CITY OF ALPHARETTA, GEORGIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2025

Prepared By:
Thomas G. Harris, CPA
Director of Finance

Submitted By:
Chris Lagerbloom
City Administrator

INTRODUCTORY SECTION

CITY OF ALPHARETTA, GEORGIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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November 21, 2025

TO THE HONORABLE MAYOR, MEMBERS OF THE CITY COUNCIL, CITIZENS, BUSINESSES, AND STAKEHOLDERS OF THE CITY OF ALPHARETTA:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2025. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

Mauldin & Jenkins, LLC, have issued an unmodified ("clean") opinion on the City of Alpharetta's financial statements for the year ended June 30, 2025. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis ("MD&A") immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

MAYOR
JIM GILVIN

MAYOR PRO TEM
DAN MERKEL

COUNCIL MEMBERS
FERGAL M. BRADY
DOUGLAS J. DERITO
JOHN HIPES
DONALD F. MITCHELL

CITY ADMINISTRATOR
CHRIS LAGERBLOOM

OUR HISTORY

From the North Georgia Mountains to the Chattahoochee River along a Cherokee Indian trail, a tiny village named New Prospect Camp Ground was formed. This village made up of tents, a log school, and an arbor became a trading post where Indians and settlers exchanged their goods. The surrounding countryside pro- vided excellent farmland, especially for cotton. On December 11, 1858, the town was chartered and became the county seat of Milton County. The town was renamed Alpharetta from the Greek words "alpha" meaning first and "retta" meaning town.

Located approximately 25 miles north of the City of Atlanta, Alpharetta occupies a land area of approximately 27 square miles and serves an estimated population of 66,485. Population growth has been fueled in part by the City's strong economic base as well as the annexation of surrounding communities.

GOVERNMENT PROFILE

The City operates under a strong mayoral form of government, whereby the mayor possesses all the executive and administrative powers granted to the government under the constitution and laws of the State of Georgia and the City charter. Policy making and legislative authority are vested in the governing council, consisting of the mayor and six (6) council members, all elected on a non-partisan basis. The mayor is chosen by popular vote. City Council members run for a specific post, but they are elected by a city-wide vote. The City's elected officials serve four (4) year terms which begin on January 2nd immediately following the date of election into office. Council members elected for three (3) consecutive terms are not eligible for the succeeding term. A mayor elected and qualified for two (2) consecutive terms is not eligible for a succeeding term. Elections are held every two (2) years and are conducted by the Fulton County Board of Elections. The Mayor and City Council appoint a City Administrator to carry out the day to day operations of the City.

The City provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events. Sanitation services are provided through relationships with private operators. The City created a legally separate entity, the Development Authority of Alpharetta, to assist with, among other things, capital funding. Financial information for the Development Authority has been included within this document and additional information can be found in the Notes to the Financial Statements in Note I(A).

BUDGET BASIS AND STRUCTURE

The annual budget serves as the foundation for the City's financial plan and assists in control of the financial stability and health of the government. The Mayor and Council are legally required to adopt a balanced budget (i.e., revenues = expenditures) no later than the close of the fiscal year. The City legally adopts annual budgets for all Governmental Funds (with the exception of the Capital Project Funds which are adopted on a project-length basis) Proprietary, and Fiduciary Funds. The City's fiscal year runs from July 1st through June 30th.

The City's budget is created under a hybrid performance-based budgeting system. This type of budgeting system blends the traditional historical financial trend model with the performance-based model of identifying a level of performance for each type of service/program and the resources necessary to operate it, as well as describes the structure of the departments and the programs into which they are divided. The legal level-of-control (i.e., the spending level at which expenditures may not legally exceed appropriations) resides at the department level within a given fund. As such, reallocation of appropriations between line-items is acceptable within a given department (with a few exceptions). Budget amendments that increase overall departmental appropriations (excluding grant/ donation appropriations) or cross departments must be approved in advance by the City Council. These amendments are typically brought for consideration by City Council during the mid-year budget review process.

2026 CITY COUNCIL PRIORITIES AND ANNUAL ACTION PLAN

The City Council conducts a strategic planning retreat annually in January to set strategic priorities over the coming year and guide operational decisions. The January 2025 City Council Retreat set forth priorities to guide the construction of the FY 2026 budget including operations and capital investment. These priorities were condensed into an Annual Action Plan with the components set forth below:

- Strategic Growth and Redevelopment of North Point.
- Safe and Welcoming Community.
- Communications that Connect.

- Downtown Alpharetta.
- The Alpha Loop and Greenway.
- Recreation, Parks, and Culture.
- Infrastructure and Facilities Maintenance.
- Economic Development.
- People Focused Workforce.
- Transportation and Traffic.

STRATEGIC FINANCIAL PLANNING

The City Council, City Administration, and City departments have displayed impressive financial stewardship over the years through an established philosophy of budgetary evaluation. This philosophy entails reviewing the needs of the City relative to the standard that services and associated costs should not be appropriated unless they are justified as strategic priorities of the organization (e.g., Annual Action Plan items). This philosophy is a foundation of our budget process as evidenced by the Finance Department's direction to departments that base operating budgets should be submitted in line with the City's revenue trends and forecasted service delivery needs.

The City's budget reflects the challenges of the current economic landscape, characterized by stagnating or declining revenues alongside persistent inflationary pressures on expenditures. Economic uncertainties, including fluctuating consumer demand, evolving market conditions, and external cost drivers, continue to impact revenue growth while increasing the costs of providing essential services. Rising personnel expenses, supply chain disruptions, and higher costs for goods and services place additional strain on the City's financial position. In response, this budget emphasizes prudent fiscal management, strategic resource allocation, and a commitment to maintaining core services while ensuring long-term financial sustainability.

Today, more than ever, governments need to be nimble to respond to market conditions.

Alpharetta's financial planning is focused on City Council priorities (including the 2026 Annual Action Plan) and responding to market conditions in a prudent manner including maintaining a competitive compensation package for our staff and keeping up with market prices from private service providers.

Proactive fiscal management has positioned us to approach the challenges more effectively in the FY 2026 Budget resulting from the inflationary (e.g., labor costs) and market-based cost pressures (e.g., steel, concrete, wood, etc.). The issue of sustainability also is addressed through a diversification of revenue sources. While property taxes do represent the largest single source of revenue, significant discussion is centered on how to further diversify the City's revenue base and lessen reliance on property taxes. Existing revenue sources are evaluated on a periodic basis to ensure the underlying rate is reasonable and justifiable. Examples of revenue sources that are reevaluated periodically include all user fee-based revenue sources (i.e., permits, licenses, recreation fees, etc.).

The City has historically acknowledged the need to provide a taxation rate commensurate with the government's level of service while ensuring tax relief through efficient and effective management practices. The City levied a millage rate of 5.75 mills (General Fund – 5.010 mills; debt service – 0.740 mills) in fiscal year 2025 which was flat with fiscal year 2024. For fiscal year 2026, the City maintained the millage rate at 5.75 mills (General Fund – 5.030 mills; debt service – 0.720 mills). The city's competitive tax rate, coupled with a substantial Homestead Exemption, goes to great lengths in keeping Alpharetta not only an affordable place to live, but also strategically positions us relative to neighboring areas.

The City offers multiple homestead exemptions which is estimated to save our homeowners over $10 million annually and include:

• Floating Homestead exemption that caps the taxable value growth of homesteaded properties to the lesser of 3% or CPI;
• Basic Homestead exemption of $45,000 off the assessed value of homesteaded properties which is among the highest in the State;
• Senior Basic Homestead exemption of $25,000 off the assessed value of homesteaded properties for residents age 65 and older;
• Senior full-value exemption available to residents age 70 and older who meet certain income requirements.

In order to promote economic development, the City grants tax abatements that ultimately increase the tax base and result in great- er property tax revenue, sales taxes, and other occupational taxes and related fees.

At the end of the current fiscal year, total fund balance for the General Fund was $35,688,619 which is a decrease of $2,296,209 from the prior year. This balance represents approximately 37% of 2026 budgeted operating expenditures. Approximately 14% of total fund balance, or $5,017,048, constitutes assigned fund balance for 2026 fiscal year expenditures.

Approximately 86% of total fund balance, or $30,671,571, constitutes unassigned fund balance. This balance represents approximately 32% of 2026 budgeted operating expenditures. By ordinance, the City has mandated that such balance not be less than 16% of budgeted operating expenditures. This requirement allows the City to maintain an adequate reserve to cover unforeseen emergencies and/or revenue shortfalls. Historically, the City has set the minimum for the emergency reserve at a level in excess of the ordinance requirement. For fiscal year end 2025, the emergency reserve requirement totals 25% which equates to $24,210,000. The surplus after such emergency reserve and other allowances will enable the City to fund onetime future capital in the amount of $6,461,571 as part of the annual budget to be developed for fiscal year 2027.

These fund balances have resulted from the use of prudent fiscal policies and conservative budget practices and help to ensure the City's long-term financial stability.

RELEVANT FINANCIAL POLICIES

Throughout the year, the Finance Department administers the governing council's approved Financial Management Program, which outlines the policy within which the government's finances are maintained. These policies address fund balances; the use of one-time revenues; issuance of debt; purchasing and procurement; cash and investment management; and accounting practices. In totality, these policies formulate the core criteria for which internal evaluations occur. On an annual basis the criteria establishing the Financial Management Program are reviewed in order to maintain relativity to the changing financial needs of the government.

MAJOR INITIATIVES COMPLETED DURING FISCAL YEAR 2025

The City continued its aggressive infrastructure/facility maintenance plan including funding the milling and resurfacing of multiple city streets, traffic signal system replacement, traffic control system replacement, sidewalk repair, facility roof repair and replacement, tree planting and landscape improvements, park facility renovations, etc. as well as multiple drainage and stormwater repair/ improvement projects.

As the City's economic development efforts continue to fuel growth, the need to ensure vehicular and pedestrian safety is tantamount as is effective management of the City's stormwater system. 2025 saw multiple vehicular/pedestrian safety projects and stormwater improvement projects achieve milestones as follows:

- Design (complete).
    - Intersection Improvements (Haynes Bridge Road at Westside Parkway).
    - Connect Sidewalk Gaps (Cumming Street; Mid Broadwell Road).
- Construction (complete).
    - Roadway Improvements/Streetscape (Webb Bridge Road from Webb Bridge Park to Alpharetta High School).
    - Sidewalk Improvements (Old Milton Parkway to Old Roswell Street).
    - Drainage Improvements (Mayfield Road at Bethany Road Roundabout).
    - Drainage Improvements (Windward Parkway).

The city's focus on quality of life culminated in multiple recreational improvements in 2025 including artificial turf installation at Webb Bridge Park (upper soccer fields), artificial turf replacement and enhancements at North Metro Miracle League, resurfacing and repair of various sidewalks/trails/greenway (Wills Park, North Park, etc.), renovation of Equestrian Center Ring #2 (Wills Park), completion of the Spot Light Theater within the North Point Mall, etc.

MAJOR INITIATIVES PLANNED FOR FISCAL YEAR 2026

The City's capital plan for FY 2026 totals $27.3 million and includes recommended capital initiatives totaling $21.0 million with an additional $6.3 million set aside for future capital investment. Specific initiatives include:

• Transportation ($7.5 million) – Initiatives funded include: infrastructure maintenance initiatives (milling and resurfacing of streets, signal system, striping, traffic calming, landscaping, mast arm repainting and maintenance, etc.); technology improvements for the Traffic Control Center; continued maintenance of our bridge and guard rail infrastructure; year 3 of 3 funding for landscape improvements along the SR9 corridor currently under construction; sidewalk and brick paver maintenance and repair; construction of a mid-block crosswalk on Northwinds Parkway; funding to convert the existing emergency traffic signal to an emergency-pedestrian crossing light on Mid-Broadwell Road (proximity to Fire Station 85); installation of mast arms at Kimball Bridge Road and Northwinds Parkway; funding for the update of the City's Comprehensive Plan , etc.

• Drainage/Stormwater ($2 million) – Initiatives funded include: storm-water system inspections and maintenance; pipe repair and replacement; design of drainage control measures; etc.

• Facility ($1.3 million) - Initiatives funded include: demolition and replacement of the restrooms/concession facility at North Park (softball fields 1-4); parking garage maintenance; HVAC and generator replacements across multiple facilities; citywide facility maintenance; etc.

• Recreation ($1.7 million) - Initiatives funded include: general park enhancements (irrigation improvements, concrete/sidewalk repairs, trail resurfacing, signage, new benches, and trash cans, etc.); greenway improvements/repairs, wood light pole/LED Replacements; playground equipment replacement (Wills Park); installation of a synthetic turf field and replacement fencing at Wills Park (Field 5); multiple cultural arts initiatives including public art exhibits; etc.

• Fleet/Equipment/Technology Replacement ($8.4 million) – Initiatives funded include: replacement of fleet that balances the maximization of public investment in terms of years and mileage while ensuring

fleet assets are reliable and functional to ensure continued service capabilities to our customers (public safety, public works, etc.); safety equipment for the public (heart monitors for first responders); replacement and upgrade of camera infrastructure (traffic, public facilities, etc.); approval to pursue capital lease financing options for the replacement of fire apparatus; etc.

These investments illustrate our commitment to ensuring quality of life enhancements to the business and residential community.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Alpharetta for its Annual Comprehensive Financial Report ("ACFR") for the fiscal year ended June 30, 2024. This program recognizes those governments that go beyond the minimum requirements of generally accepted accounting principles to prepare ACFR's that represent the spirit of transparency and full disclosure. This award is valid for a period of one year only. We believe that our current ACFR continues to conform to program requirements and we are submitting it to GFOA to determine its eligibility for another award.
The City also received the GFOA Popular Annual Financial Reporting Award ("PAFR") for our annual citizens' report for the fiscal year ended June 30, 2024.

This program recognizes those governments that produce high quality popular annual financial reports specifically designed to be readily accessible and easily understandable to the general public and other interested parties without a background in public finance. This award is valid for a period of one year only. We believe that our current PAFR continues to conform to program requirements and we are submitting it to GFOA to determine its eligibility for another award.

Last but certainly not least, the City also received the GFOA's Distinguished Budget Presentation Award for its annual budget narrative for the fiscal year ended June 30, 2024. This program recognizes those governments that prepare budget documents of the very highest quality that reflect both the guidelines established by the National Advisory Council on State and Local Budgeting and the GFOA's recommended practices on budgeting. This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements and have submitted it to GFOA to determine its eligibility for another award.

The preparation of this report would not have been possible with- out the efficient and dedicated services of the entire staff of the Department of Finance. I would like to express my appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the mayor, governing council, and city administrator for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Thomas G. Harris Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Alpharetta
Georgia

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

CITY OF ALPHARETTA, GEORGIA
LIST OF ELECTED AND APPOINTED OFFICIALS
JUNE 30, 2025

Elected Officials

Mayor ..... Jim Gilvin

Council Member – Post 1 ..... Donald Mitchell

Council Member – Post 2 ..... Vacant

Council Member – Post 3 ..... Douglas J. DeRito

Council Member – Post 4 ..... John Hipes

Council Member – Post 5 ..... Fergal M. Brady

Council Member – Post 6 ..... Dan Merkel

Appointed Officials

City Administrator ..... Chris Lagerbloom

City Attorney ..... Molly Esswein

City Clerk ..... Lauren Shapiro

Finance Director ..... Thomas G. Harris

Assistant City Administrator ..... Vacant

Public Works Director ..... Pete Sewczwicz

Information Technology Director ..... Adam Montgomery

Recreation, Parks & Cultural Services Director ..... Morgan Rodgers

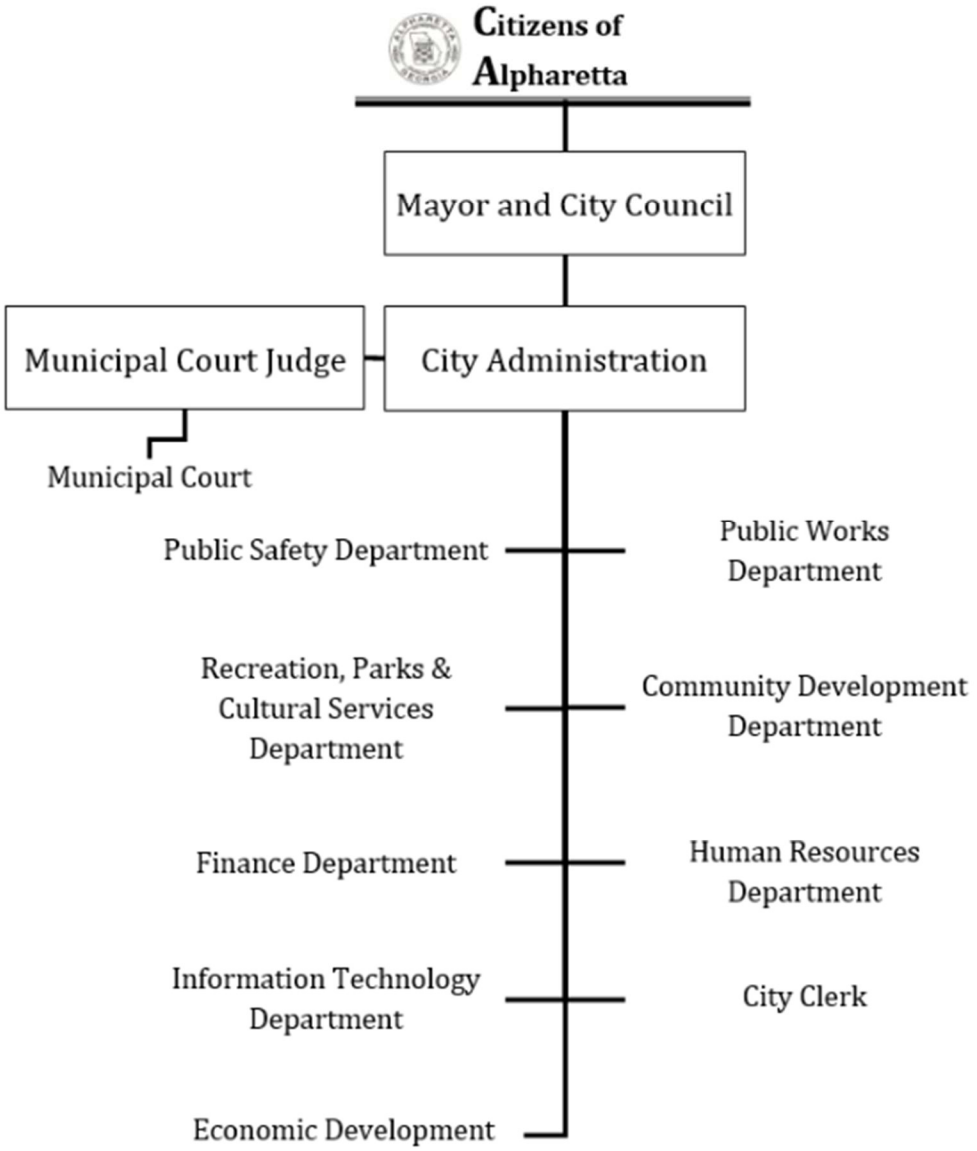
Chief Clerk of the Municipal Court ..... Brooke Lappin

Public Safety Director ..... John Robison

Community Development Director ..... Kathi Cook

Municipal Judge ..... David Will

Organizational Structure



FINANCIAL SECTION

MAULDIN & JENKINS
CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
Of the City Council
City of Alpharetta, Georgia

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **City of Alpharetta, Georgia** (the "City"), as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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MEMBERS OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in the City's net OPEB liability (asset) and related ratios, the schedule of contributions – OPEB Plan, schedule of investment returns – OPEB Plan, schedule of changes in the City's net pension liability and related ratios, schedule of City contributions – retirement plan, schedule of pension investment returns – retirement plan, and the General Fund – budgetary comparison schedule – GAAP basis, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management, and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, and the schedules of projects constructed with transportation special purpose local option sales tax proceeds as required by the Official Code of Georgia 48-8-121 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The 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 GAAS. In our opinion, the combining and individual fund financial statements and schedules and the schedules of projects constructed with transportation special purpose local option sales tax proceeds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with the *Government Auditing Standards*, we have also issued our report dated November 21, 2025 on our consideration of the City of Alpharetta, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 City's internal control over financial reporting or on compliance. That report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
November 21, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Alpharetta (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the beginning of this report. All amounts, unless otherwise indicated, are expressed in whole dollars.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by $384,623,188 (total net position). Of this amount $31,584,034 (unrestricted net position) may be used to meet the ongoing obligations of the government.

- The City's total net position increased by $15,571,880.

- As of the close of the current fiscal year, the City of Alpharetta's governmental funds reported combined ending fund balances of $145,743,019, an increase of $2,272,770 from the prior year.

- At the end of the current fiscal year, unassigned fund balance in the General Fund was $30,671,571 which represents approximately 32% of 2026 budgeted expenditures. By ordinance, the City has mandated that such balance not be less than 16% of budgeted expenditures. This requirement allows the City to maintain an adequate reserve to cover unforeseen emergencies and/or revenue shortfalls. Historically, when budgeting, the City has set the minimum for the emergency reserve at a level in excess of the ordinance requirement. For fiscal year end 2025, the emergency reserve requirement totals 25% which equates to $24,210,000. The surplus after such emergency reserve and other allowances will enable the City to fund one-time future capital in the amount of $6,461,571, part of the annual budget to be developed for fiscal year 2027.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Alpharetta's basic financial statements. The City's basic 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 in addition to the basic financial statements.

