	Gravity Main	1 - 100+	Poor to Excellent
	Force Main	1 - 100+	Poor to Excellent
Storage and Pumping	Lift Stations	1 - 70+	Fair to Excellent

Note: The inspection of the wastewater collection system assets was a visual inspection from the ground only. No underground utilities were inspected.

Source: July 12, 2011 Consulting Engineers Report by GAI Consultants, Inc.