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

The statement of net position presents information on the total of the City's assets and deferred outflows of resources and the total of liabilities and deferred inflows of resources, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, community development, and culture and recreation. Business-type activities include a solid waste collection operation.

The government-wide financial statements contain not only the City (known as the primary government), but also a legally separate authority for which the City is financially accountable.

The government-wide financial statements can be found on pages 15 - 17 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three 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.

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

The City maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Projects Fund, 2017 T-SPLOST Fund, 2022 Bond Construction Fund, Grant Capital Fund, and the 2022 T-SPLOST Fund, all of which are considered major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements later in this document.

The basic governmental fund financial statements can be found on pages 18 through 20 of this report.

Proprietary funds. The City maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its solid waste collection operation. Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions of a government. The City uses internal service funds to account for risk management and medical insurance. 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 solid waste activities and for risk management and medical insurance internal service funds.

The basic proprietary fund financial statements can be found on pages 21 through 23 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of these funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Fiduciary fund financial statements provide separate information for the pension and other post-employee benefit trust activities.

The basic fiduciary fund financial statements can be found on pages 24 and 25 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 26 through 75 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Alpharetta pertaining to the City's pension and other postemployment benefits to its employees. In addition, a budgetary comparison schedule for the General Fund is presented on a generally accepted accounting principal basis in this section. This schedule is intended to demonstrate the government's compliance with the legally adopted and amended budgets. Required supplementary information can be found on pages 76 through 83 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 84 through 102 of this report.

CITY OF ALPHARETTA'S NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	$ 163,763,348	$ 159,838,062	$ 2,262,639	$ 2,062,843	$ 166,025,987	$ 161,900,905
Capital assets	391,107,185	379,117,009	-	-	391,107,185	379,117,009
Total Assets	554,870,533	538,955,071	2,262,639	2,062,843	557,133,172	541,017,914
Deferred outflows of resources	6,494,503	9,778,851	-	-	6,494,503	9,778,851
Total deferred outflows of resources	6,494,503	9,778,851	-	-	6,494,503	9,778,851
Current liabilities	13,387,063	10,611,601	2,192,508	2,047,177	15,579,571	12,658,778
Long-term liabilities	158,250,634	163,474,845	571	317	158,251,205	163,475,162
Total Liabilities	171,637,697	174,086,446	2,193,079	2,047,494	173,830,776	176,133,940
Deferred inflows of resources	5,173,711	5,611,517	-	-	5,173,711	5,611,517
Total deferred inflows of resources	5,173,711	5,611,517	-	-	5,173,711	5,611,517
Net Position:						
Net investment in capital assets	291,027,354	275,040,666	-	-	291,027,354	275,040,666
Restricted	62,011,800	58,377,206	-	-	62,011,800	58,377,206
Unrestricted	31,514,474	35,618,087	69,560	15,349	31,584,034	35,633,436
Total Net Position	$ 384,553,628	$ 369,035,959	$ 69,560	$ 15,349	$ 384,623,188	$ 369,051,308

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Alpharetta, assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by $384,623,188 at the close of the most recent fiscal year. The largest portion of the City's net position (76%) reflects its net investment in capital assets (i.e., land, buildings, infrastructure, machinery, and equipment less any outstanding related debt used to acquire those assets). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (16%) represents resources that are subject to external restrictions on how they may be used. At the close of fiscal year 2025, the City's restricted net position was $62,011,800 representing $58,098,843 obligated for capital projects, $1,752,472 restricted for tourism, $1,251,009 restricted for the repayment of general obligation bond debt, $518,966 restricted for law enforcement activities, $312,661 for emergency telephone activities, and $77,849 for OPEB.

The remaining balance in unrestricted net position of $31,584,034 (8%) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the Government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

CITY OF ALPHARETTA'S CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Program revenues:						
Charges for services	$ 17,914,486	$ 17,202,368	$ 5,771,392	$ 5,451,071	$ 23,685,878	$ 22,653,439
Operating grants	450,559	426,485	-	-	450,559	426,485
Capital contributions	5,225,532	8,412,954	-	-	5,225,532	8,412,954
General revenues:						
Property taxes	43,315,268	41,557,308	-	-	43,315,268	41,557,308
Sales taxes	37,293,539	36,913,778	-	-	37,293,539	36,913,778
Other taxes	28,137,515	27,199,280	-	-	28,137,515	27,199,280
Interest	2,866,256	4,822,432	65,485	47,253	2,931,741	4,869,685
Other	-	-	-	-	-	-
Total revenues	135,203,155	136,534,605	5,836,877	5,498,324	141,040,032	142,032,929
Expenses:						
General government	18,242,860	17,814,765	-	-	18,242,860	17,814,765
Public safety	48,463,698	43,429,926	-	-	48,463,698	43,429,926
Public works	30,215,096	32,591,504	-	-	30,215,096	32,591,504
Community development	7,902,863	9,180,681	-	-	7,902,863	9,180,681
Culture and recreation	11,765,726	10,141,328	-	-	11,765,726	10,141,328
Interest	3,095,243	3,307,318	-	-	3,095,243	3,307,318
Solid waste	-	-	5,782,666	5,493,913	5,782,666	5,493,913
Total expenses	119,685,486	116,465,522	5,782,666	5,493,913	125,468,152	121,959,435
Increase (decrease) in net position	15,517,669	20,069,083	54,211	4,411	15,571,880	20,073,494
Net Position, beginning of year	369,035,959	348,966,876	15,349	10,938	369,051,308	348,977,814
Net Position, end of year	$ 384,553,628	$ 369,035,959	$ 69,560	$ 15,349	$ 384,623,188	$ 369,051,308

Governmental activities. Governmental activities increased the City's net position by $15,517,669 (compared to an increase of $20,069,083 in the prior year) accounting for almost all of the increase in the net position of the City (business-type activities had an increase in net position of $54,211). Key elements of this change from year to year are as follows:

- Total governmental program revenues decreased by $2,451,230 primarily due to a decrease in capital grants and contributions of $3,187,422 offset by an increase in charges for services for $712,118 and an increase in operating grants of $24,074

- Total general revenues increased by $1,119,780 from the prior year primarily due to an increase in property taxes and other taxes offset by a decline in investment earnings.

- Total expenses of the governmental activities increased by $3,219,964. Public safety increased by $5 million, culture and recreation increased by $1.6 million, and general government by $.5 million. This is offset by a decrease in public works by $2.4 million, community development by $1.3 million, and interest by $.2 million.

Business-type activities. Business-type activities increased the City of Alpharetta's net position by $54,211 as stated earlier.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, 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.

As of the end of fiscal year 2025, the City reported governmental funds combined ending fund balance of $145,743,019 an increase of $2,272,770 from the prior year. Approximately 21% of this balance or $30,671,571 constitutes unassigned fund balance.

The remainder of the fund balance is categorized as restricted or assigned. Restricted fund balance consists of amounts restricted for capital projects of $82,637,814, law enforcement of $518,966, emergency telephone activities of $312,661, tourism of $1,752,472, and debt service of $1,251,009. Assigned fund balance consists of amounts assigned for grant projects of $169,184, opioid remediation $78,958, capital projects of $22,846,748, economic development $486,588, and 2026 fiscal year expenditures of $5,017,048.

General Fund. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, total fund balance of the General Fund was $35,688,619, which is a decrease of $2,296,209 from the prior year. In terms of liquidity, total fund balance represents approximately 45% of 2025 budgeted expenditures.

Approximately 85% of total fund balance, or $30,671,571 constitutes unassigned fund balance. This balance represents approximately 32% of 2026 budgeted expenditures. By ordinance, the City has mandated that such balance not be less than 16% of budgeted expenditures. This requirement allows the City to maintain an adequate reserve to cover unforeseen emergencies and/ or revenue shortfalls. Historically, when budgeting, the City has set the minimum for the emergency reserve at a level in excess of the ordinance requirement. For fiscal year end 2025, the emergency reserve requirement totals 25% which equates to $24,210,000. The surplus after such emergency reserve and other allowances will enable the City to fund one-time future capital in the amount of $6,461,571 as part of the annual budget to be developed for fiscal year 2027.

The fund balance of the City's General Fund decreased during fiscal year 2025 by $2,296,209. Revenues exceeded expenditures by $7,420,847; however, net transfers out were $9,970,001 offset in part by proceeds from sale of capital assets of $252,945. Council approved the utilization of prior year fund balance for capital projects ($5,017,048).

Other significant variances are explained below:

- From a year-to-year operational perspective, total revenues increased by $5,130,688 primarily due to increases in property tax proceeds, other taxes, and permit fees.

- Revenues of $92,804,495 exceeded amounts budgeted by $2,111,452. Specific revenue variances include the following: property taxes ($208,880 less than budget); investment earnings ($831,792 greater than budget); franchise taxes ($409,127 greater than budget); licenses and permits ($922,658 greater than budget); intergovernmental revenue ($176,413 less than budget); and fines and forfeitures ($160,202 less than budget).

•Total expenditures increased by $5,256,867 from the prior year primarily due to the following growth drivers: (1) general salary growth; (2) increases in healthcare costs; and (3) increases in overtime, seasonal/temporary salaries, and general benefits.

•Expenditures came in well under budget, at $85,383,648. With $4,838,145 of the budgetary appropriation unspent. Management continues to work with department heads to ensure only necessary purchases are made, and to ensure all departments do not exceed budget appropriations, which creates a budget conscious atmosphere throughout the City.

Capital Project Fund. Annually, City Council approves a capital program as part of the budget process. Funding for these projects comes primarily from available fund balance of the General Fund. The Capital Project Fund accounts for these activities. During the year, $11,843,416 was transferred to this fund from the General Fund, while expenditures amounted to $9,635,198. The above along with $1,890,868 in additional revenue, increased fund balance by $4,099,086 to $18,449,771 at year end as compared to $14,350,685 at end of the prior year.

2017 T-SPLOST Capital Fund. During fiscal year 2025, the 2017 TSPLOST Capital Fund generated $1,434,340 in investment income. Current expenditures amounted to $8,719,714. The net amount resulted in a decrease in fund balance of $7,285,374 from $31,602,130 to an ending fund balance of $24,316,756.

2022 Bond Construction Fund. This fund is a capital project fund used to account for proceeds from issuance of 2022 General Obligation Bonds for the acquisition and construction of parks and greenways. Capital outlay expenditures in the amount of $3,102,815 offset by investment earnings of $1,186,260 resulted in a fund balance restricted for capital projects in the amount of $25,466,892 at year end.

2022 T-SPLOST Capital Fund. During fiscal year 2025, the 2022 TSPLOST Capital Fund received $14,960,220 in sales tax proceeds and generated $960,299 in investment income for a total revenue amount of $15,920,519. Current expenditures amounted to $5,269,524. The net amount resulted in an increase in fund balance of $10,650,995 from $15,625,734 to an ending fund balance of $26,276,729.

Grant Capital Fund. During fiscal year 2025, the Grant Capital Fund generated $2,076,107 in intergovernmental revenue and $46,708 in investment income. Current expenditures amounted to $1,536,574. The net amount resulted in an increase in fund balance of $586,241 from a deficit of $554,564 to an ending fund balance of $31,677.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The City accounts for business-type activities in the Solid Waste enterprise fund. The City utilizes governmental activities internal service funds to account for risk management services and medical insurance.

Solid Waste Fund. Unrestricted net position of the Solid Waste Fund at the end of the year amounted to $69,560. The total increase in net position for the Solid Waste Fund was $54,211 compared to a $4,411 increase in the prior year. Total operating revenue increased by $320,321 to $5,771,392. Investment earnings increased by $33,298 to $65,485. Total expenses increased by $288,753 to $5,782,666.

Risk Management Fund. The Risk Management Fund is an internal service fund created to account for the risk management costs incurred by the City. Unrestricted net position of the risk management fund decreased in the amount of $46,017 from $2,200,341 to $2,154,324 as compared to a prior year increase in the amount of $169,298. Total operating revenues decreased by $32,377 to $1,940,710 while total operating expenses increased by $181,957 to $2,107,319. Investment earnings increased by $27,654.

Medical Insurance Fund. The Medical Insurance Fund is an internal service fund created to account for the amounts charged to the City and its employees to pay for the medical insurance plan. The City's medical insurance plan is a fully insured medical plan that is funded through the carrier as a shared return minimum premium arrangement. Funding to the medical insurance fund is based on the City's maximum exposure on the policy. Expenses reflect actual claims and administrative costs. Charges for services amounted to $8,597,333 and operating expenses amounted to $8,569,105 resulting in an increase in net position of $28,228 (as compared to a decrease of $12,567 in the prior year) yielding a net position of $91,269 at year end.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City employs an annual mid-year budget process in order to realign appropriations made during the annual budget process with significant unexpected trends. This process ensures adjustments facilitating appropriations are aligned with expected resources. Additionally, the ordinance adopting the City's budget allows the Finance Director to amend the budget to: (1) reflect grant appropriations and expenditures upon receipt of an executed grant award document and/or intergovernmental agreement; and (2) reflect donation/contribution revenues and expenditures upon receipt of donation/contribution. Differences between the original budget and final amended budget are summarized as follows:

- During the year, there was an increase in total budgeted revenues in the amount of $154,376 which consisted of $108,000 for charges for services and $46,376 for contributions and donations. Total budgeted expenditures increased by $154,376 from the beginning of the year primarily consisting of an increase to public safety for $13,105, an increase to public works for $223,371, and culture and recreation for $154,376. This was offset by a reduction in budgeted general government expenditures of $236,476.

- Franchise taxes were $409,127 more than budgeted, licenses and permits were $922,658 more than budgeted, and investment earnings were $831,792 more than budgeted. However, property taxes were $208,880 less than budgeted, fines and forfeitures were $160,202 less than budgeted, and intergovernmental revenues were $176,413 less than budgeted. The net result of all the revenue variances was that actual total revenues exceeded final budget total revenues by $2,111,452.

- Total actual expenditures were $4,838,145 less than final budgeted total expenditures. Management continues to work with department heads to ensure only necessary purchases are made and to ensure departments do not exceed budget appropriations, which generates a budget conscious atmosphere throughout the City. Among departments with larger favorable variances in expenditures were General Government which expended $2,224,960 less than final budget, Public Safety which expended $1,704,572 less than final budget, and Public Works which expended $718,385 less than final budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City of Alpharetta's investment in capital assets for its governmental activities as of June 30, 2025, amounts to $ $391,107,185 (net of accumulated depreciation). This investment in capital assets includes land and permanent improvements, buildings, improvements other than buildings, machinery and equipment, and infrastructure (park facilities, roads, highways, and bridges).

Larger additions to Capital Assets include:

- Additions to construction in progress for Webb Bridge Road Improvements ($8,514,301)
- Additions to construction in progress for Windward Parkway Bridges ($1,674,945)

- Additions to construction in progress for Encore Greenway Gateway ($1,307,319)
- Additions to construction in progress for Old Milton Parkway Improvements ($896,392)
- Additions to construction in progress for AlphaLoop ($771,865)

CITY OF ALPHARETTA'S CAPITAL ASSETS

(Net of Accumulated Depreciation)

	Governmental Activities	
	2025	2024
Land and permanent improvements	$ 102,663,267	$ 100,800,778
Buildings	54,476,268	56,270,174
Improvements	19,351,043	13,173,827
Machinery and equipment	12,150,043	11,547,650
Infrastructure	156,015,455	160,193,741
Subscription assets	281,989	622,567
Construction in progress	46,169,120	36,508,272
Total	$ 391,107,185	$ 379,117,009

Long-term debt. At the end of the fiscal year 2025, the City's total outstanding debt was $124,708,089. Total outstanding debt consists of $119,332,449 of bonds, $5,093,735 of financed purchases payable, and $281,905 of SBITAs.

The City's total debt decreased by $6,506,093 during the 2025 fiscal year (includes bond debt and capital leases). The City currently has an uninsured "AAA" rating from Standard & Poor's and an "Aaa" rating from Moody's for its general obligation debt. Keys to such elite ratings are a result of strong and proactive administration; effective debt management policies with moderate to low debt ratios; a vibrant and diverse economy; and a strong track record of managing the financial positions supported by sufficient reserves established policies that guide management practices. State statutes limit the amount of general obligation debt a governmental entity may issue to ten percent of its total assessed valuation, less current debt issued. The City's outstanding obligation debt is significantly less than the legal debt limitation of $890,756,854.

CITY OF ALPHARETTA'S OUTSTANDING DEBT

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Bonds Payable	$ 113,445,000	$ 117,850,000	$ -	$ -	$ 113,445,000	$ 117,850,000
Plus: Premiums	5,887,449	6,781,043	-	-	5,887,449	6,781,043
Financed purchases	5,093,735	5,974,675	-	-	5,093,735	5,974,675
SBITAs	281,905	608,464	-	-	281,905	608,464
Net pension liability	26,396,076	27,168,981	-	-	26,396,076	27,168,981
Claims and judgements	3,250,285	2,127,226	-	-	3,250,285	2,127,226
Compensated absences	3,053,652	2,964,456	571	317	3,054,223	2,964,773
Total Outstanding Debt	$ 157,408,102	$ 163,474,845	$ 571	$ 317	$ 157,408,673	$ 163,475,162

Additional information on the City's long-term debt can be found in Note IV.F on pages 53 through 58 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's budget for FY 2026 reflects the challenges of the current economic landscape, characterized by stagnating or declining revenues alongside persistent inflationary pressures on expenditures. Economic uncertainties, including fluctuating consumer demand, evolving market conditions, and external cost drivers, continue to impact revenue growth while increasing the costs of providing essential services. Rising personnel expenses, supply chain disruptions, and higher costs for goods and services place additional strain on the City's financial position. In response, this budget emphasizes prudent fiscal management, strategic resource allocation, and a commitment to maintaining core services while ensuring long-term financial sustainability.

Today, more than ever, governments need to be nimble to respond to market conditions.

Alpharetta's 2026 budget is focused on City Council priorities (including the 2026 Annual Action Plan) and responding to market conditions in a prudent manner including maintaining a competitive compensation package for our staff and keeping up with market prices from private service providers.

Highlights include:

- Tax-burden reductions for our homeowners in excess of $10 million through our annual homestead exemption offerings.
- Maintenance of the city's millage rate at 5.750 mills (flat with FY 2025) including funding expanded service levels for our citizenry, business owners, and stakeholders.
- The FY 2026 budget includes funding totaling $1.1 million for expanded service levels within multiple departments and increases in capital investment.
- Capital investment focused on maintaining and improving city infrastructure and assets ($27 million when including potential grant sources) while reserving sufficient funds to provide flexibility for future prioritized capital investment ($6 million).
- Continuation of the same high service levels our citizenry, business owners, and stakeholders expect from our city.

BASIC FINANCIAL STATEMENTS

CITY OF ALPHARETTA, GEORGIA

STATEMENT OF NET POSITION
JUNE 30, 2025

	Primary Government		
ASSETS	**Governmental Activities**	**Business-Type Activities**	**Total**
Cash and cash equivalents	$ 102,521,468	$ 1,480,562	$ 104,002,030
Investments	24,949,585	548,216	25,497,801
Receivables, net of allowance for uncollectibles	10,095,039	233,861	10,328,900
Prepaid items	611,332	-	611,332
Restricted cash equivalents	25,508,075	-	25,508,075
Net OPEB asset	77,849	-	77,849
Capital assets, non-depreciable	148,832,387	-	148,832,387
Capital assets, depreciable, net of accumulated depreciation	242,274,798	-	242,274,798
Total assets	554,870,533	2,262,639	557,133,172
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	59,287	-	59,287
Pension related items	6,378,096	-	6,378,096
OPEB related items	57,120	-	57,120
Total deferred outflows of resources	6,494,503	-	6,494,503
LIABILITIES			
Accounts payable and other current liabilities	11,180,095	508,721	11,688,816
Unearned revenue	920,792	1,683,787	2,604,579
Interest payable	486,176	-	486,176
Noncurrent liabilities:			
Arbitrage rebate liability	1,642,532	-	1,642,532
Bonds payable, due within one year	4,605,000	-	4,605,000
Bonds payable, due in more than one year	114,727,449	-	114,727,449
Financed purchases payable, due within one year	893,674	-	893,674
Financed purchases payable, due in more than one year	4,200,061	-	4,200,061
SBITAs, due within one year	281,905	-	281,905
SBITAs, due in more than one year	-	-	-
Net pension liability, due in more than one year	26,396,076	-	26,396,076
Other noncurrent liabilities, due within one year	5,159,245	571	5,159,816
Other noncurrent liabilities, due in more than one year	1,144,692	-	1,144,692
Total liabilities	171,637,697	2,193,079	173,830,776
DEFERRED INFLOWS OF RESOURCES			
Pension related items	4,750,300	-	4,750,300
OPEB related items	423,411	-	423,411
Total deferred inflows of resources	5,173,711	-	5,173,711
NET POSITION			
Net investment in capital assets	291,027,354	-	291,027,354
Restricted for:			
Capital projects	58,098,843	-	58,098,843
Tourism	1,752,472	-	1,752,472
Debt service	1,251,009	-	1,251,009
Law enforcement	518,966	-	518,966
Emergency telephone activities	312,661	-	312,661
OPEB	77,849	-	77,849
Unrestricted	31,514,474	69,560	31,584,034
Total net position	$ 384,553,628	$ 69,560	$ 384,623,188

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

CITY OF ALPHARETTA, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 18,242,860	$ 1,333,341	$ 173,512	$ -
Public safety	48,463,698	7,439,283	76,499	-
Public works	30,215,096	164,563	71,642	4,177,078
Community development	7,902,863	6,408,488	1,500	1,048,454
Culture and recreation	11,765,726	2,568,811	127,406	-
Interest on long-term debt	3,095,243	-	-	-
Total governmental activities	119,685,486	17,914,486	450,559	5,225,532
Business-type activities:				
Solid waste	5,782,666	5,771,392	-	-
Total business-type activities	5,782,666	5,771,392	-	-
Total primary government	$ 125,468,152	$ 23,685,878	$ 450,559	$ 5,225,532

General revenues:	
Property taxes	
Sales taxes	
Franchise taxes	
Hotel/Motel occupancy taxes	
Business taxes	
Other taxes	
Unrestricted investment earnings	
Total general revenues	
Change in net position	
Net position, beginning of year	
Net position, end of year	

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

Net (Expenses) Revenues and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
$ (16,736,007)	$ -	$ (16,736,007)
(40,947,916)	-	(40,947,916)
(25,801,813)	-	(25,801,813)
(444,421)	-	(444,421)
(9,069,509)	-	(9,069,509)
(3,095,243)	-	(3,095,243)
(96,094,909)	-	(96,094,909)
-	(11,274)	(11,274)
-	(11,274)	(11,274)
$ (96,094,909)	$ (11,274)	$ (96,106,183)
$ 43,315,268	$ -	$ 43,315,268
37,293,539	-	37,293,539
7,194,127	-	7,194,127
9,274,079	-	9,274,079
7,927,586	-	7,927,586
3,741,723	-	3,741,723
2,866,256	65,485	2,931,741
111,612,578	65,485	111,678,063
15,517,669	54,211	15,571,880
369,035,959	15,349	369,051,308
$ 384,553,628	$ 69,560	$ 384,623,188

CITY OF ALPHARETTA, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

ASSETS	General	Capital Project	2017 T-SPLOST Capital Fund	Grant Capital Fund	2022 Bond Construction Fund	2022 T-SPLOST Fund	Nonmajor Governmental Funds	Total Governmental Funds
Cash and cash equivalents	$ 22,438,560	$ 14,291,531	$ 25,667,299	$ 734,997	$ -	$ 25,682,299	$ 11,043,758	$ 99,858,444
Investments	13,377,823	5,148,913	-	296,036	-	-	5,053,165	23,875,937
Taxes receivable, net	3,039,696	-	-	-	-	-	930,938	3,970,634
Accounts receivable, net	1,579,699	30,000	-	-	-	-	526,730	2,136,429
Intergovernmental receivables	10,998	217,707	-	-	-	1,301,634	283,831	1,814,170
Due from other funds	354,688	-	-	-	-	-	-	354,688
Restricted cash equivalents	-	-	-	-	25,508,075	-	-	25,508,075
Total assets	$ 40,801,464	$ 19,688,151	$ 25,667,299	$ 1,031,033	$ 25,508,075	$ 26,983,933	$ 17,838,422	$ 157,518,377
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts payable	$ 3,388,319	$ 1,181,818	$ 985,305	$ 78,564	$ 10,630	270,338	$ 956,262	$ 6,871,236
Retainage payable	-	26,562	365,238	-	30,553	436,866	79,885	939,104
Accrued liabilities	1,294,442	-	-	-	-	-	860,713	2,155,155
Unearned revenue	-	-	-	920,792	-	-	-	920,792
Due to other funds	-	-	-	-	-	-	354,688	354,688
Total liabilities	4,682,761	1,208,380	1,350,543	999,356	41,183	707,204	2,251,548	11,240,975
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue - property taxes	374,867	-	-	-	-	-	64,808	439,675
Unavailable revenue - other	55,217	30,000	-	-	-	-	9,491	94,708
Total deferred inflows of resources	430,084	30,000	-	-	-	-	74,299	534,383
FUND BALANCES								
Restricted for:								
Capital projects	-	466,679	24,316,756	31,677	25,466,892	26,276,729	6,079,081	82,637,814
Law enforcement	-	-	-	-	-	-	518,966	518,966
Emergency telephone activities	-	-	-	-	-	-	312,661	312,661
Tourism	-	-	-	-	-	-	1,752,472	1,752,472
Debt service	-	-	-	-	-	-	1,251,009	1,251,009
Assigned for:						-		
Grant projects	-	-	-	-	-	-	169,184	169,184
Opioid remediation	-	-	-	-	-	-	78,958	78,958
Capital projects	-	17,983,092	-	-	-	-	4,863,656	22,846,748
Economic development	-	-	-	-	-	-	486,588	486,588
Fiscal year 2026 budget	5,017,048	-	-	-	-	-	-	5,017,048
Unassigned	30,671,571	-	-	-	-	-	-	30,671,571
Total fund balances	35,688,619	18,449,771	24,316,756	31,677	25,466,892	26,276,729	15,512,575	145,743,019
Total liabilities, deferred inflows of resources, and fund balances	$ 40,801,464	$ 19,688,151	$ 25,667,299	$ 1,031,033	$ 25,508,075	$ 26,983,933	$ 17,838,422	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.	391,107,185
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred inflows in the governmental funds.	534,383
Internal service funds are used by the City to charge costs to other funds. The assets and liabilities are included in the government activities.	2,245,593
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(130,631,162)
Prepaid items are costs applicable to future periods and, therefore, are not reported in governmental funds.	611,332
Net pension liability is not due and payable in the current period and is, therefore, not reported in governmental funds, along with deferred inflows/outflows to the Plan.	(24,768,280)
Net OPEB asset is not collectible in the current period and, is therefore, not reported in governmental funds, along with deferred inflows/outflows to the Plan.	(288,442)
Net position of governmental activities	$ 384,553,628

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General	Capital Project	2017 T-SPLOST Capital Fund	Grant Capital Fund	2022 Bond Construction Fund	2022 T-SPLOST Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues								
Taxes:								
Property taxes	$ 37,228,120	$ -	$ -	$ -	$ -	$ -	$ 6,295,696	$ 43,523,816
Sales and use taxes	22,333,319	-	-	-	-	14,960,220	-	37,293,539
Other taxes	18,863,436	-	-	-	-	-	9,274,079	28,137,515
Licenses and permits	4,119,158	-	-	-	-	-	-	4,119,158
Charges for services	5,271,424	-	-	-	-	-	3,313,037	8,584,461
Impact fees	-	-	-	-	-	-	1,119,657	1,119,657
Fines and forfeitures	2,444,798	-	-	-	-	-	154,893	2,599,691
Intergovernmental	194,513	217,707	-	2,076,107	-	-	1,081,446	3,569,773
Contributions and donations	244,707	1,048,454	-	-	-	-	100,049	1,393,210
Investment earnings (losses)	1,931,792	595,965	1,434,340	46,708	1,186,260	960,299	794,771	6,950,135
Other revenues	173,228	28,742	-	-	-	-	194,383	396,353
Total revenues	92,804,495	1,890,868	1,434,340	2,122,815	1,186,260	15,920,519	22,328,011	137,687,308
Expenditures								
Current:								
General government	13,037,602	-	-	-	-	-	168,232	13,205,834
Public safety	41,264,943	-	-	-	-	-	5,284,621	46,549,564
Public works	10,743,645	-	-	-	-	-	935,745	11,679,390
Community development	4,436,747	-	-	-	-	-	4,063,824	8,500,571
Culture and recreation	14,531,266	-	-	-	-	-	29,870	14,561,136
Capital outlay	-	9,635,198	8,719,714	1,536,574	3,102,815	5,269,524	3,263,249	31,527,074
Debt service:								
Principal	1,173,342	-	-	-	-	-	4,439,157	5,612,499
Interest and fiscal charges	196,103	-	-	-	-	-	3,835,312	4,031,415
Total expenditures	85,383,648	9,635,198	8,719,714	1,536,574	3,102,815	5,269,524	22,020,010	135,667,483
Excess (deficiency) of revenues over expenditures	7,420,847	(7,744,330)	(7,285,374)	586,241	(1,916,555)	10,650,995	308,001	2,019,825
Other financing sources (uses):								
Proceeds from sale of capital assets	252,945	-	-	-	-	-	-	252,945
Transfers in	3,477,779	11,843,416	-	-	-	-	1,604,364	16,925,559
Transfers out	(13,447,780)	-	-	-	-	-	(3,477,779)	(16,925,559)
Total other financing sources (uses)	(9,717,056)	11,843,416	-	-	-	-	(1,873,415)	252,945
Net change in fund balances	(2,296,209)	4,099,086	(7,285,374)	586,241	(1,916,555)	10,650,995	(1,565,414)	2,272,770
Fund balances, beginning of year	37,984,828	14,350,685	31,602,130	(554,564)	27,383,447	15,625,734	17,077,989	143,470,249
Fund balances, end of year	$ 35,688,619	$ 18,449,771	$ 24,316,756	$ 31,677	$ 25,466,892	$ 26,276,729	$ 15,512,575	$ 145,743,019

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

CITY OF ALPHARETTA, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

Net change in fund balances - total governmental funds	$	2,272,770
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. This is the amount by which capital outlays exceeded depreciation and amortization in the current period.		12,199,196
The net effect of various miscellaneous transactions involving capital assets (i.e. sales and disposals) is to decrease net position.		(209,020)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		(841,621)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction; however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		6,446,807
Internal service funds are used by management to charge the costs of insurance plans and workers' compensation insurance to individual funds. The net expense of the internal service funds is reported with governmental activities.		(17,789)
Prepaid items are costs applicable to future periods and, therefore, are not reported in the governmental funds.		143,256
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(4,475,930)
Change in net position - governmental activities	$	15,517,669

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Business-Type Activities Enterprise Fund	Governmental Activities
ASSETS	**Solid Waste Fund**	**Internal Service Funds**
CURRENT ASSETS		
Cash and cash equivalents	$ 1,480,562	$ 2,663,024
Investments	548,216	1,073,648
Accounts receivable, net of allowance for uncollectibles	233,861	2,173,806
Total assets	2,262,639	5,910,478
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	507,716	1,214,600
Accrued salaries	1,005	-
Unearned revenue	1,683,787	-
Compensated absences payable	571	-
Claims payable, due within one year	-	1,794,178
Total current liabilities	2,193,079	3,008,778
NONCURRENT LIABILITIES		
Claims payable, due in more than one year	-	656,107
Total noncurrent liabilities	-	656,107
Total liabilities	2,193,079	3,664,885
NET POSITION		
Unrestricted	69,560	2,245,593
Total net position	$ 69,560	$ 2,245,593

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund	Governmental Activities
	Solid Waste Fund	Internal Service Funds
OPERATING REVENUES		
Charges for services:		
Refuse collection charges	$ 5,697,889	$ -
Charges for service	-	10,384,569
Miscellaneous revenue	73,503	153,474
Total operating revenues	5,771,392	10,538,043
OPERATING EXPENSES		
Administration	5,782,666	98,997
Claims and judgements	-	7,141,427
Premiums	-	3,436,000
Total operating expenses	5,782,666	10,676,424
Operating loss	(11,274)	(138,381)
NON-OPERATING REVENUES		
Investment earnings	65,485	120,592
Total non-operating revenues	65,485	120,592
Change in net position	54,211	(17,789)
NET POSITION, beginning of year	15,349	2,263,382
NET POSITION, end of year	$ 69,560	$ 2,245,593

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund	Governmental Activities
	Solid Waste Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	$ 6,065,138	$ 9,562,708
Payments to vendors/suppliers	(5,651,452)	(2,382,142)
Payments on claims	-	(6,917,365)
Payments to employees	(91,687)	-
Net cash provided by operating activities	321,999	263,201
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of investments	(16,469)	(29,410)
Purchase of investments	-	-
Interest and dividends received	65,485	120,592
Net cash provided by investing activities	49,016	91,182
Increase in cash and cash equivalents	371,015	354,383
Cash and cash equivalents, beginning of year	1,109,549	2,308,641
Cash and cash equivalents, end of year	$ 1,480,564	$ 2,663,024
Reconciliation of operating loss to net cash provided by operating activities:		
Operating loss	$ (11,274)	$ (138,381)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Increase (decrease) in accounts receivable	187,688	(975,335)
Increase in accounts payable	39,020	1,053,858
Increase in other accrued liabilities	106,311	-
Increase in compensated absence	254	-
Increase in claims payable	-	323,059
Net cash provided by operating activities	$ 321,999	$ 263,201

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025

ASSETS		Fiduciary Funds
Cash	$	1,917,539
Accounts receivable		1,091,981
Investments:		
U.S. Treasuries		8,102,566
U.S. Agencies		9,760,342
Corporate and Foreign Agencies		11,555,879
Common Equity Securities		88,666,853
Equity Mutual Funds		1,320,742
Exchange Traded Funds		776,305
Total assets		123,192,207
LIABILITIES		
Accounts payable		1,211,690
Total liabilities		1,211,690
NET POSITION		
Restricted for:		
Pensions		110,771,794
Postemployment benefits other than pensions		11,208,723
Net position restricted for retiree benefits	$	121,980,517

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

CITY OF ALPHARETTA, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Fiduciary Funds
ADDITIONS	
Contributions:	
Employee contributions	$ 314,604
Employer contributions	4,706,376
Total contributions	5,020,980
Investment income:	
Net appreciation of fair value of investments	11,565,411
Interest and dividends	2,893,207
Less investment expense	(89,583)
Net investment income	14,369,035
Total additions	19,390,015
DEDUCTIONS	
Benefit payments	5,244,227
Administrative expenses	767,688
Total deductions	6,011,915
Change in net position	13,378,100
NET POSITION RESTRICTED FOR RETIREE BENEFITS	
Beginning of year	108,602,417
End of year	$ 121,980,517

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting entity

The City of Alpharetta (the "City"), which was founded in 1858, operates under a charter adopted July 1, 1981, as a municipal corporation governed by an elected mayor and a six-member council. The government provides such services as police protection, fire and rescue services, parks and recreation amenities, sanitation services, and public works. The accompanying financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable.

Blended component unit. The Development Authority of Alpharetta (the "Authority") promotes the industrial and economic development of the City. The Authority is legally separate from the City; however, the City appoints all of the Authority's Board members, and the City is obligated to fund a significant portion of the debt of the Authority through intergovernmental agreements. Separate financial statements for the Development Authority are not prepared.

B. Government-wide and fund financial statements

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and fund financial statements (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the fiscal year for which they are levied. As such, property tax revenues are recognized in the current fiscal year for the previous tax year's levy. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes received up to sixty days after fiscal year end, local option sales tax, franchise taxes, intergovernmental revenues, and other various taxes coupled with licenses, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

The **Capital Project Fund** accounts for the acquisition of capital expenditures greater than $25,000 funded by sources other than general obligation bond proceeds from governmental funds.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

The **2017 Transportation Special Purpose Local Option Sales Tax (T-SPLOST) Fund** is used to account for the proceeds of the transportation special purpose local option sales tax for the various improvement projects as approved by voter referendum.

The **Grant Capital Fund** is used to track capital projects as they relate to proceeds from grants awarded to the City. Matching funds, which are the City's responsibility, are recorded within this fund.

The **2022 Bond Construction Fund** is used to account for the 2022 General Obligation Bond proceeds for the acquisition and construction of parks, greenways, and the acquisition and construction of roads, streets, and bridges.

The **2022 Transportation Special Purpose Local Option Sales Tax (T-SPLOST) Fund** is used to account for the proceeds of the transportation special purpose local option sales tax for the various improvement projects as approved by voter referendum.

The City reports the following major proprietary fund:

The **Solid Waste Fund** accounts for the activities associated with the collection of residential garbage, including recyclables, nonrecyclables, and yard waste. Activity is rendered on a user charge basis.

The City also reports the following fund types:

The **Special Revenue Funds** account for specific revenues, such as confiscations/forfeitures, hotel/motel tax revenues, impact fee revenues, various grants and contributions, development authority operations, and charges for operation of the City's Emergency 911 system, all of which are legally restricted or committed to expenditures for particular purposes.

The **Debt Service Fund** accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The **Capital Project Funds** account for the capital projects expenditures as they relate to proceeds from capital grants, transportation special purpose local option sales tax, 2016 General Obligation Bonds, and transfers from other funds of the City.

The **Internal Service Funds** account for operations that provide services to other departments or agencies of the City on a cost reimbursement basis. The City uses the internal service funds to account for risk management and medical insurance.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation (Continued)

The **Pension and Other Employee Benefit Trust Funds** are used to account for the accumulation of resources to be used for retirement annuity payments and employer portion of retiree health insurance premiums, at appropriate amounts and times in the future. Resources are contributed by the City at rates determined by actuarial computations as well as by employees for one of the plans.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, any interfund services provided and used are not eliminated as this process would distort the direct costs and program revenues reported in the various functions.

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

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

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

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position

1. Cash, cash equivalents, and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the City to invest in obligations issued by the United States Government, obligations fully insured or guaranteed by the U.S. Government or by a government agency of the United States, obligations of any corporation of the U.S. Government, prime bankers' acceptances, the Georgia local government investment pool, repurchase agreements, and obligations of other political subdivisions of the state.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

1. Cash, cash equivalents, and investments (Continued)

Investments for the City are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The City limits investments through policy to obligations issued by the United States Government, obligations fully insured or guaranteed by the U.S. Government or by a government agency of the United States, and obligations of any corporation of the U.S. Government.

2. Receivables and payables

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

All property tax receivables are shown net of an allowance for uncollectibles. Property taxes are levied on assessed property values as of January 1. The levy date is the date that the millage rate is set by the City Council and occurs on or about June 15. Tax notices are then mailed on or about October 1 of each year and are due 60 days from the billing date. The billings are considered past due if the payment is not rendered within the 60-day period after the respective tax billing date, at which time penalties and interest are assessed. Delinquent tax payments subject the property to lien. The City bills and collects its own property taxes.

3. Prepaid items

Certain payments to vendors reflect costs applicable to future accounting periods. These payments are accounted for using the purchases method and are recognized as expenditures in the fund financial statements when payment is made and are recognized as prepaid items in the government-wide financial statements.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

4. Restricted assets

Proceeds of the 2022 Series Bond Construction Issue are classified as restricted assets on the balance sheet because they are maintained in a separate bank account and their use is limited by applicable bond covenants. The "bond construction" account is used to report those proceeds that are restricted for use in the construction of voter approved projects.

5. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

The City reports all infrastructure assets that it currently owns and has a responsibility for maintaining on a network and subsystem basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the City values these capital assets at the estimated acquisition value of the item at the date of its donation.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	5 - 50
Improvements other than buildings	7 - 45
Infrastructure	5 - 100
Machinery and equipment	5 – 20
SBITAs	3

Estimated useful lives are adjusted by category according to asset longevity to ensure classes of assets are not fully depreciated and still in use.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

6. Subscription-based information technology arrangements

The City has entered into noncancellable long-term subscription-based information technology arrangements (SBITA) for various software programs. The City recognizes a right-to-use subscription asset and corresponding subscription liability in the government-wide financial statements.

At the commencement of the subscription term, the City measures the subscription liability at the present value of minimum payments required to be paid during the subscription term. The right-to-use subscription asset is initially measured as the sum of the initial subscription liability amount plus payments made to the vendor before commencement of the subscription term and capitalizable implementation costs, less any incentives received from the vendor at or before commencement.

The City's SBITA activities, other than making subscription payments, are accounted for as follows:

Preliminary project stage activities include evaluating alternatives, determining the needed technology, and vendor selection are expensed as incurred.

Initial implementation stage activities include all ancillary charges necessary to place the subscription asset into service and are capitalized in addition to the subscription asset.

Operation and additional implementation stage activities such as maintenance and support are expensed as incurred.

Key estimates and judgments related to the City's subscription assets and liabilities include how the City determines: (1) the discount rate it uses to discount the expected subscription payments to present value, (2) lease term, and (3) subscription payments:

The City uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not specified, the City generally uses its estimated incremental borrowing rate as the discount rate.

The lease term includes the noncancellable period of the subscription term. Subscription payments included in the measurement of the subscription assets and liabilities are composed of fixed payments due to the vendor over the subscription term.

The City monitors changes in circumstances that would require a remeasurement of its subscription assets and liabilities and will remeasure them if changes occur that are expected to significantly affect the reported amount of subscription assets and liabilities.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

7. Deferred outflows/inflows of resources

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item that qualifies for reporting in this category. The item occurs only in the governmental funds and is reported as unavailable revenues from property taxes and other sources. These deferred inflows are unavailable and will be recognized as an inflow of resources in the period in which the amounts become available.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. A deferred charge on refunding is reported as a deferred outflow of resources in the government-wide statement of net position for governmental activities. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the remaining life of the refunded debt or the refunding debt.

The City has deferred inflows and outflows related to the recording of changes in its net pension and net OPEB liability (asset). Certain changes in the net pension and net OPEB liability (asset) are recognized as plan expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the City's actuary which adjust the net pension liability and net OPEB liability (asset) for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of Plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into plan expense over the expected remaining service lives of Plan members. Changes in actuarial assumptions which adjust the net pension liability and the net OPEB liability (asset) are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into plan expense over the expected remaining service lives of Plan members. The difference between projected investment return on plan investments and actual return on those investments is also deferred and amortized against plan expense over a five-year period.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

8. Compensated absences

It is the City's policy to permit employees to accumulate earned but unused paid time off benefits. All paid time off pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

9. Long-term obligations

In the government-wide financial statements and the proprietary fund in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

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

10. Pensions

The City of Alpharetta's Pension Plan (the "Plan") uses a single fiduciary fund to maintain its financial records. The fiduciary fund is accounted for on a flow of economic resources measurement focus. Revenues are recognized when earned and expenses are recognized at the time they are incurred. Employer contributions are recognized when due and employee contributions are recognized when due as deductions from the employees' payroll. Benefit payments are recognized when due and payable in accordance with the terms of the Plan. Contribution refunds are recognized when due and payable in accordance with the terms of the Plan and City procedures for termination.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

11. OPEB

The City of Alpharetta's Postemployment Healthcare Benefits Plan (the "PHCB Plan") uses separate fiduciary funds to maintain the financial records of the OPEB Health Benefit Plan and the Retirement Reimbursement Plan. The fiduciary fund is accounted for on a flow of economic resources measurement focus. Revenues are recognized when earned and expenses are recognized at the time they are incurred. Employer contributions are recognized when due and employee contributions are recognized when due as deductions from the employees' payroll. Benefit payments are recognized when due and payable in accordance with the terms of the PHCB Plan. Contribution refunds are recognized when due and payable in accordance with the terms of the PHCB Plan and City procedures for termination.

12. Fund balance/net position

Fund balance – Generally, fund balance represents the difference between the assets, liabilities, and deferred inflows of resources under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

Fund balances are classified as follows:

Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either: (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by a formal vote of the City Council. Only the City Council may modify or rescind the commitment. The City's Council would effectively commit fund balance through the approval of an ordinance; however, there are no commitments as of the fiscal year ended June 30, 2025.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position (Continued)

12. Fund balance/net position (Continued)

Assigned – Fund balances are reported as assigned when amounts are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Pursuant to the ordinance passed by the Council adopting the fund balance policy, the Council retains the authority to assign fund balances for specific purposes.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The City reports positive unassigned fund balance only in the General Fund. The City, by ordinance, has created a minimum fund balance policy to be no less than 16% of the next fiscal year's budgeted expenditures, in order to maintain adequate reserves to cover unforeseen emergencies and/or revenue shortfalls. Current budgetary practice has been to reserve at least 21% for such purposes or an amount equal to 2.5 months of operating expenditures.

Flow assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order: (1) Committed, (2) Assigned, and (3) Unassigned.

Net position – Net position represents the difference between assets, deferred outflows of resources, deferred inflows of resources, and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the City 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 as described in the section above. All other net position is reported as unrestricted.

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

13. Management estimates

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and therefore are not reported in the funds." The details of this $129,831,162 difference are as follows:

Bonds payable	$ (113,445,000)
Plus: Issuance premium	(5,887,449)
Deferred charge on refunding	59,287
Financed purchases payable	(5,093,735)
Subscription-based information technology arrangements	(281,905)
Accrued interest payable	(486,176)
Arbitrage rebate liability	(1,642,532)
Claims payable	(800,000)
Compensated absences	(3,053,652)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$ (130,631,162)

Another element of that reconciliation explains that "Net pension liability is not due and payable in the current period and is therefore not reported in governmental funds, along with related amounts." The details of this $24,768,280 difference are as follows:

Net pension liability	$ (26,396,076)
Deferred outflows of resources:	
Difference between expected and actual experience	6,378,096
Deferred inflows of resources:	
Difference between expected and actual experience	(2,286,209)
Assumption changes in plan	(100,833)
Net difference between projected and actual investment earnings - pensions	(2,363,258)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$ (24,768,280)

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position (Continued)

Another element of that reconciliation explains that "Net OPEB liability (asset) is not due and payable in the current period and is therefore not reported in governmental funds, along with related amounts." The details of this $288,442 difference are as follows:

Net OPEB asset	$	77,849
Deferred outflows of resources:		
Difference between expected and actual experience		21,089
Assumption changes in plan		36,031
Deferred inflow of resources:		
Difference between expected and actual experience		(86,296)
Assumption changes in plan		(114,459)
Net difference between projected and actual investment earnings - OPEB		(222,656)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(288,442)

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and change in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense." The details of this $12,199,196 difference are as follows:

Capital outlay	$	22,817,875
Depreciation and amortization expense		(10,618,679)
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *change in net position of governmental activities*	$	12,199,196

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities (Continued)

Another element of that reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales and disposals) is to reduce net position." The details of this $209,020 difference are as follows:

In the statement of activities, only the gain or loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets sold.	$	(209,020)
Net adjustment to reduce *net changes in fund balances - total governmental funds* to arrive at *change in net position of governmental activities*	$	(209,020)

Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this $3,675,930 difference are as follows:

Compensated absences	$	89,196
Arbitrage rebate liability		1,642,532
Accrued interest		(101,864)
OPEB expense		(124,776)
Pension expense		2,170,842
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *change in net position of governmental activities*	$	3,675,930

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities (Continued)

Another element of that reconciliation states that "The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this $6,446,807 difference are as follows:

Principal repayments:		
Bonds payable	$	4,405,000
Financed purchase payable		880,940
Subscription-based information technology arrangements		326,559
Amortization of deferred gain on refunding		71,969
Amortization of deferred charges on refunding		(131,255)
Amortization of bond premium		893,594
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *change in net position of governmental activities*	$	6,446,807

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the capital projects fund, which adopts a project-length budget. All annual appropriations lapse at fiscal year-end.

The appropriated budget is prepared by fund, department, and function. The City's department heads may make transfers of appropriations within departmental accounts of a specific fund. Transfers of appropriations between departments require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level, within the fund.

The Council made supplemental budgetary appropriations during a mid-year review process. These changes are reflected in the budget and actual comparison schedules.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary information (Continued)

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at fiscal year-end are not reported as reservations of fund balances and do not constitute expenditures or liabilities in governmental funds, except for the capital projects funds, because the commitments will be honored during the subsequent fiscal year from newly appropriated funds during the budget process.

IV. DETAILED NOTES ON ALL FUNDS

A. Cash, cash equivalents, and investments

Primary government

In accordance with the City's Cash and Investment Management Policies, safety of principal is the foremost objective of the investment program. As a result, credit risk and investment rate risk are aggressively mitigated. To the extent possible, the City shall attempt to match investments with anticipated cash flow requirements. Any investment exceeding a five (5) year maturity must be disclosed to the City Council in writing.

As a means of limiting exposure to credit risk, the risk of loss due to the failure of the security issuer or backer, the City 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. Additionally, investments held outside the pension plan must have a credit rating issued by a nationally recognized statistical rating organization (NRSROs) which is in the top category, i.e. "A3" or better from Moody's and "A-" or better from Standard & Poor's. All investments met these requirements.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

As of June 30, 2025, the City of Alpharetta had the following cash equivalents and investments:

Investment	Fitch/ Standards & Poor Rating	Weighted Average Maturity	Fair Value
Georgia Fund 1	AAAf	51 days	$ 122,925,321
U.S. Treasuries and Agencies	AA+	2.78 years	25,544,629
Fidelity Money Market	NA	-	251,054
Deposits with Financial Institution	NA	-	6,286,902
Total			$ 155,007,906
As reported in the Statement of Net Position			
Cash and Cash Equivalents			$ 103,707,041
Restricted Cash and Cash Equivalents			25,508,075
Investments			25,792,790
Total			$ 155,007,906

The investment in Georgia Fund 1 is reported as a cash equivalent.

Fair value measurements. The City 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 City has the following recurring fair value measurements as of June 30, 2025:

Investment	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level				
Fidelity Treasury Money Market Mutual Fund	$ 251,054	$ -	$ -	$ 251,054
U.S. Treasuries and Agencies	-	25,544,629	-	25,544,629
Total Investments by Fair Value Level	$ 251,054	$ 25,544,629	$ -	$ 25,795,683

The Fidelity Treasury money market mutual fund classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those investments. The United States treasuries and agencies classified in Level 2 are valued using a matrix-pricing technique based on the securities' relationship to benchmark quoted prices.

The Georgia Fund 1 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 City does not disclose investment in the Georgia Fund 1 within the fair value hierarchy.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

Through the structuring of the investment portfolio so that securities mature to meet cash requirements for ongoing operations, the City reduces exposure to interest rate risk. Interest rate risk, the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates, is also managed through the City's objective to hold investments until maturity. Meaning, the yield received on the life of the security for invested funds is greater than funds that are not invested due to an anticipated improvement to economic conditions.

The City's investment policy limits investments from any one issuer to no more than 5% of the total investment portfolio, excluding investments explicitly guaranteed by the U.S. Government. Thus, the City's concentration of investments into any single issuer is managed by expanding the exposure of the investment portfolio to multiple issuers.

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Fitch's criteria for AAAf-rated money market funds and is regulated by the Georgia Office of the State Treasurer. 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 City's investment in the Georgia Fund 1 is reported at fair value. The City considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

Custodial credit risk – deposits: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits to be collateralized by depository insurance or pledged securities. Amounts that exceed standard depository insurance limits are required to be collateralized either: (1) individually by the financial institutions through pledged obligations of the U.S. Government, obligations backed by the full faith and credit of the U.S. Government, obligations of the State of Georgia or other states, or obligations of counties, municipalities, or public authorities of the State of Georgia, or (2) participation in the State of Georgia Secure Deposit Program. As of June 30, 2025, all of the City's bank balances were insured or collateralized as defined by GASB and state statutes.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

Pension Plan Trust Fund

The Pension Trust Fund's policy on authorized investments, including the proper asset allocation and benchmarking criteria, is established via an Investment Policy Statement (IPS) which is amended from time to time by the Board of Trustees. As permitted by state statutes, subject to certain limitations therein and within the IPS, the IPS generally authorizes the Pension Plan Trust Fund to invest in the following investments: cash and cash equivalents (including money market funds and stable value funds); investment grade domestic and international fixed-income securities (government and corporate entity obligations, asset-backed securities, commercial paper or similar fixed-income contracts); domestic and international equities (up to 75%); real estate investment trusts (REITs); and certain alternative investments (up to 5%). The Pension Plan Trust Fund may also invest in mutual funds, commingled funds, collective investment funds, common trusts, and group trusts as allowed by Georgia law.

The City's Pension Plan Trust Fund's policy specifies a target asset allocation mix to guide the pursuit of an optimal level of risk in relation to obtaining the long-term average annual return target of 7.50%. This asset allocation mix is as follows: Total Fixed-Income targeted at 23%, with an acceptable range of 23% to 26%; Domestic Equities targeted at 47%, with an acceptable range of 42% to 52%, International Equities targeted at 20%, with an acceptable range of 17% to 23%, Alternatives (Private Real Estate) targeted at 10%, with an acceptable range of 0% to 10%.

As of June 30, 2025, the Pension Plan Trust Fund had $110,594,018 invested in the following types of investments:

Investment	Fair Value	S&P Rating	Average Maturity
Money Market Funds	$ 1,732,513	NR	-
U.S. Treasuries	7,175,007	NR	3.090
U.S. Government Agencies	9,678,717	NR	2.874
Corporate Bonds - Domestic	6,967,173	BBB- to AAA	1.628
Corporate Bonds - Foreign	337,973	BBB- to BBB+	0.053
Corporate Bonds - Variable	2,372,488	BBB- to A	0.577
Common Equity Securities	80,257,405	NR	-
Mutual Funds - ETF Equity	752,000	NR	-
Mutual Funds	1,320,742	NR	-
Total	$ 110,594,018		

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

Pension Plan Trust Fund (Continued)

Credit risk: It is the Plan's policy to invest in the asset classes identified above by using open-ended mutual funds, exchange traded funds, or separately managed accounts. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P, or Fitch. U.S. Government Treasuries and agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration: On June 30, 2025, the Pension Plan Trust Fund did not have any debt or equity investments in any one organization, other than those issued by the U.S. Government, which represented greater than 5% of Plan fiduciary net position.

Interest rate risk: The Pension Plan Trust Fund holds assets to collateralize the pension promises. The projected benefits extend out over 50+ years. The investment policy considers the duration of the assets and liabilities when managing interest rate risk in the bond portfolio. However, no formal policy to address potential fair value losses from rising interest rates has been adopted by the Board of Trustees.

Fair value measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2025:

Investment	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level				
U.S Treasuries	$ -	$ 7,175,007	$ -	$ 7,175,007
Money Market Funds	1,732,513	-	-	1,732,513
U.S. Government Agencies	-	9,678,717	-	9,678,717
Common Equity Securities	76,408,369	-	3,849,036	80,257,405
Mutual Funds	1,320,742	-	-	1,320,742
Mutual Funds - ETF Equity	-	-	752,000	752,000
Corporate and Foreign Bonds	-	9,677,634	-	9,677,634
Total Investments by Fair Value Level	$ 79,461,624	$ 26,531,358	$ 752,000	$ 110,594,018

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 of 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. Equity investments classified in Level 3 are valued using discounted cash flow techniques.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

Pension Plan Trust Fund (Continued)

Rate of return: For the fiscal year ended June 30, 2025, the annual money-weighted rate of return on the Pension Trust Fund investments, net of investment expenses, was 13.19%. Over the trailing 3-year period through June 30, 2025, the Pension Fund's annualized money-weighted rate of return has averaged 11.91% net of investment expenses. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

OPEB Plan Trust Fund

The OPEB Plan Trust Fund's policy on authorized investments, including the proper asset allocation and benchmarking criteria, is established via an Investment Policy Statement (IPS) which is amended from time to time by the Board of Trustees. As permitted by state statutes, subject to certain limitations therein and within the IPS, the IPS generally authorizes the OPEB Trust Fund to invest in the following investments: cash and cash equivalents (including money market funds and stable value funds); investment grade domestic and international fixed-income securities (government and corporate entity obligations, asset-backed securities, commercial paper or similar fixed-income contracts); domestic and international equities (up to 75%); real estate investment trusts (REITs); and certain alternative investments (up to 5%). The OPEB Trust Fund may also invest in mutual funds, commingled funds, collective investment funds, common trusts, and group trusts as allowed by Georgia law.

The City's Retiree Health Benefit Plan's policy specifies a target asset allocation mix to guide the pursuit of an optimal level of risk in relation to obtaining the long-term average annual return target of 7.50%. This asset allocation mix is as follows: Total Fixed-Income targeted at 25%, with an acceptable range of 20% to 30%; Domestic Equities targeted at 53%, with an acceptable range of 42% to 64%, International Equities targeted at 22%, with an acceptable range of 17% to 27%.

As of June 30, 2025, the OPEB Plan Trust Fund had $752,018 invested in the following types of investments:

Investment	Fair Value	S&P Rating	Average Maturity
Money Market Funds	$ 10,030	NR	-
U.S. Treasuries	52,588	NR	0.710
U.S. Government Agencies	4,535	NR	0.839
Corporate Bonds - Domestic	80,539	BBB- to A-	1.138
Corporate Bonds - Variable	20,636	BBB+ to A+	0.300
Common Equity Securities	581,828	NR	-
Mutual Funds - ETF Equity	1,862	NR	-
Total	$ 752,018		

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

OPEB Plan Trust Fund (Continued)

Credit risk: It is the Plan's policy to invest in the asset classes identified above by using open-ended mutual funds, exchange traded funds, or separately managed accounts. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P, or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration: On June 30, 2025, the OPEB Plan Trust Fund did not have any debt or equity investments in any one organization, other than those issued by the U.S. Government, which represented greater than 5% of OPEB Plan fiduciary net position.

Interest rate risk: The OPEB Plan Trust Fund holds assets to collateralize the OPEB promises. The projected benefits extend out over 50+ years. The investment policy considers the duration of the assets and liabilities when managing interest rate risk in the bond portfolio. However, no formal policy to address potential fair value losses from rising interest rates has been adopted by the Board of Trustees.

Fair value measurements. The Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2025:

Investment	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level				
U.S. Treasuries	$ -	$ 52,588	$ -	$ 52,588
U.S. Government Agencies	-	4,535	-	4,535
Money Market Funds	10,030	-	-	10,030
Common Equity Securities	581,828	-	-	581,828
Mutual Funds - ETF Equity	1,862	-	-	1,862
Corporate and Foreign Bonds	-	101,175	-	101,175
Total Investments by Fair Value Level	$ 593,720	$ 158,298	$ -	$ 752,018

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 of 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.

Rate of return: For the fiscal year ended June 30, 2025, the annual money-weighted rate of return on the Retiree Health Benefit Plan's investments, net of investment expenses, was 0.80%. Over the trailing 3-year period through June 30, 2025, the Health Benefit Plan Fund's annualized money-weighted rate of return has averaged 16.43% net of investment expenses. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

OPEB Retirement Reimbursement Plan Fund

The OPEB Retirement Reimbursement Trust Fund's policy on authorized investments, including the proper asset allocation and benchmarking criteria, is established via an Investment Policy Statement (IPS) which is amended from time to time by the Board of Trustees. As permitted by state statutes, subject to certain limitations therein and within the IPS, the IPS generally authorizes the OPEB Retirement Reimbursement Trust Fund to invest in the following investments: cash and cash equivalents (including money market funds and stable value funds); investment grade domestic and international fixed-income securities (government and corporate entity obligations, asset-backed securities, commercial paper or similar fixed-income contracts); domestic and international equities (up to 75%); real estate investment trusts (REITs); and certain alternative investments (up to 5%). The OPEB Retirement Reimbursement Trust Fund may also invest in mutual funds, commingled funds, collective investment funds, common trusts, and group trusts as allowed by Georgia law.

The City's Retiree Health Reimbursement Plan's policy specifies a target asset allocation mix to guide the pursuit of an optimal level of risk in relation to obtaining the long-term average annual return target of 7.50%. This asset allocation mix is as follows: Total Fixed-Income targeted at 25%, with an acceptable range of 21% to 31%; Domestic Equities targeted at 52%, with an acceptable range of 42.5% to 61.5%, International Equities targeted at 22%, with an acceptable range of 17% to 27%.

As of June 30, 2025, the OPEB Retirement Reimbursement Plan Trust Fund had $10,756,891 invested in the following types of investments:

Investment	Fair Value	S&P Rating	Average Maturity
Money Market Funds	$ 177,697	NR	-
U.S. Treasuries	874,971	NR	0.684
U.S. Government Agencies	77,090	NR	0.827
Corporate Bonds - Domestic	1,415,250	BBB- to A+	1.151
Corporate Bonds - Variable	361,820	BBB+ to A+	0.303
Common Equity Securities	7,827,620	NR	-
Mutual Funds - ETF Equity	22,443	NR	-
Total	$ 10,756,891		

Credit risk: It is the Plan's policy to invest in the asset classes identified above by using open-ended mutual funds, exchange traded funds, or separately managed accounts. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P, or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash, cash equivalents, and investments (Continued)

OPEB Retirement Reimbursement Plan Fund (Continued)

Concentration: On June 30, 2025, the OPEB Plan Retirement Reimbursement Plan Trust Fund did not have any debt or equity investments in any one organization, other than those issued by the U.S. Government, which represented greater than 5% of OPEB Retirement Reimbursement Plan fiduciary net position.

Fair value measurements. The OPEB Retirement Reimbursement Plan has the following recurring fair value measurements, broken into the fair value hierarchy, as of June 30, 2025:

Investment	Level 1	Level 2	Level 3	Fair Value
Investments by Fair Value Level				
U.S. Treasuries	$ -	$ 874,971	$ -	$ 874,971
U.S. Government Agencies	-	77,090	-	77,090
Money Market Funds	177,697	-	-	177,697
Common Equity Securities	7,827,620	-	-	7,827,620
Mutual Funds - ETF Equity	22,443	-	-	22,443
Corporate and Foreign Bonds	-	1,777,070	-	1,777,070
Total Investments by Fair Value Level	$ 8,027,760	$ 2,729,131	$ -	$ 10,756,891

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 of 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.

Rate of return: For the fiscal year ended June 30, 2025, the annual money-weighted rate of return on the Retiree Health Reimbursement Plan's investments, net of investment expenses, was 15.38%. Over the trailing 3 year period through June 30, 2025, the Health Reimbursement Plan Fund's annualized money-weighted rate of return has averaged 15.68% net of investment expenses. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

Receivables as of fiscal year end for the City's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Capital Projects	2022 T-SPLOST	Nonmajor	Solid Waste	Internal Service
Receivables						
Taxes	$ 3,462,227	$ -	$ -	$ 1,005,166	$ -	$ -
Accounts	2,166,278	30,000	-	526,730	357,141	2,173,806
Intergovernmental	10,998	217,707	1,301,634	283,831	-	-
Gross receivables	5,639,503	247,707	1,301,634	1,815,727	357,141	2,173,806
Less allowance for uncollectibles	(1,009,110)	-	-	(74,228)	(123,280)	-
Total	$ 4,630,393	$ 247,707	$ 1,301,634	$ 1,741,499	$ 233,861	$ 2,173,806

C. Capital assets

Capital asset activity for the fiscal year ended June 30, 2025 was as follows:

Primary government

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land and permanent improvements	$ 100,800,778	$ 1,862,489	$ -	$ -	$ 102,663,267
Construction in progress	36,508,272	14,640,698	-	(4,979,850)	46,169,120
Total assets, not being depreciated	137,309,050	16,503,187	-	(4,979,850)	148,832,387
Capital assets, being depreciated/amortized:					
Improvements	42,185,272	3,411,955	(759,561)	4,671,430	49,509,096
Infrastructure	272,705,107	591,393	-	-	273,296,500
Buildings	86,324,604	156,835	-	-	86,481,439
SBITAs	1,021,733	-	-	-	1,021,733
Machinery and equipment	33,500,766	2,154,505	(1,383,063)	308,420	34,580,628
Total assets, being depreciated/ amortized	435,737,482	6,314,688	(2,142,624)	4,979,850	444,889,396
Less accumulated depreciation/amortization for:					
Improvements	(29,011,445)	(1,146,608)	-	-	(30,158,053)
Infrastructure	(112,511,366)	(4,769,679)	-	-	(117,281,045)
Buildings	(30,054,430)	(1,950,741)	-	-	(32,005,171)
SBITAs	(399,166)	(340,578)	-	-	(739,744)
Machinery and equipment	(21,953,116)	(2,411,073)	1,933,604	-	(22,430,585)
Total accumulated depreciation/ amortization	(193,929,523)	(10,618,679)	1,933,604	-	(202,614,598)
Total assets, being depreciated/ amortized, net	241,807,959	(4,303,991)	(209,020)	4,979,850	242,274,798
Governmental activities capital assets, net	$ 379,117,009	$ 12,199,196	$ (209,020)	$ -	$ 391,107,185

IV. DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital assets (Continued)

Depreciation/amortization expense was charged to functions/programs of the City as follows:

Governmental activities:	
General government	$ 4,130,153
Public safety	2,319,841
Public works	2,310,476
Culture and recreation	1,604,941
Community development	253,268
Total depreciation expense - governmental activities	$ 10,618,679

Construction commitments

The City has active construction projects as of June 30, 2025. The projects include street construction in areas with high congestion and commute times, sidewalks and pedestrian pathways in areas previously void of such amenities, park improvements, and the construction of general administration facilities. At fiscal year end, the City's commitments with contractors include:

Project	Spent to Date	Remaining Commitment
Park, recreation, and art improvements	$ 4,163,981	$ 64,494
Sidewalk and pedestrian projects	12,508,605	139,664
Street and transportation improvements	81,925,772	26,139,740
Public safety facilities	253,277	233,834
Machinery, equipment, and technology	20,544,895	2,040,166
Economic development	203,259	189,100
General administrative facilities	303,045	202,022
Total	$ 119,902,834	$ 29,009,020

The projects above are being financed primarily through the Capital Projects Fund, the Stormwater Capital Fund, the Grant Capital Fund, the 2022 Bond Construction Fund, and the 2017 and 2022 TSPLOST Funds.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

D. Subscription-based information technology arrangements

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities				
Subscription assets:				
Subscription assets, being amortized				
Software subscriptions	$ 1,021,733	$ -	$ -	$ 1,021,733
Total subscription assets	1,021,733	-	-	1,021,733
Less accumulated amortization				
Software subscriptions	(399,166)	(340,578)	-	(739,744)
Total accumulated amortization	(399,166)	(340,578)	-	(739,744)
Total subscription assets	$ 622,567	$ (340,578)	$ -	$ 281,989

Amortization expense of $340,578 was charged to the general government function.

E. Interfund receivables, payables, and transfers

The composition of due to/from other fund balances as of June 30, 2025, is as follows:

Receivable fund	Payable fund	Amount
General Fund	Nonmajor Governmental Funds	$ 354,688

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

Interfund transfers for the fiscal year ended June 30, 2025:

Transfers in	Transfers out	Amount
General Fund	Nonmajor Governmental Funds	$ 3,477,779
Capital Project Fund	General Fund	11,843,416
Nonmajor Governmental Funds	General Fund	1,604,364
		$ 16,925,559

Transfers are used to: 1) move revenues from the Hotel/Motel Fund to the General Fund to pay a portion of the debt service associated with the construction of the convention center, 2) move unrestricted General Fund revenues to finance local match requirements for various grants that the City must account for in other funds, and 3) move revenues from the General Fund to the various capital projects funds to fund various projects within the funds.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt

General obligation bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The general obligation bonds issued are for governmental activities. The original amount of general obligation bonds issued as of June 30, 2025 is $113,660,000.

In 2014, the City issued $17,695,000 of general obligation refunding bonds for the purpose of partially paying the outstanding balance of the 2006 General Obligation Bonds. The 2014 Series Bonds were issued with an interest rate of 2.34% and a maturity date of May 1, 2026. The bonds are payable on May 1 and November 1.

The reacquisition price exceeded the net carrying amount of the old debt by $1,706,316. This amount is being amortized over the remaining life of the refunded debt. The current balance of the deferred charge resulting from the reacquisition price exceeding the net carrying amount of the old debt is $131,255. The advance refunding was undertaken to reduce total debt service payments by $960,303 and resulted in an economic gain and a present value of cash flow savings of $846,536. The 2006 General Obligation Bonds were called and paid in full in November 2016 and there are no outstanding balances at June 30, 2025.

In 2016, the City issued $50,855,000 of general obligation bonds for the purpose of: (i) financing the acquisition and construction of improvements, expansions and extension to roads, streets, and bridges (the “Transportation Projects”), (ii) financing the acquisition, construction, and renovations for parks, recreation and cultural facilities, sidewalks and greenways, and (iii) paying all or a portion of the costs of issuance. The 2016 Series Bonds were issued with interest rates of 2.00% - 5.00% and a maturity of May 1, 2041. The bonds are payable on May 1 and November 1.

In 2020, the City issued $17,775,000 of general obligation bonds for the purpose of: (i) refunding a portion of the $29,000,000 in original aggregate principal amount of the City of Alpharetta, Georgia General Obligation Bonds, Series 2012 maturing in the years 2021 through and including 2032 and (ii) paying all or a portion of the costs of issuance incident thereto. The 2020 Series Bonds were issued with interest rates of 3.00% - 5.00% and a maturity of May 1, 2032. The bonds are payable on May 1 and November 1.

The net carrying amount of the old debt exceeds the reacquisition price by $503,781. This amount is being amortized over the remaining life of the refunding debt. The current balance of the deferred gain resulting from the net carrying amount of the old debt exceeding the reacquisition price is $71,968. The current refunding was undertaken to reduce total debt service payments by $4,711,528 and resulted in an economic gain and a present value of cash flow savings of $3,316,612. The 2012 General Obligation Bonds were called and paid in full in April 2020 and there are no outstanding balances at June 30, 2025.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt (Continued)

General obligation bonds (Continued)

In 2022, the City issued $27,335,000 of general obligation bonds for the purpose of: (i) financing the acquisition, construction, and renovations for parks, recreation and cultural facilities, sidewalks and greenways, and (ii) paying all or a portion of the costs of issuance incident thereto. The 2022 Series Bonds were issued with interest rates of 3.00% - 5.00% and a maturity of May 1, 2046. The bonds are payable on May 1 and November 1.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as 25-year serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Purpose	Maturity	Interest Rates	Amount
Partial Refunding of Series 2006 Bonds	May 2026	2.34%	$ 1,850,000
Road, Parks, and Recreation Improvements	May 2041	2.0 - 5.0%	46,740,000
Refunding of Series 2012	May 2032	3.0 - 5.0%	16,500,000
Road, Parks, and Recreation Improvements	May 2046	3.0 - 5.0%	25,305,000
			$ 90,395,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

	Governmental Activities		
Fiscal Year Ending June 30,	**Principal**	**Interest**	**Total**
2026	$ 3,540,000	$ 3,070,545	$ 6,610,545
2027	3,745,000	2,948,255	6,693,255
2028	3,940,000	2,778,105	6,718,105
2029	4,170,000	2,598,655	6,768,655
2030	4,400,000	2,408,755	6,808,755
2031-2035	26,345,000	9,053,913	35,398,913
2036-2040	30,475,000	4,674,298	35,149,298
2041-2045	12,195,000	1,030,633	13,225,633
2046	1,585,000	47,550	1,632,550
Total	$ 90,395,000	$ 28,610,709	$ 119,005,709

Arbitrage rebate

The arbitrage rebate liability is treated as a claim or judgment upon occurrence. The City's 2022 Bonds are subject to Section 148 of the Internal Revenue Code which requires that interest earned on proceeds from tax-exempt debt be rebated to the Federal government to the extent that those earnings exceed the interest cost on the related tax-exempt debt. At June 30, 2025, the City recognized an arbitrage rebate liability of $1,642,532.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt (Continued)

Revenue bonds

During fiscal year 2013, the Development Authority of Alpharetta issued $4,130,000 of revenue bonds to finance the construction of an educational facility in the City of Alpharetta for Gwinnett Technical College. The 2013 Series Bonds were issued with interest rates from 2% to 3.5% and a maturity date of May 1, 2033. The bonds are payable on May 1 and November 1, serially to fiscal year 2033. As of June 30, 2025, the outstanding amount on the bond is $1,995,000.

During fiscal year 2016, the Development Authority of Alpharetta issued $24,720,000 of revenue bonds to finance the construction of a conference center. The 2016 Series Bonds were issued with interest rates from 2% to 5.0% and a maturity date of May 1, 2041. The bonds are payable on May 1 and November 1, serially to fiscal year 2041. As of June 30, 2025, the outstanding amount on the bond is $21,055,000.

The annual requirements to amortize the Development Authority's revenue bonds outstanding as of June 30, 2025 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 1,065,000	$ 674,778	$ 1,739,778
2027	1,140,000	626,028	1,766,028
2028	1,195,000	600,640	1,795,640
2029	1,255,000	573,803	1,828,803
2030	1,310,000	544,378	1,854,378
2031-2035	7,050,000	2,139,115	9,189,115
2036-2040	8,145,000	1,041,600	9,186,600
2041	1,890,000	56,700	1,946,700
Total	$ 23,050,000	$ 6,257,042	$ 29,307,042

Financed purchases – direct borrowing

The City has entered into various agreements for equipment that qualifies as financed purchases (titles transfer at the end of the agreements). Following is a description of these agreements.

In 2016, the City entered into a financed purchase agreement for financing the acquisition of a new fire truck. The financed purchase agreement bears interest of 2.43%. The term for the fire truck is 10 years and matured in November 2024.

In 2017, the City entered into three (3) financed purchase agreements for financing the acquisition of three new fire trucks. The financed purchase agreements bear interest of 2.08% - 2.93% and mature in November 2025, November 2026, and November 2029.

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt (Continued)

Financed purchases – direct borrowing (Continued)

In 2021, the City entered into a financed purchase agreement for financing the acquisition of an aerial ladder fire truck. The financed purchase agreement for the truck bears interest of 1.80% and matures in December 2033.

In 2022, the City entered into a financed purchase agreement for financing the acquisition of heart monitors and AED replacements, mobile radios, and fire extrication equipment. The financed purchase agreement for the heart monitors and AED replacements bears interest of 0.95% and matures in May 2026. The financed purchase agreement for the mobile radios bears interest of 2.49% and matures in July 2028. The financed purchase agreement for the fire extrication equipment bears interest of 1.31% and matures in May 2026.

In 2023, the City entered into a financed purchase agreement for financing the acquisition of three (3) fire trucks. The agreement bears interest of 4.21% and matures in November 2034.

The City's total financed purchase debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 893,674	$ 111,434	$ 1,005,108
2027	757,844	98,280	856,124
2028	631,932	95,614	727,546
2029	648,501	79,046	727,547
2030	439,513	62,027	501,540
2031-2035	1,722,271	149,490	1,871,761
Total	$ 5,093,735	$ 595,891	$ 5,689,626

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt (Continued)

Financed purchases – direct borrowing (Continued)

As of June 30, 2025, the City had $9,884,720 of machinery and equipment under financed purchase agreements with accumulated depreciation of $4,567,963. The amortization expense of $554,302 for the financed purchases is included in depreciation expense.

Subscription-based information technology arrangements (SBITAs)

In July 2022, the City entered into a contract for the use of GIS tools software with a term of 3 years. An initial liability was recorded in the amount of $175,764. As of June 30, 2025, the total liability has been paid.

In July 2023, the City entered into a contract for the use of Microsoft software with a term of 3 years. An initial liability was recorded in the amount of $845,969. As of June 30, 2025, the value of the liability is $281,905. The City is required to make annual fixed payments of $290,479 The imputed interest rate is 3.30%.

Principal and interest requirements to maturity for the SBITAs as of June 30, 2025, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 281,905	$ 8,574	$ 290,479

IV. DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-term debt (Continued)

Changes in long-term liabilities

Long-term liability activity for the fiscal year ended June 30, 2025, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	$ 93,815,000	$ -	$ (3,420,000)	$ 90,395,000	$ 3,540,000
Plus issuance premium	6,171,090	-	(831,208)	5,339,882	-
Net bonds payable	99,986,090	-	(4,251,208)	95,734,882	3,540,000
Revenue bonds payable	24,035,000	-	(985,000)	23,050,000	1,065,000
Plus issuance premium	609,953	-	(62,386)	547,567	-
Net bonds payable	24,644,953	-	(1,047,386)	23,597,567	1,065,000
Financed purchases payable	5,974,675	-	(880,940)	5,093,735	893,674
SBITAs	608,464	-	(326,559)	281,905	281,905
Net pension liability	27,168,981	15,666,723	(16,439,628)	26,396,076	-
Claims and judgments	2,127,226	7,851,251	(6,728,192)	3,250,285	1,794,178
Compensated absences	2,964,456	5,751,962	(5,662,766)	3,053,652	2,565,067
Governmental activity Long-term liabilities	$ 163,474,845	$ 29,269,936	$ (35,336,679)	$ 157,408,102	$ 10,139,824

For governmental activities, compensated absences and the net pension liability are predominately liquidated by the General Fund and Emergency 911 fund and claims and judgments are liquidated by the Risk Management Fund and the Health Insurance Fund.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Compensated absences	$ 317	$ 6,607	$ (6,353)	$ 571	$ 571
Business-type activity Long-term liabilities	$ 317	$ 6,607	$ (6,353)	$ 571	$ 571

For business-type activities 100% of the compensated absences are considered due within one fiscal year, as the employee in the fund typically uses all vacation within a one-year period.

Legal debt margin

The City is subject to a debt limit that is 10% of the total assessed value. At June 30, 2025, that amount was $890,756,854. As of June 30, 2025, the total outstanding debt applicable to the debt limit was $94,383,167 which is 10.60% of the total debt limit.

V. OTHER INFORMATION

A. Risk management

The City is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omission; and natural disasters for which the City carries commercial insurance. There have been no significant reductions in insurance coverage in the prior year and settled claims have not exceeded coverage in any of the past three fiscal years. The City previously established a limited risk management program for workers' compensation.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage award. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Workers' compensation claims exceeding $300,000 per incident and $1,000,000 in the aggregate are also insured through a private insurance carrier, where-as liability claims below this threshold are paid directly by the City. It is the City's intention to maintain net position equivalent to cover the unpaid claims.

Changes in the balances of risk management claims liabilities during the past two fiscal years are as follows:

	Fiscal Year Ended June 30, 2025	Fiscal Year Ended June 30, 2024
Unpaid claims, beginning of fiscal year	**$ 862,037**	$ 856,230
Claims incurred	**745,000**	529,000
Claims paid	**(443,350)**	(523,193)
Unpaid claims, end of fiscal year	**$ 1,163,687**	$ 862,037

Effective July 1, 2015, the City elected to change their medical insurance policy to a Shared Returns – Minimum Premium policy. Under the policy, the City is responsible for making minimum premium payments set to cover the costs for the plan administration, commissions, and insurance protection. Additionally, the City is responsible for any claims which are filed each month up to a certain maximum or cap based on the specific plan terms. The monthly cap varies each month based on the number of covered employees and the selected coverage. The plan is administered by Cigna and the claims are paid through an imprest bank account which is funded by the City. The changes in the medical claims liability are as follows:

V. OTHER INFORMATION (Continued)

A. Risk management (Continued)

	Fiscal Year Ended June 30, 2025	Fiscal Year Ended June 30, 2024
Unpaid claims, beginning of fiscal year	**$ 1,265,189**	$ 1,095,774
Claims incurred	**6,306,251**	5,941,927
Claims paid	**(6,284,842)**	(5,772,512)
Unpaid claims, end of fiscal year	**$ 1,286,598**	$ 1,265,189

B. Contingent liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustments by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

The City has the following encumbrances at year end for which expenditures will be incurred in the subsequent fiscal year:

Capital Projects Fund	**$** 11,633,416
2017 T-SPLOST Fund	3,966,283
General	11,610
Grant Capital Fund	1,948,363
Nonmajor governmental funds	2,147,293

C. Related organizations

The Alpharetta Convention and Visitors Bureau is also a separate legal entity from the City incorporated to promote tourism within the City of Alpharetta. The Mayor and Council appoint four of the ten directors to this entity. The City does not control the operations of the corporation and is not entitled to or otherwise have access to the bureau's economic resources. Separate financial statements are available by contacting the Alpharetta Convention and Visitors Bureau's administrative offices.

Alpharetta Convention and Visitors Bureau
178 S. Main Street, Suite 200
Alpharetta, Georgia 30009
(678) 297-2811

V. OTHER INFORMATION (Continued)

C. Related organizations (Continued)

Under Georgia law, the City, in conjunction with other cities around the Metropolitan Atlanta, Georgia area, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto, which the City of Atlanta has paid on behalf of the City of Alpharetta since the 2004 fiscal year. Membership in ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organization structure of ARC. ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member Governments are liable for any debts or obligations of the ARC. Separate financial statements may be obtained from ARC, 40 Courtland Street NE, Atlanta, Georgia 30303.

The cities of Alpharetta, Milton, Roswell, and Sandy Springs have created the North Fulton Regional Radio System Authority (the "Authority"), which was established by Georgia House Bill 526. The Authority will provide an interoperable, high quality, reliable and uninterrupted communication signal for public safety and public services within the area in which the Authority has operational capability.

The Authority's Board membership includes the City Manager or City Administrator, or his or her designee, from each participating city.

The Authority was created by the cities contributing a predetermined capital amount necessary to fund the construction and equipping of the radio system. In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, the Authority was determined to be a joint venture; however, the City does not have an equity interest in the joint venture. Of the estimated $16 million required to initially capitalize the Authority, the City of Alpharetta is responsible for approximately $3.7 million pursuant to the intergovernmental agreement between the cities. For the fiscal year ended June 30, 2025, the City of Alpharetta contributed $616,124 to the Authority. Separate financial statements may be obtained from the City of Sandy Springs, who has been contracted by the Authority to serve as the accountants, at 1 Galambos Way, Sandy Springs, Georgia 30328.

V. OTHER INFORMATION (Continued)

D. Retirement plans

1. Defined Benefit Pension Plan – Combined Plan

Plan administration. The City of Alpharetta maintains a single-employer defined benefit pension plan, comprised of the City of Alpharetta Regular Defined Benefit Pension Plan (the "Regular Plan") and the City of Alpharetta Enhanced Defined Benefit Pension Plan (the "Enhanced Plan" or in combination the "Plans"), for the employees of the City of Alpharetta. For all reporting, funding, accounting and actuarial purposes, the Plans have been merged into a single plan, The City of Alpharetta Combined Defined Benefit Plan (the "Combined Plan") effective July 1, 2011 whereby the Plan assets are accumulated in aggregate and may legally be used to pay any benefits to any of the combined Plan members or beneficiaries. The Combined Plan is administered by a Board of Trustees, who has executed trust agreements with a financial institution to hold, manage, invest, and distribute contributions in accordance with the provisions of the Plans. The Board of Trustees consists of five members, the City Administrator, City Council member liaison to the Finance Department, the Finance Director, the City Attorney, and the Mayor's designee. Benefit provisions are established and may be amended by the City Council. Annual contributions are determined through an actuarial valuation of the Combined Plan and are approved by City Council as part of the annual budgeting process. The Plans are closed to new entrants. The Regular Plan is funded by the City only while the Enhanced Plan is funded by both the City and the Plan participants.

The Combined Plan covers all full-time City employees and City officials. Employees become eligible to participate in the Combined Plan after one year of employment and are fully vested after five years of employment. Benefit provisions are established by a resolution of City Council. The Combined Plan provides retirement and death benefits to Plan members and beneficiaries. The Combined Plan does not issue separate stand-alone financial reports.

Plan membership. At January 1, 2025, the date of the most recent actuarial valuation, there were 519 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	217
Vested terminated employees not yet receiving benefits	150
Active employees	152
	519

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Benefit Pension Plan – Combined Plan (Continued)

Benefits. The Plan provides retirement, disability, and death benefits. Retirement benefits for plan members are calculated as 2% of final average earnings per year of credited service. Participants who elected the enhanced formula and who are making employee contributions will receive an additional 0.5% of final average earnings multiplied by the years of credited service after December 31, 2007. A participant's late retirement benefit is equal to the accrued benefit using all service and earnings as of termination. Plan members with 5 years of continuous service are eligible to retire at age 55. The participant may receive a monthly benefit equal to the benefit accrued at early retirement date reduced 3% for each year the payment date precedes the normal retirement date. Regular plan members who terminate on or after age 55 with the sum of age and vesting service equal to at least 80, public service plan members employed on July 1, 1999 who terminate on or after age 55 with at least 5 years of vesting service, and public service plan members not employed on July 1, 1999 who terminate on or after age 55 with at least 10 years of vesting service are eligible for unreduced early retirement. Death benefits are calculated as if the participant terminated on his date of death, survived until his date of retirement, elected a 50% joint and survivor benefit and died the next day. An unmarried participant will not be eligible for any pre-retirement death benefits. If a member terminates employment prior to completing ten years of continuous service, he or she shall be entitled to a refund of his or her accumulated contributions with interest.

Contributions. For the Regular Plan, only the City makes contributions. For the Enhanced Plan, both the City and the Employees (at 2.5% of payroll) make contributions to the Plan. For fiscal year 2025, employees contributed $314,604 to the Enhanced Plan. The City is required to contribute at an actuarially determined rate: the contribution rate for 2025 was 21.78% of payroll for the Combined Plan. The annual required contributions for the current fiscal year were determined as part of the January 1, 2025 actuarial valuations using the projected unit credit method. The actuarial assumptions included (a) a rate of return on the investments of present and future assets of 7.5% per year, compounded annually and net of investment expenses and (b) projected salary increases of 2.10% - 4.20% per year, adjusted for employee age, which includes 2.5% for inflation.

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Benefit Pension Plan – Combined Plan (Continued)

Financial statements. As of June 30, 2025, the Combined Plan's statement of fiduciary net position was as follows:

Assets		
Cash	$	1,732,513
Accounts receivable		837,098
Investments		
U.S. Treasuries		7,175,007
U.S. agencies		9,678,717
Corporate and foreign bonds		9,677,634
Common equity securities		80,257,405
Mutual funds		1,320,742
Mutual funds - ETF equity		752,000
Total assets		111,431,116
Liabilities		
Accounts payable		659,322
Fiduciary net position		
Restricted for pension benefits	$	110,771,794

For the fiscal year ended June 30, 2025, the Combined Plan's statement of changes in fiduciary net position was as follows:

Additions		
Contributions		
Employee	$	314,604
Employer		3,717,940
Total contributions		4,032,544
Investment earnings		
Net appreciation of fair value		10,466,524
Interest and dividends		2,632,558
Less investment expense		(116,026)
Net investment income		12,983,056
Deductions		
Benefit payments		5,198,959
Administrative expenses		658,252
Total deductions		5,857,211
Change in net position		11,158,389
Fiduciary net position - beginning		99,613,405
Fiduciary net position - ending	$	110,771,794

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Benefit Pension Plan – Combined Plan (Continued)

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of January 1, 2025 with update procedures performed by the actuary to rollforward to the total pension liability measured as of June 30, 2025. The following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.5%
Salary increases, including inflation	4.20% - under 30 years old
	3.90% - ages 30-34
	3.50% - ages 35-59
	2.60% - ages 60-64
	2.10% - ages 65+
Investment rate of return	7.5%, including inflation, net of investment expense

Mortality rates were based upon the PRI-2012 Employee Tables with the Retiree and Contingent Survivor Tables for annuitants projected forward with Scale MP-2021 for all years.

The actuarial assumptions used in the January 1, 2025 valuation were based on the results of the most recent experience study which was performed in April 2015, taking into account ten years of data experience.

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Benefit Pension Plan – Combined Plan (Continued)

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 June 30, 2025 are: Equities – 50%, International Equities – 15%, Fixed-Income – 30%, and Alternatives – 5%.

Discount rate. The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that Plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the net pension liability of the City. The changes in the components of the net pension liability of the City for the fiscal year ended June 30, 2025, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/24	**$ 126,782,386**	**$ 99,613,405**	**$ 27,168,981**
Changes for the fiscal year:			
Service cost	1,248,348	-	1,248,348
Interest	9,413,263	-	9,413,263
Differences between expected and actual experience	4,922,530	-	4,922,530
Assumption changes	-	-	-
Contributions - employer	-	3,717,940	(3,717,940)
Contributions - employee	-	314,604	(314,604)
Net investment income	-	12,407,084	(12,407,084)
Benefit payments, including refunds of employee contributions	(5,198,657)	(5,198,657)	-
Administrative expense	-	(82,582)	82,582
Net Changes	10,385,484	11,158,389	(772,905)
Balances at 6/30/2025	**$ 137,167,870**	**$ 110,771,794**	**$ 26,396,076**

The Plan's fiduciary net position as a percentage of the total pension liability 80.8%

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Benefit Pension Plan – Combined Plan (Continued)

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

Sensitivity of the net pension liability to changes in the discount rate. The following table presents the net pension liability of the City, calculated using the discount rate of 7.5%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
$ 44,628,763	$ 26,396,076	$ 11,128,329

Pension expense, deferred outflows of resources, and deferred inflows of resources related to pensions

For the fiscal year ended June 30, 2025, the City recognized pension expense of $5,888,782. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 6,378,096	$ 2,286,209
Changes in assumptions	-	100,833
Net difference between projected and actual earnings on pension plan investments	-	2,363,258
Total	$ 6,378,096	$ 4,750,300

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 June 30:	
2026	$ 5,107,307
2027	(1,115,945)
2028	(1,396,481)
2029	(967,085)
	$ 1,627,796

V. OTHER INFORMATION (Continued)

D. Retirement plans (Continued)

1. Defined Contribution Plan

Plan description and funding requirements. The City maintains a supplemental retirement plan for all employees entitled to the deferred compensation plan, a single-employer, defined contribution plan. Both full-time and part-time employees of the City are eligible to participate. This Plan is administered by Transamerica as a 401(a) and 457 Plan, as defined by the Internal Revenue Service. At June 30, 2025, there were 467 employees and 383 participants in the 401(a) Plan and 534 employees and 446 participants in the 457 Plan. Plan provisions and contribution requirements are established and may be amended by the City Council (the "Board").

Employees may elect to contribute a portion of their pay, not to exceed the IRS guidelines, into the 457 Plan. Upon completion of one year of employment for full-time employees and three years of employment for part-time employees, the City will match the employee's contribution, up to 5% of the employee's annual salary, into the 401(a) Plan. Additionally, the City is required to contribute 10% of the annual salary of all employees hired subsequent to June 30, 2009. The City Council has the ability to amend the Plan provisions. For the fiscal year ended June 30, 2025, the City's contribution to the 401(a) Plan was $3,983,338. The amount contributed by employees into the 457 Plan was $3,553,174.

E. Other postemployment benefits

1. Defined Benefit Plan

Plan administration and benefits. The City of Alpharetta Retiree Benefit Plan (the "COARBP") is a single employer defined benefit postretirement health care plan. Through June 30, 2011, the Plan operated on a "pay-as-you-go" basis. The City reports in the financial statements the "costs" associated with the future participation of retirees in this benefit. The Plan does not issue a separate standalone financial report. The Plan is administered by a Board of Trustees, who has executed trust agreements with a financial institution to hold, manage, invest, and distribute contributions in accordance with the provisions of the Plan. Benefit provisions are established and may be amended by the City Council.

Plan membership. Membership of the COARBP Plan consisted of the following at July 1, 2024, the date of the latest actuarial valuation:

Active participants	-
Retirees and beneficiaries currently receiving benefits	4
Total	4

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

Contributions. The City Council has the authority to establish and amend the contribution requirements of plan members. The Council establishes rates based on an actuarially determined rate. For the year ended June 30, 2025, the City's average contribution rate was 0% of covered payroll. Plan members are not required to contribute to the plan. The City's contribution is dependent on the employee's number of years of creditable service. Retirees pay 100% of the blended premium afforded to the City. The Council may amend the benefit provisions.

Financial statements. As of June 30, 2025, the City of Alpharetta Retiree Benefit Plan's statement of fiduciary net position was as follows:

Assets		
Cash	$	10,030
Accounts receivable		12,081
Investments		
U.S. Treasuries and agencies		57,123
Corporate and foreign bonds		101,175
Common equity securities		581,828
Mutual funds - ETF equity		1,862
Total assets		764,099
Liabilities		
Accounts payable		365,347
Fiduciary net position		
Restricted for pension benefits	$	398,752

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

For the fiscal year ended June 30, 2025, the City of Alpharetta Retiree Benefit Plan's statement of changes in fiduciary net position was as follows:

Additions	
Contributions	
Employer	$ -
Other	-
Total contributions	-
Investment earnings	
Net depreciation of fair value	(11,511)
Interest and dividends	17,935
Less investment expense	(1,376)
Net investment income	5,048
Deductions	
Benefit payments	39,983
Administrative expenses	17,116
Transfers	216,579
Total deductions	273,678
Change in net position	(268,630)
Fiduciary net position - beginning	667,382
Fiduciary net position - ending	$ 398,752

Benefits. Eligible retirees are offered the same health and prescription drug coverage as active employees. The City provides an implicit rate plan, whereby eligible retirees who retire and receive a pension are entitled to continue to purchase health insurance coverage from the City until age 65, at the same rate as active employees.

Net OPEB liability (asset) of the City

Changes in net OPEB liability (asset) of the City. The City's Net OPEB liability (asset) was measured as of June 30, 2025, and the total OPEB liability used to calculate the Net OPEB liability (asset) was determined by an actuarial valuation as of July 1, 2024 with the actuary using standard techniques to rollforward the liability to the measurement date.

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of July 1, 2024, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate:	3.50%
Long-term expected rate of return on OPEB investments	3.5%, net of investment expense, including inflation
Healthcare Cost Trend Rate:	7.25% per annum, gradually decreasing to 3.50%
Inflation Rate:	2.50%
Salary increase:	2.10%-4.20% plus merit

The total OPEB liability was rolled forward to June 30, 2025, utilizing update procedures incorporating the actuarial assumptions.

Mortality rates for pre-retirement were based on the RP-2014 Employee Tables for males and females; projected to be fully generational with MP-2017 Mortality Improvement Scale. Postretirement mortality rates were based on the RP-2014 Healthy Annuitant Tables for males and females; projected to be fully generational with MP-2017 Mortality Improvement Scale.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period ended December 31, 2005. The population is too small to justify a statistically significant result.

The long-term expected rate of return on COARBP investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of 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 weighing the expected future real rates of return by the major 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 target asset allocation as of June 30th are presented previously.

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

Discount rate. The discount rate used to measure the total OPEB liability was 3.50%. The projection of cash flows used to determine the discount rate assumed that the City will contribute at rates equal to the actuarially determined contribution rates. Based on those assumptions, the COARBP's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on COARBP investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate of 3.50% has remained consistent with the discount rate utilized to determine the total OPEB liability as of the beginning of the measurement period.

The components of the net OPEB liability (asset) of the City at June 30, 2025 were as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a) - (b)
Balances at 6/30/24	**$ 557,818**	**$ 667,382**	**$ (109,564)**
Changes for the Fiscal Year:			
Service cost	-	-	-
Interest	18,824	-	18,824
Differences between expected and actual experience	(215,756)	-	(215,756)
Changes of assumptions	-	-	-
Changes of benefit terms	-	-	-
Contributions - employer	-	-	-
Net investment income (loss)	-	(11,897)	11,897
Benefit payments, including refunds of employee contributions	(39,983)	(39,983)	-
Administrative expense	-	(171)	171
Other	-	(216,579)	216,579
Net Changes	(236,915)	(268,630)	31,715
Balances at 6/30/2025	**$ 320,903**	**$ 398,752**	**$ (77,849)**

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

Net OPEB liability (asset) of the City

The required schedule of changes in the City's net OPEB liability (asset) 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 OPEB liability.

Sensitivity of the net OPEB liability (asset) to changes in the discount rate. The following presents the net OPEB liability (asset) of the City, as well as what the City's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (3.5% decreasing to 2.5%) or 1-percentage-point higher (3.5% increasing to 4.5%) than the current discount rate:

	1% Decrease (2.50%)	Discount Rate (3.50%)	1% Increase (4.50%)
Net OPEB liability (asset)	$ 162,026	$ (77,849)	$ 156,260

Sensitivity of the net OPEB liability (asset) to changes in the healthcare cost trend rates. The following presents the net OPEB liability (asset) of the City, as well as what the City's net OPEB liability (asset) would be if it were to calculate healthcare cost trend rates that are 1-percentage-point lower (6.0% decreasing to 5.0%) or 1-percentage-point higher (8.0% increasing to 9.0%) than the current healthcare cost trend rates:

	1% Decrease	Current Rates	1% Increase
Net OPEB liability (asset)	$ 156,800	$ (77,849)	$ 161,403

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 revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2025 and the current sharing pattern of costs between employer and employee.

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

1. Defined Benefit Plan (Continued)

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB. For the year ended June 30, 2025, the City recognized OPEB expense (revenue) of ($124,776). At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 21,089	$ 86,296
Change of assumptions	36,031	114,459
Net differences between expected and actual earnings on OPEB plan investments	-	222,656
Total	$ 57,120	$ 423,411

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

Year Ending June 30:	
2026	$ (67,216)
2027	(129,896)
2028	(102,922)
2029	(25,443)
2030	(23,216)
Thereafter	(17,598)
Total	$ (366,291)

2. Defined Contribution Plan

Plan description and funding requirements. In the fiscal year 2019, the City created the OPEB Reimbursement Fund to account for the new retiree reimbursement benefit. Only full-time employees of the City are eligible to participate. Plan provisions and contribution requirements are established and may be amended by the City Council (the “Board”).

V. OTHER INFORMATION (Continued)

E. Other postemployment benefits (Continued)

2. Defined Contribution Plan (Continued)

Full-time employees who terminate employment with a minimum of 15 years of service and reach the age of 55 will be eligible to receive a monthly health reimbursement benefit as periodically determined by the Board of Trustees. The monthly benefit is available to the participant to cover eligible medical expenses (of the participant or the participant's spouse or dependent) as defined under Section 213(d) of the IRS Code. The City funds this benefit at an amount equal to 2.5% of all employees' annual regular wages. The City Council has the ability to amend the Plan provisions. For the fiscal year ended June 30, 2025, the City's contribution to the plan was $988,436 (2.5% of the gross wages).

F. Hotel/Motel lodging tax

The City imposes a hotel/motel tax on lodging facilities within the City of Alpharetta. The tax is currently assessed at a rate of 8%. Revenues were $9,274,079 for the fiscal year ended June 30, 2025. Of this amount 97%, or $8,958,816, was expended. Expenditures of the tax were used to promote tourism as required by O.C.G.A. 48-13-51. A portion of the tax is being held to pay a portion of the debt service associated with the construction of the convention center in accordance with O.C.G.A. 48-13-50.

G. Tax abatements

For the year ended June 30, 2025, City's property tax revenues were reduced by $193,118 and $288,215 under agreements entered into by the City of Alpharetta Development Authority and Fulton County Development Authority, respectively. These authorities entered into agreements with various entities under the economic development laws of the State of Georgia which qualify for disclosure under GASB Statement No. 77, *Tax Abatement Disclosures.* Under the agreements, taxes on both real property and personal property are reduced based on investments made by the corporation to whom the incentives were offered as long as the corporation meets certain investment targets.

H. Conduit debt

To further the economic development in the City, the Development Authority has issued both traditional conduit tax-exempt private activity bonds (private activity bonds) for qualifying projects such as senior housing and bonds for title issued solely to provide property tax abatements (tax abatement bonds) to certain qualified developments. Neither the City nor the Development Authority, are liable for any conduit debt and neither make any form of commitment to make payments in the event of default. At June 30, 2025, the outstanding principal payable for conduit debt of both private activity bonds ($12,344,681) and tax abatement bonds ($612,145,402) total $624,490,083.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ALPHARETTA, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
OPEB RETIREMENT PLAN
SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY (ASSET) AND RELATED RATIOS

	2025	2024	2023	2022	2021
Total OPEB liability					
Service cost	$ -	$ -	$ 70,931	$ 72,776	$ 70,315
Interest on total OPEB liability	**18,824**	41,555	39,849	42,359	39,261
Differences between expected and actual experience	**(215,756)**	(92,467)	20,595	(27,767)	11,695
Changes of assumptions and other inputs	**-**	450,803	-	(117,781)	-
Benefit payments	**(39,983)**	(46,754)	(47,545)	(33,214)	(34,792)
Change of benefit terms	**-**	(1,005,987)	-	-	-
Net change in total OPEB liability	**(236,915)**	(652,850)	83,830	(63,627)	86,479
Total OPEB liability - beginning	**557,818**	1,210,668	1,126,838	1,190,465	1,103,986
Total OPEB liability - ending (a)	**$ 320,903**	$ 557,818	$ 1,210,668	$ 1,126,838	$ 1,190,465
Plan fiduciary net position					
Contributions - employer	**$ -**	$ -	$ 13,008	$ 12,600	$ 76,589
Net investment income (loss)	**5,048**	428,889	205,308	(248,400)	428,561
Benefit payments	**(39,983)**	(46,754)	(47,545)	(33,214)	(34,792)
Administrative expenses	**(17,116)**	(15,253)	(10,500)	(9,128)	(569)
Other changes	**(216,579)**	(1,475,506)	21,965	-	-
Net change in plan fiduciary net position	**(268,630)**	(1,108,624)	182,236	(278,142)	469,789
Plan fiduciary net position - beginning	**667,382**	1,776,006	1,593,770	1,871,912	1,402,123
Plan fiduciary net position - ending (b)	**$ 398,752**	$ 667,382	$ 1,776,006	$ 1,593,770	$ 1,871,912
City's net OPEB liability (asset) - ending (a) - (b)	**$ (77,849)**	$ (109,564)	$ (565,338)	$ (466,932)	$ (681,447)
Plan fiduciary net position as a percentage of the total OPEB liability	124.26%	119.64%	146.70%	141.44%	157.24%
Covered payroll	**$ -**	$ -	$ 31,151,293	$ 31,151,293	$ 26,593,414
Net OPEB liability (asset) as a percentage of covered payroll	**N/A**	N/A	-1.8%	-1.5%	-2.6%

	2020	2019	2018
Total OPEB liability			
Service cost	$ 91,360	$ 84,028	$ 56,869
Interest on total OPEB liability	42,465	38,813	38,402
Differences between expected and actual experience	(94,539)	(6,715)	(109,895)
Changes of assumptions and other inputs	(91,920)	-	158,319
Benefit payments	(21,875)	(9,094)	(7,686)
Change of benefit terms	-	-	-
Net change in total OPEB liability	(74,509)	107,032	136,009
Total OPEB liability - beginning	1,178,495	1,071,463	935,454
Total OPEB liability - ending (a)	$ 1,103,986	$ 1,178,495	$ 1,071,463
Plan fiduciary net position			
Contributions - employer	$ 68,015	$ 85,000	$ 85,200
Net investment income (loss)	22,207	37,843	16,391
Benefit payments	(21,875)	(9,094)	(7,686)
Administrative expenses	(298)	(3,832)	-
Other changes	-	-	-
Net change in plan fiduciary net position	68,049	109,917	93,905
Plan fiduciary net position - beginning	1,334,074	1,224,157	1,130,252
Plan fiduciary net position - ending (b)	$ 1,402,123	$ 1,334,074	$ 1,224,157
City's net OPEB liability (asset) - ending (a) - (b)	$ (298,137)	$ (155,579)	$ (152,694)
Plan fiduciary net position as a percentage of the total OPEB liability	127.01%	113.20%	114.25%
Covered payroll	$ 26,255,937	$ 21,788,982	$ 21,788,982
Net OPEB liability (asset) as a percentage of covered payroll	-1.1%	-0.7%	-0.7%

Notes to the Schedule:

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

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
OPEB RETIREMENT PLAN
SCHEDULE OF CITY CONTRIBUTIONS

	2025	2024	2023	2022	2021
Actuarially determined contribution	$ -	$ -	$ -	$ 10,966	$ -
Contributions in relation to the actuarially determined contribution	-	-	13,008	12,600	76,589
Contribution deficiency (excess)	$ -	$ -	$ (13,008)	$ (1,634)	$ (76,589)
Covered payroll	$ -	$ -	$ 31,151,293	$ 31,151,293	$ 26,593,414
Contributions as a percentage of covered payroll	N/A	N/A	0.04%	0.04%	0.29%

	2020	2019	2018
Actuarially determined contribution	$ -	$ 68,015	$ 60,889
Contributions in relation to the actuarially determined contribution	68,015	85,000	85,200
Contribution deficiency (excess)	$ (68,015)	$ (16,985)	$ (24,311)
Covered payroll	$ 26,255,937	$ 21,788,982	$ 21,788,982
Contributions as a percentage of covered payroll	0.26%	0.39%	0.39%

Notes to the Schedule:

(1) Actuarial Assumptions

Valuation Date	July 1, 2024
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Fair Value of Assets
Assumed Rate of Return on Investments	3.50%
Projected Salary Increases	2.10% to 4.20%, including 2.5% for inflation
Cost-of-Living Adjustment	None
Amortization Method	Level dollar, open
Remaining Amortization Period	5 years
Mortality	
Preretirement	Pub-2010 Employee tables for males and females; fully generational with MP-2021 Mortality Improvement Scale
Postretirement	Pub-2010 Healthy Annuitant tables for males and females; fully generational with MP-2021 Mortality Improvement Scale
Healthcare Cost Trends:	7.25% and gradually decreasing over 14 years to an ultimate rate of 3.50%

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

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
OPEB RETIREMENT PLAN
SCHEDULE OF OPEB INVESTMENT RETURNS

	2025	2024	2023	2022	2021
Annual money-weighted rate of return, net of investment expenses for the City's OPEB Plan	0.80%	25.27%	12.97%	-13.38%	29.80%

	2020	2019	2018
Annual money-weighted rate of return, net of investment expenses for the City's OPEB Plan	1.71%	1.68%	1.55%

Notes to the Schedule:

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

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total pension liability										
Service cost	**$ 1,248,348**	$ 1,275,907	$ 1,460,297	$ 1,337,540	$ 1,400,419	$ 1,428,515	$ 1,445,365	$ 1,505,980	$ 1,598,717	$ 1,716,370
Interest on total pension liability	**9,413,263**	9,030,642	8,084,396	7,736,778	7,356,335	6,719,752	6,188,428	5,740,858	5,433,736	4,819,727
Differences between expected and actual experience	**4,922,530**	4,224,872	6,950,076	(1,009,620)	(354,879)	(250,486)	(273,013)	726,104	(1,092,001)	1,281,931
Change of assumptions	**-**	-	(7,663,224)	7,555,159	(181,066)	415,494	2,229,270	199,517	186,911	178,382
Benefit payments, including refunds of employee contributions	**(5,198,657)**	(4,621,680)	(4,031,631)	(3,567,842)	(3,250,227)	(2,853,765)	(2,347,569)	(1,993,117)	(1,761,551)	(1,463,409)
Other charges	**-**	-	-	-	-	-	-	-	-	177,741
Net change in total pension liability	**10,385,484**	9,909,741	4,799,914	12,052,015	4,970,582	5,459,510	7,242,481	6,179,342	4,365,812	6,710,742
Total pension liability - beginning	**126,782,386**	116,872,645	112,072,731	100,020,716	95,050,134	89,590,624	82,348,143	76,168,801	71,802,989	65,092,247
Total pension liability - ending (a)	**$ 137,167,870**	$ 126,782,386	$ 116,872,645	$ 112,072,731	$ 100,020,716	$ 95,050,134	$ 89,590,624	$ 82,348,143	$ 76,168,801	$ 71,802,989
Plan fiduciary net position										
Contributions - employer	**$ 3,717,940**	$ 3,324,385	$ 3,000,001	$ 2,934,025	$ 2,779,221	$ 2,775,000	$ 2,699,997	$ 2,625,003	$ 2,500,000	$ 2,400,000
Contributions - employee	**314,604**	311,026	311,837	312,555	293,715	312,296	310,689	338,544	347,281	368,356
Net investment income (loss)	**12,407,084**	9,421,102	9,158,925	(12,500,216)	20,994,663	781,053	3,435,733	4,747,877	6,679,684	(36,548)
Benefit payments, including refunds of member contributions	**(5,198,657)**	(4,621,680)	(4,031,631)	(3,567,842)	(3,250,227)	(2,853,765)	(2,347,569)	(1,993,117)	(1,761,551)	(1,463,409)
Administrative expenses	**(82,582)**	(106,609)	(76,063)	(212,901)	(81,745)	(102,812)	(81,237)	(87,942)	(309,924)	(135,692)
Net change in plan fiduciary net position	**11,158,389**	8,328,224	8,363,069	(13,034,379)	20,735,627	911,772	4,017,613	5,630,365	7,455,490	1,132,707
Plan fiduciary net position - beginning	**99,613,405**	91,285,181	82,922,112	95,956,491	75,220,864	74,309,092	70,291,479	64,661,114	57,205,624	56,072,917
Plan fiduciary net position - ending (b)	**$ 110,771,794**	$ 99,613,405	$ 91,285,181	$ 82,922,112	$ 95,956,491	$ 75,220,864	$ 74,309,092	$ 70,291,479	$ 64,661,114	$ 57,205,624
City's net pension liability - ending (a) - (b)	**$ 26,396,076**	$ 27,168,981	$ 25,587,464	$ 29,150,619	$ 4,064,225	$ 19,829,270	$ 15,281,532	$ 12,056,664	$ 11,507,687	$ 14,597,365
Plan fiduciary net position as a percentage of the total pension liability	**80.8%**	78.6%	78.1%	74.0%	95.9%	79.1%	82.9%	85.4%	84.9%	79.7%
Covered payroll	**$ 17,070,635**	$ 17,030,422	$ 17,235,842	$ 16,382,862	$ 17,250,670	$ 17,423,993	$ 17,797,422	$ 18,562,532	$ 19,186,755	$ 20,234,162
Net pension liability as a percentage of covered payroll	**154.6%**	159.5%	148.5%	177.9%	23.6%	113.8%	85.9%	65.0%	60.0%	72.1%

Notes to the Schedule:

The schedule presents 10 years of information.

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF CITY CONTRIBUTIONS

	2025	2024	2023	2022	2021
Actuarially determined contribution	$ 4,753,747	$ 3,709,663	$ 3,291,042	$ 2,451,034	$ 2,592,995
Contributions in relation to the actuarially determined contribution	3,717,940	3,324,385	3,000,001	2,934,025	2,779,221
Contribution deficiency (excess)	$ 1,035,807	$ 385,278	$ 291,041	$ (482,991)	$ (186,226)
Covered payroll	$ 17,070,635	$ 17,030,422	$ 17,235,842	$ 16,382,862	$ 17,250,670
Contributions as a percentage of covered payroll	21.78%	19.52%	17.41%	17.91%	16.11%

	2020	2019	2018	2017	2016
Actuarially determined contribution	$ 2,618,856	$ 2,668,838	$ 2,359,496	$ 2,287,519	$ 2,289,533
Contributions in relation to the actuarially determined contribution	2,775,000	2,699,997	2,625,003	2,500,000	2,400,000
Contribution deficiency (excess)	$ (156,144)	$ (31,159)	$ (265,507)	$ (212,481)	$ (110,467)
Covered payroll	$ 17,423,993	$ 17,797,422	$ 19,186,755	$ 19,186,755	$ 20,234,162
Contributions as a percentage of covered payroll	15.93%	15.17%	13.68%	13.03%	11.86%

Notes to the Schedule:

(1) Actuarial Assumptions

Valuation Date	January 1, 2025
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Fair value
Assumed Rate of Return on Investments	7.50%
Projected Salary Increases	2.10% to 4.20%, which includes 2.5% for inflation
Cost-of-Living Adjustment	None
Amortization Method	Level dollar for unfunded liability
Remaining Amortization Period	30 years (closed)

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF PENSION INVESTMENT RETURNS

	2025	2024	2023	2022	2021
Annual money-weighted rate of return, net of investment expenses for the City's Pension Plan	13.19%	10.91%	11.68%	-13.10%	28.00%

	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expenses for the City's Pension Plan	1.03%	4.88%	7.16%	11.37%	0.07%

CITY OF ALPHARETTA, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Property taxes	$ 37,437,000	$ 37,437,000	$ 37,228,120	$ (208,880)
Sales and use taxes	22,250,000	22,250,000	22,333,319	83,319
Franchise taxes	6,785,000	6,785,000	7,194,127	409,127
Business taxes	7,805,000	7,805,000	7,927,586	122,586
Other taxes	3,595,300	3,595,300	3,741,723	146,423
Licenses and permits	3,196,500	3,196,500	4,119,158	922,658
Charges for services	5,165,130	5,273,130	5,271,424	(1,706)
Fines and forfeitures	2,605,000	2,605,000	2,444,798	(160,202)
Intergovernmental	370,926	370,926	194,513	(176,413)
Contributions and donations	118,806	165,182	244,707	79,525
Investment earnings	1,100,000	1,100,000	1,931,792	831,792
Other revenues	110,005	110,005	173,228	63,223
Total revenues	90,538,667	90,693,043	92,804,495	2,111,452
Expenditures:				
Current:				
General government:				
City clerk	426,356	426,296	395,421	30,875
Mayor and council	394,044	394,044	336,822	57,222
Municipal court	1,362,008	1,362,008	1,260,125	101,883
Legal	1,000,000	1,000,000	719,057	280,943
City administrator	2,599,079	2,598,460	1,995,042	603,418
Finance	4,124,713	4,124,713	3,993,858	130,855
Human resources	1,065,277	1,065,277	990,144	75,133
Technology services	2,543,961	2,543,961	2,345,905	198,056
Non-departmental	1,983,600	1,747,803	1,001,228	746,575
Total general government	15,499,038	15,262,562	13,037,602	2,224,960
Public safety	42,956,410	42,969,515	41,264,943	1,704,572
Public works	11,238,659	11,462,030	10,743,645	718,385
Community development	4,733,725	4,733,725	4,436,747	296,978
Culture and recreation	14,573,541	14,727,917	14,531,266	196,651
Debt service				
Principal	869,938	869,938	1,173,342	(303,404)
Interest	196,106	196,106	196,103	3
Total expenditures	90,067,417	90,221,793	85,383,648	4,838,145
Excess of revenues over expenditures	471,250	471,250	7,420,847	6,949,597

(Continued)

CITY OF ALPHARETTA, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Other financing sources (uses):				
Proceeds from sale of capital assets	$ 60,000	$ 60,000	$ 252,945	$ 192,945
Transfers in	3,468,750	3,468,750	3,477,779	9,029
Transfers out	(13,447,780)	(13,447,780)	(13,447,780)	-
Total other financing sources (uses)	(9,919,030)	(9,919,030)	(9,717,056)	201,974
Net change in fund balances	(9,447,780)	(9,447,780)	(2,296,209)	7,151,571
Fund balances, beginning of fiscal year	37,984,828	37,984,828	37,984,828	-
Fund balances, end of fiscal year	$ 28,537,048	$ 28,537,048	$ 35,688,619	$ 7,151,571

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes other than capital projects or debt service.

Hotel/Motel Fund – This fund is used to account for the occupancy tax collected by the City from area hotels and motels and distributed based upon state statute. The City is currently collecting this tax at a rate of 8%.

Impact Fee Fund – Established to account for fees assessed upon development activity, these fees are collected to pay for system improvements (recreation/parks, streets, and public safety) as detailed within the City's impact fee ordinance, as required by state law.

Confiscated Assets Fund – Established to account for funds received from the enforcement of drug laws, shared revenues resulting from the confiscation of property from drug offender's arrests that can be used by law enforcement to aid in that activity. Funds cannot be used to supplant the normal operating budget of the police department, as required by state law.

Grant Operating Fund – This fund is used to account for the funds received from external sources as they relate to grants awarded to the City. Matching funds, which are the City's responsibility, are also recorded within this fund.

Emergency 911 Fund – This fund is used to account for funds received from users, or potential users, of the Emergency 911 System. Revenues received by the City of Alpharetta are paid directly from wired or wireless telecommunication providers, with expenditures occurring to maintain and run the system within the City, as required by state law.

Development Authority – This fund is used to account for the activity of the blended component unit. The Authority promotes the public good and general welfare, trade, commerce, industry, general tax base, and the employment opportunities in the City.

Opioid Settlement Fund – This fund is used to account for the City's share of proceeds from the National Distributors' Legal Settlement between opioid manufacturers and the State of Georgia.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

Stormwater Capital Fund – This fund accounts for stormwater and drainage maintenance, repair, and improvement projects.

Debt Service Fund

Debt Service Fund – This fund is used to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

CITY OF ALPHARETTA, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025

	Special Revenue Funds					
ASSETS	Hotel/ Motel	Impact Fee	Confiscated Assets	Grant Operating	E911	Development Authority
Cash and cash equivalents	$ 874,746	$ 4,991,087	$ 518,966	$ 128,201	$ -	$ 513,535
Investments	409,608	1,898,003	-	36,990	-	-
Taxes receivable, net	843,610	-	-	-	-	-
Accounts receivable	-	-	-	-	526,730	-
Intergovernmental receivable	-	-	-	28,926	254,905	-
Total assets	$ 2,127,964	$ 6,889,090	$ 518,966	$ 194,117	$ 781,635	$ 513,535
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 369,077	$ 53,558	$ -	$ 15,442	$ 29,723	$ 10,900
Retainage payable	-	8,721	-	-	-	-
Accrued expenditures	6,415	747,730	-	-	84,563	16,047
Due to other funds	-	-	-	-	354,688	-
Total liabilities	375,492	810,009	-	15,442	468,974	26,947
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - property taxes	-	-	-	-	-	-
Unavailable revenue - other	-	-	-	9,491	-	-
Total deferred inflows of resources	-	-	-	9,491	-	-
FUND BALANCES						
Restricted:						
Capital projects	-	6,079,081	-	-	-	-
Law enforcement	-	-	518,966	-	-	-
Emergency telephone system activities	-	-	-	-	312,661	-
Tourism	1,752,472	-	-	-	-	-
Debt service	-	-	-	-	-	-
Assigned for:						
Grant projects	-	-	-	169,184	-	-
Opioid remediation	-	-	-	-	-	-
Economic development	-	-	-	-	-	486,588
Stormwater projects	-	-	-	-	-	-
Total fund balances	1,752,472	6,079,081	518,966	169,184	312,661	486,588
Total liabilities, deferred inflows of resources, and fund balances	$ 2,127,964	$ 6,889,090	$ 518,966	$ 194,117	$ 781,635	$ 513,535

Opioid Settlement	Capital Project Fund: Stormwater Capital Fund	Debt Service Fund	Nonmajor Governmental Funds
$ 78,958	$ 3,169,482	$ 768,783	$ 11,043,758
-	2,206,169	502,395	5,053,165
-	-	87,328	930,938
-	-	-	526,730
-	-	-	283,831
$ 78,958	$ 5,375,651	$ 1,358,506	$ 17,838,422
$ -	$ 434,873	$ 42,689	$ 956,262
-	71,164	-	79,885
-	5,958	-	860,713
-	-	-	354,688
-	511,995	42,689	2,251,548
-	-	64,808	64,808
-	-	-	9,491
-	-	64,808	74,299
-	-	-	6,079,081
-	-	-	518,966
-	-	-	312,661
-	-	-	1,752,472
-	-	1,251,009	1,251,009
-	-	-	169,184
78,958	-	-	78,958
-	-	-	486,588
-	4,863,656	-	4,863,656
78,958	4,863,656	1,251,009	15,512,575
$ 78,958	$ 5,375,651	$ 1,358,506	$ 17,838,422

CITY OF ALPHARETTA, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Special Revenue Funds					
	Hotel/ Motel	Impact Fee	Confiscated Assets	Grant Operating	E911	Development Authority
Revenues:						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Hotel/Motel taxes	9,274,079	-	-	-	-	-
Impact fees	-	1,119,657	-	-	-	-
Charges for services	-	-	-	-	3,148,474	164,563
Forfeiture income	-	-	154,893	-	-	-
Intergovernmental	-	-	-	58,516	1,022,930	-
Contributions	-	-	-	100,049	-	-
Investment earnings (losses)	98,136	286,065	-	7,792	(11,024)	15,250
Other revenues	-	-	-	-	-	177,355
Total revenues	9,372,215	1,405,722	154,893	166,357	4,160,380	357,168
Expenditures:						
Current:						
General government	-	-	-	7,500	-	155,557
Public safety	-	-	14,880	59,709	5,210,032	-
Culture and recreation	-	-	-	29,870	-	-
Community development	4,063,824	-	-	-	-	-
Public works	-	930,312	-	5,433	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	770,000	-	-	-	249,157	-
Interest	647,213	-	-	-	-	-
Total expenditures	5,481,037	930,312	14,880	102,512	5,459,189	155,557
Excess (deficiency) of revenues over expenditures	3,891,178	475,410	140,013	63,845	(1,298,809)	201,611
Other financing sources (uses):						
Transfers out	(3,477,779)	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Total other financing sources (uses)	(3,477,779)	-	-	-	-	-
Net change in fund balances	413,399	475,410	140,013	63,845	(1,298,809)	201,611
Fund balances, beginning of fiscal year	1,339,073	5,603,671	378,953	105,339	1,611,470	284,977
Fund balances, end of fiscal year	$ 1,752,472	$ 6,079,081	$ 518,966	$ 169,184	$ 312,661	$ 486,588

Opioid Settlement	Capital Project Fund: Stormwater Capital Fund	Debt Service Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 6,295,696	$ 6,295,696
-	-	-	9,274,079
-	-	-	1,119,657
-	-	-	3,313,037
-	-	-	154,893
-	-	-	1,081,446
-	-	-	100,049
-	246,114	152,438	794,771
17,028	-	-	194,383
17,028	246,114	6,448,134	22,328,011
-	-	5,175	168,232
-	-	-	5,284,621
-	-	-	29,870
-	-	-	4,063,824
-	-	-	935,745
-	3,263,249	-	3,263,249
-	-	3,420,000	4,439,157
-	-	3,188,099	3,835,312
-	3,263,249	6,613,274	22,020,010
17,028	(3,017,135)	(165,140)	308,001
-	-	-	(3,477,779)
-	1,604,364	-	1,604,364
-	1,604,364	-	(1,873,415)
17,028	(1,412,771)	(165,140)	(1,565,414)
61,930	6,276,427	1,416,149	17,077,989
$ 78,958	$ 4,863,656	$ 1,251,009	$ 15,512,575

CITY OF ALPHARETTA, GEORGIA
HOTEL/MOTEL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Hotel/Motel taxes	$ 9,250,000	$ 9,250,000	$ 9,274,079	$ 24,079
Investment earnings	20,000	20,000	98,136	78,136
Total revenues	9,270,000	9,270,000	9,372,215	102,215
Expenditures:				
Current:				
Community development	4,052,375	4,067,445	4,063,824	3,621
Debt service:				
Principal	770,000	770,000	770,000	-
Interest	647,213	647,213	647,213	-
Total expenditures	5,469,588	5,484,658	5,481,037	3,621
Excess of revenues over expenditures	3,800,412	3,785,342	3,891,178	105,836
Other financing uses:				
Transfers out	(3,468,750)	(3,468,750)	(3,477,779)	(9,029)
Total other financing uses	(3,468,750)	(3,468,750)	(3,477,779)	(9,029)
Net changes in fund balances	331,662	316,592	413,399	96,807
Fund balances, beginning of fiscal year	1,339,073	1,339,073	1,339,073	-
Fund balances, end of fiscal year	$ 1,670,735	$ 1,655,665	$ 1,752,472	$ 96,807

CITY OF ALPHARETTA, GEORGIA
IMPACT FEE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Impact fees	$ -	$ 228,000	$ 1,119,657	$ 891,657
Investment earnings	-	-	286,065	286,065
Total revenues	-	228,000	1,405,722	1,177,722
Expenditures:				
Current:				
Public works	353,820	5,831,671	930,312	4,901,359
Total expenditures	353,820	5,831,671	930,312	4,901,359
Net changes in fund balances	(353,820)	(5,603,671)	475,410	6,079,081
Fund balances, beginning of fiscal year	5,603,671	5,603,671	5,603,671	-
Fund balances, end of fiscal year	$ 5,249,851	$ -	$ 6,079,081	$ 6,079,081

CITY OF ALPHARETTA, GEORGIA
CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Forfeiture income	$ -	$ 29,935	$ 154,893	$ 124,958
Total revenues	-	29,935	154,893	124,958
Expenditures:				
Current:				
Public safety	-	365,087	14,880	350,207
Total expenditures	-	365,087	14,880	350,207
Net changes in fund balances	-	(335,152)	140,013	475,165
Fund balances, beginning of fiscal year	378,953	378,953	378,953	-
Fund balances, end of fiscal year	$ 378,953	$ 43,801	$ 518,966	$ 475,165

CITY OF ALPHARETTA, GEORGIA
GRANT OPERATING FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ -	$ 74,015	$ 58,516	$ (15,499)
Contributions	-	100,050	100,049	(1)
Investment earnings	-	-	7,792	7,792
Total revenues	-	174,065	166,357	(7,708)
Expenditures:				
Current:				
General government	-	51,844	7,500	44,344
Public safety	-	78,166	59,709	18,457
Public works	-	10,000	5,433	4,567
Culture and recreation	-	139,394	29,870	109,524
Total expenditures	-	279,404	102,512	176,892
Net changes in fund balances	-	(105,339)	63,845	169,184
Fund balances, beginning of fiscal year	105,339	105,339	105,339	-
Fund balances, end of fiscal year	$ 105,339	$ -	$ 169,184	$ 169,184

CITY OF ALPHARETTA, GEORGIA
EMERGENCY 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 4,000,950	$ 4,000,950	$ 3,148,474	$ (852,476)
Intergovernmental	1,250,000	1,250,000	1,022,930	(227,070)
Investment earnings (losses)	36,907	36,907	(11,024)	(47,931)
Total revenues	5,287,857	5,287,857	4,160,380	(1,127,477)
Expenditures:				
Current:				
Public safety	5,503,875	5,574,770	5,210,032	364,738
Debt service:				
Principal	226,007	226,007	249,157	(23,150)
Total expenditures	5,729,882	5,800,777	5,459,189	341,588
Net changes in fund balances	(442,025)	(512,920)	(1,298,809)	(785,889)
Fund balances, beginning of fiscal year	1,611,470	1,611,470	1,611,470	-
Fund balances, end of fiscal year	$ 1,169,445	$ 1,098,550	$ 312,661	$ (785,889)

CITY OF ALPHARETTA, GEORGIA
DEVELOPMENT AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ -	$ 164,563	$ 164,563	$ -
Other income	-	462,332	177,355	(284,977)
Investment earnings	-	-	15,250	15,250
Total revenues	-	626,895	357,168	(269,727)
Expenditures:				
Current:				
General government	-	626,895	155,557	471,338
Total expenditures	-	626,895	155,557	471,338
Net changes in fund balances	-	-	201,611	201,611
Fund balances, beginning of fiscal year	284,977	284,977	284,977	-
Fund balances, end of fiscal year	$ 284,977	$ 284,977	$ 486,588	$ 201,611

CITY OF ALPHARETTA, GEORGIA
OPIOID SETTLEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Other revenues	$ -	$ -	$ 17,028	$ 17,028
Total revenues	-	-	17,028	17,028
Expenditures:				
Current:				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Net changes in fund balances	-	-	17,028	17,028
Fund balances, beginning of fiscal year	61,930	61,930	61,930	-
Fund balances, end of fiscal year	$ 61,930	$ 61,930	$ 78,958	$ 17,028

CITY OF ALPHARETTA, GEORGIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Property taxes	$ 6,146,000	$ 6,146,000	$ 6,295,696	$ 149,696
Investment earnings	27,000	27,000	152,438	125,438
Total revenues	6,173,000	6,173,000	6,448,134	275,134
Expenditures:				
Current:				
General government	8,000	8,000	5,175	2,825
Debt service:				
Principal	3,420,000	3,420,000	3,420,000	-
Interest and fiscal charges	3,188,100	3,188,100	3,188,099	1
Total expenditures	6,616,100	6,616,100	6,613,274	2,826
Net changes in fund balances	(443,100)	(443,100)	(165,140)	277,960
Fund balances, beginning of fiscal year	1,416,149	1,416,149	1,416,149	-
Fund balances, end of fiscal year	$ 973,049	$ 973,049	$ 1,251,009	$ 277,960

CITY OF ALPHARETTA, GEORGIA

2017 SCHEDULE OF PROJECTS CONSTRUCTED WITH PROCEEDS FROM TRANSPORTATION SPECIAL LOCAL OPTION SALES TAX (TSPLOST) FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PROJECT	ESTIMATED COST		EXPENDITURES			PROJECT COMPLETION
	ORIGINAL	CURRENT	PRIOR	CURRENT	TOTAL	
TSPLOST TIER 1						
Congestion Relief (Haynes Bridge Road/Old Milton Parkway/McGinnis Ferry Road/Windward Parkway Business District/Union Hill)	$ 32,647,634	$ 13,536,061	$ 7,225,235	$ 1,748,544	$ 8,973,779	66.30 %
Operations and Safety (Academy St./Webb Bridge Road/Bicycle Improvements, Morris Road, Bethany at Mayfield Intersection, and Bethany at Mid Broadwell Road Intersection)	20,656,029	32,004,832	14,888,468	5,909,114	20,797,582	64.98 %
TSPLOST TIER 2						
Kimball Bridge Road Operations and Ped/Bike Improvements	4,906,529	1,359,742	1,297,487	-	1,297,487	95.42 %
Adaptive Traffic Signals/ITS Milling/Resurfacing	1,500,000	2,000,000	2,000,000	-	2,000,000	100.00 %
Pedestrian/Bicycle Improvements	1,000,000	8,503,124	2,119,485	1,062,056	3,181,541	37.42 %
Debt Service	1,000,000	-	-	-	-	0.00 %
Quick Response Projects	1,000,000	-	-	-	-	0.00 %
TSPLOST TIER 3						
Bridges (Academy St./Webb Bridge Road/Ga 400 Bridge Improvements and Kimball Bridge/Ga 400 Improvements)	7,293,644	4,886,000	2,811,714	-	2,811,714	57.55 %
Commuter Bike Corridor	500,000	-	-	-	-	0.00 %
Ga 400 Bottlenecks	1,650,000	-	-	-	-	0.00 %
Non-allocated	-	1,689,099	-	-	-	0.00 %
TOTAL TSPLOST	$ 72,153,836	$ 63,978,858	$ 30,342,389	$ 8,719,714	$ 39,062,103	

CITY OF ALPHARETTA, GEORGIA

2022 SCHEDULE OF PROJECTS CONSTRUCTED WITH PROCEEDS FROM TRANSPORTATION SPECIAL LOCAL OPTION SALES TAX (TSPLOST) FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PROJECT	ESTIMATED COST		EXPENDITURES			PROJECT COMPLETION
	ORIGINAL	CURRENT	PRIOR	CURRENT	TOTAL	
TSPLOST TIER 1						
Pedestrian/Bike Improvements	$ 27,445,000	$ 17,174,325	$ 12,564,882	$ 1,900,471	$ 14,465,353	84.23 %
Operations and Safety Improvements (Marietta St. and Roswell St./Tradewinds Ripple Effect/Cumming St.)	11,607,526	10,107,529	532,854	538,776	1,071,630	10.60 %
Roadway Project (Webb Bridge Road Improvements)	13,000,000	13,500,002	5,564,700	2,650,823	8,215,523	60.86 %
TSPLOST TIER 2						
Congestion Relief (Kimball Bridge Rd.)	2,000,000	500,001	25,356	179,454	204,810	40.96 %
Operations and Safety Improvements (Academy St.)	7,185,740	-	-	-	-	0.00 %
TSPLOST TIER 3						
Operations and Safety Improvements (Roundabouts)	5,500,000	250,000	-	-	-	0.00 %
Pedestrian/Bicycle Improvements	500,000	8,287,063	-	-	-	0.00 %
Maintenance and Safety Enhancements	2,500,000	8,587,593	-	-	-	
Program Management	685,740	100,000	-	-	-	0.00 %
Non-allocated	-	13,848,294	-	-	-	0.00 %
TOTAL TSPLOST	$ 70,424,006	$ 72,354,807	$ 18,687,792	$ 5,269,524	$ 23,957,316	

CITY OF ALPHARETTA, GEORGIA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2025

	Governmental Activities - Internal Service Funds		
ASSETS	**Risk Management Fund**	**Medical Insurance Fund**	**Total**
CURRENT ASSETS			
Cash and cash equivalents	$ 2,272,659	$ 390,365	$ 2,663,024
Accounts receivables	-	2,173,806	2,173,806
Investments	1,073,648	-	1,073,648
Total assets	3,346,307	2,564,171	5,910,478
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	28,296	1,186,304	1,214,600
Claims payable, due within one year	507,580	1,286,598	1,794,178
Total current liabilities	535,876	2,472,902	3,008,778
NONCURRENT LIABILITIES			
Claims payable, due in more than one year	656,107	-	656,107
Total noncurrent liabilities	656,107	-	656,107
Total liabilities	1,191,983	2,472,902	3,664,885
NET POSITION			
Unrestricted	2,154,324	91,269	2,245,593
Total net position	$ 2,154,324	$ 91,269	$ 2,245,593

CITY OF ALPHARETTA, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Governmental Activities - Internal Service Funds		
	Risk Management Fund	Medical Insurance Fund	Total
OPERATING REVENUES			
Charges for services:			
Charges for service	$ 1,787,236	$ 8,597,333	$ 10,384,569
Miscellaneous revenue	153,474	-	153,474
Total operating revenues	1,940,710	8,597,333	10,538,043
OPERATING EXPENSES			
Administration	98,997	-	98,997
Claims and judgements	835,176	6,306,251	7,141,427
Premiums	1,173,146	2,262,854	3,436,000
Total operating expenses	2,107,319	8,569,105	10,676,424
Operating income (loss)	(166,609)	28,228	(138,381)
NON-OPERATING REVENUES			
Investment earnings	120,592	-	120,592
Total non-operating revenues	120,592	-	120,592
Change in net position	(46,017)	28,228	(17,789)
NET POSITION, beginning of year	2,200,341	63,041	2,263,382
NET POSITION, end of year	$ 2,154,324	$ 91,269	$ 2,245,593

CITY OF ALPHARETTA, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Governmental Activities - Internal Service Funds		
	Risk Management Fund	Medical Insurance Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	$ 1,940,710	$ 7,621,998	$ 9,562,708
Payments to vendors/suppliers	(1,305,592)	(1,076,550)	(2,382,142)
Payments on claims	(632,523)	(6,284,842)	(6,917,365)
Net cash provided by operating activities	2,595	260,606	263,201
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of investments	(29,410)	-	(29,410)
Purchase of investments	-	-	-
Interest and dividends received	120,592	-	120,592
Net cash provided by investing activities	91,182	-	91,182
Increase in cash and cash equivalents	93,777	260,606	354,383
Cash and cash equivalents, beginning of year	2,178,882	129,759	2,308,641
Cash and cash equivalents, end of year	$ 2,272,659	$ 390,365	$ 2,663,024
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	$ (166,609)	$ 28,228	$ (138,381)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Increase in accounts receivable	-	(975,335)	(975,335)
Increase (decrease) in accounts payable	(132,446)	1,186,304	1,053,858
Increase in claims payable	301,650	21,409	323,059
Net cash provided by (used in) operating activities	$ 2,595	$ 260,606	$ 263,201

CITY OF ALPHARETTA, GEORGIA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025

ASSETS	Pension Plan	OPEB Plan	OPEB Retirement Reimbursement Plan	Total
Cash	$ 1,732,513	$ 10,030	$ 174,996	$ 1,917,539
Accounts receivable	837,098	12,081	242,802	1,091,981
Investments:				
U.S. Treasuries	7,175,007	52,588	874,971	8,102,566
U.S. Agencies	9,678,717	4,535	77,090	9,760,342
Corporate and Foreign Bonds	9,677,634	101,175	1,777,070	11,555,879
Common Equity Securities	80,257,405	581,828	7,827,620	88,666,853
Mutual Funds	1,320,742	-	-	1,320,742
Mutual Funds - ETF Equity	752,000	1,862	22,443	776,305
Total assets	111,431,116	764,099	10,996,992	123,192,207
LIABILITIES				
Accounts payable	659,322	365,347	187,021	1,211,690
Total liabilities	659,322	365,347	187,021	1,211,690
NET POSITION				
Restricted for:				
Pensions	110,771,794	-	-	110,771,794
Postemployment benefits other than pensions	-	398,752	10,809,971	11,208,723
Net position restricted for retiree benefits	$ 110,771,794	$ 398,752	$ 10,809,971	$ 121,980,517

CITY OF ALPHARETTA, GEORGIA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

ADDITIONS	Pension Plan	OPEB Plan	OPEB Retirement Reimbursement Plan	Total
Contributions:				
Employee contributions	$ 314,604	$ -	$ -	$ 314,604
Employer contributions	3,717,940	-	988,436	4,706,376
Transfer from OPEB Plan	-	-	216,579	216,579
Total contributions	4,032,544	-	1,205,015	5,237,559
Investment income:				
Net appreciation (depreciation) of fair value of investments	10,466,524	(11,511)	1,110,398	11,565,411
Interest and dividends	2,632,558	17,935	242,714	2,893,207
Less investment expense	(82,582)	(1,376)	(5,625)	(89,583)
Net investment income	13,016,500	5,048	1,347,487	14,369,035
Total additions	17,049,044	5,048	2,552,502	19,606,594
DEDUCTIONS				
Benefit payments	5,198,959	39,983	5,285	5,244,227
Administrative expenses	691,696	17,116	58,876	767,688
Transfer to OPEB Retirement Reimbursement Plan	-	216,579	-	216,579
Total deductions	5,890,655	273,678	64,161	6,228,494
Change in net position	11,158,389	(268,630)	2,488,341	13,378,100
NET POSITION RESTRICTED FOR RETIREE BENEFITS				
Beginning of year	99,613,405	667,382	8,321,630	108,602,417
End of year	$ 110,771,794	$ 398,752	$ 10,809,971	$ 121,980,517

STATISTICAL SECTION

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

Page

Financial Trends 103-114

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

Revenue Capacity 115-121

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

Debt Capacity 122-126

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information ..... 127 and 128

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

Operating Information 129-131

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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

CITY OF ALPHARETTA, GEORGIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2025	2024	2023	2022
Governmental activities				
Net investment in capital assets	**$ 291,027,354**	$ 275,040,666	$ 249,955,561	$ 229,294,901
Restricted	**62,011,800**	58,377,206	62,516,068	56,076,310
Unrestricted	**31,514,474**	35,618,087	36,495,247	37,673,321
Total governmental activities net position	**$ 384,553,628**	$ 369,035,959	$ 348,966,876	$ 323,044,532
Business-type activities				
Unrestricted	**$ 69,560**	$ 15,349	$ 10,939	$ 115,975
Total business-type activities net position	**$ 69,560**	$ 15,349	$ 10,939	$ 115,975
Primary government				
Net investment in capital assets	**$ 291,027,354**	$ 275,040,666	$ 249,955,561	$ 229,294,901
Restricted	**62,011,800**	58,377,206	62,516,068	56,076,310
Unrestricted	**31,584,034**	35,633,436	36,506,186	37,789,296
Total primary government net position	**$ 384,623,188**	$ 369,051,308	$ 348,977,815	$ 323,160,507

(1) 2017 was restated for the implementation of GASB Statement No. 75.

2021	2020	2019	2018	2017 (1)	2016
$ 227,123,239	$ 223,789,948	$ 214,287,654	$ 207,591,819	$ 156,743,582	$ 215,676,760
44,481,028	40,012,955	31,734,150	21,779,964	60,101,289	9,761,642
37,721,528	20,239,066	24,935,364	26,815,118	31,781,332	21,343,378
$ 309,325,795	$ 284,041,969	$ 270,957,168	$ 256,186,901	$ 248,626,203	$ 246,781,780
$ 802,291	$ 1,147,524	$ 1,206,592	$ 1,186,192	$ 1,133,212	$ 1,123,990
$ 802,291	$ 1,147,524	$ 1,206,592	$ 1,186,192	$ 1,133,212	$ 1,123,990
$ 227,123,239	$ 223,789,948	$ 214,287,654	$ 207,591,819	$ 156,743,582	$ 215,676,760
44,481,028	40,012,955	31,734,150	21,779,964	60,101,289	9,761,642
38,523,819	21,386,590	26,141,956	28,001,310	32,914,544	22,467,368
$ 310,128,086	$ 285,189,493	$ 272,163,760	$ 257,373,093	$ 249,759,415	$ 247,905,770

CITY OF ALPHARETTA, GEORGIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2025	2024	2023	2022
Expenses				
Governmental activities (1):				
General government	**$ 18,242,860**	$ 17,814,765	$ 15,037,785	$ 15,956,849
Public safety	**48,463,698**	43,429,926	40,533,076	38,314,600
Public works	**30,215,096**	32,591,504	33,044,657	26,051,729
Community development	**7,902,863**	9,180,681	8,549,533	8,716,191
Culture and recreation	**11,765,726**	10,141,328	9,393,984	8,069,132
Interest on long-term debt	**3,095,243**	3,307,318	3,561,463	3,127,954
Total governmental activities expenses	**119,685,486**	116,465,522	110,120,498	100,236,455
Business-type activities:				
Solid waste	**5,782,666**	5,493,913	5,289,848	5,788,277
Total business-type activities expenses	**5,782,666**	5,493,913	5,289,848	5,788,277
Total primary government expenses	**$ 125,468,152**	$ 121,959,435	$ 115,410,346	$ 106,024,732
Program Revenues				
Governmental activities:				
Charges for services:				
General government	**$ 1,333,341**	$ 776,990	$ 515,790	$ 45,823
Public safety	**7,439,283**	7,876,945	8,838,667	8,639,005
Public works	**164,563**	-	-	-
Community development	**6,408,488**	5,979,622	5,598,172	6,334,158
Culture and recreation	**2,568,811**	2,568,811	2,569,626	2,575,059
Operating grants and contributions	**450,559**	426,485	226,068	343,255
Capital grants and contributions	**5,225,532**	8,412,954	13,627,626	1,728,113
Total governmental activities program revenues	**23,590,577**	26,041,807	31,375,949	19,665,413
Business-type activities:				
Charges for services:				
Solid waste	**5,771,392**	5,451,071	5,169,746	5,129,955
Total business-type activities program revenues	**5,771,392**	5,451,071	5,169,746	5,129,955
Total primary government program revenues	**$ 29,361,969**	$ 31,492,878	$ 36,545,695	$ 24,795,368
Net (expense) revenue				
Governmental activities	**$ (96,094,909)**	$ (90,423,715)	$ (78,744,549)	$ (80,571,042)
Business-type activities	**(11,274)**	(42,842)	(120,102)	(658,322)
Total primary government net expense	**$ (96,106,183)**	$ (90,466,557)	$ (78,864,651)	$ (81,229,364)

(1) The changes in expenses are primarily due to capital expenditure variances from year to year.

2021	2020	2019	2018	2017	2016
$ 14,102,831	$ 12,897,560	$ 15,780,792	$ 21,454,576	$ 29,135,914	$ 11,509,627
33,800,622	45,004,360	33,611,899	32,400,805	30,123,186	30,252,024
36,021,581	17,502,024	21,553,723	10,681,676	14,533,961	19,358,138
6,927,901	7,480,557	7,319,083	6,553,596	5,772,585	5,416,361
585,966	10,995,696	10,465,655	14,990,020	10,686,154	9,191,257
2,782,224	3,931,148	3,583,252	3,995,843	3,835,898	1,556,382
94,221,125	97,811,345	92,314,404	90,076,516	94,087,698	77,283,789
4,749,994	4,319,502	4,226,955	3,818,643	3,274,907	3,077,407
4,749,994	4,319,502	4,226,955	3,818,643	3,274,907	3,077,407
$ 98,971,119	$ 102,130,847	$ 96,541,359	$ 93,895,159	$ 97,362,605	$ 80,361,196
$ 700,631	$ 75,708	$ 98,287	$ 131,490	$ 128,321	$ 3,614,607
7,552,607	6,807,102	7,779,202	6,948,160	7,253,818	4,811,153
-	-	-	-	-	32,726
5,727,862	4,627,300	5,628,275	4,921,134	6,121,104	4,765,125
2,040,963	2,553,164	2,559,400	2,283,361	2,158,072	2,248,077
4,406,840	673,654	658,226	918,641	576,130	591,849
15,034,235	11,110,983	3,422,011	4,300,025	10,320,847	17,803,410
35,463,138	25,847,911	20,145,401	19,502,811	26,558,292	33,866,947
4,403,138	4,207,802	4,188,117	3,851,806	3,275,135	3,225,033
4,403,138	4,207,802	4,188,117	3,851,806	3,275,135	3,225,033
$ 39,866,276	$ 30,055,713	$ 24,333,518	$ 23,354,617	$ 29,833,427	$ 37,091,980
$ (58,757,987)	$ (71,963,434)	$ (72,169,003)	$ (70,573,705)	$ (67,529,406)	$ (43,416,842)
(346,856)	(111,700)	(38,838)	33,163	228	147,626
$ (59,104,843)	$ (72,075,134)	$ (72,207,841)	$ (70,540,542)	$ (67,529,178)	$ (43,269,216)

CITY OF ALPHARETTA, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2025	2024	2023	2022
General Revenues and Other Changes in Net Position				
Governmental activities:				
Property taxes	**$ 43,315,268**	$ 41,557,308	$ 38,665,089	$ 35,491,615
Sales taxes	**37,293,539**	36,913,778	36,059,503	34,444,987
Franchise taxes	**7,194,127**	6,657,758	6,843,642	6,634,631
Hotel/Motel occupancy tax	**9,274,079**	9,114,797	9,277,072	7,940,764
Business taxes	**7,927,586**	7,804,120	7,075,153	6,276,971
Other taxes	**3,741,723**	3,622,605	3,797,212	4,186,760
Unrestricted investment earnings	**2,866,256**	4,822,432	2,922,453	(779,913)
Gain on sale of capital assets	**-**	-	26,769	93,964
Miscellaneous	**-**	-	-	-
Transfers	**-**	-	-	-
Total governmental activities	**111,612,578**	110,492,798	104,666,893	94,289,779
Business-type activities:				
Unrestricted investment earnings	**65,485**	47,253	15,066	(27,994)
Miscellaneous	**-**	-	-	-
Transfers	**-**	-	-	-
Total business-type activities	**65,485**	47,253	15,066	(27,994)
Total primary government	**$ 111,678,063**	$ 110,540,051	$ 104,681,959	$ 94,261,785
Change in Net Position				
Governmental activities	**$ 15,517,669**	$ 20,069,083	$ 25,922,344	$ 13,718,737
Business-type activities	**54,211**	4,411	(105,036)	(686,316)
Total primary government	**$ 15,571,880**	$ 20,073,494	$ 25,817,308	$ 13,032,421

2021	2020	2,019	2018	2017	2016
$ 34,693,764	$ 32,927,048	$ 31,569,551	$ 27,953,119	$ 27,218,360	$ 25,833,303
29,078,454	27,059,918	28,112,776	26,669,576	14,943,853	14,953,985
6,858,414	6,880,108	6,787,133	6,177,460	6,357,342	6,630,390
3,890,093	6,672,097	9,051,333	7,665,868	9,566,630	6,391,857
6,198,056	5,975,012	5,555,835	5,387,059	5,160,501	4,981,704
3,901,833	3,209,346	3,321,352	3,129,297	3,092,041	3,003,685
168,428	2,015,281	2,541,290	1,152,024	560,590	201,044
-	309,425	-	-	2,656,725	351,990
-	-	-	-	-	30,188
-	-	-	-	-	-
84,789,042	85,048,235	86,939,270	78,134,403	69,556,042	62,378,146
1,623	52,632	59,238	19,817	8,994	8,598
-	-	-	-	-	-
-	-	-	-	-	-
1,623	52,632	59,238	19,817	8,994	8,598
$ 84,790,665	$ 85,100,867	$ 86,998,508	$ 78,154,220	$ 69,565,036	$ 62,386,744
$ 26,031,055	$ 13,084,801	$ 14,770,267	$ 7,560,698	$ 2,026,636	$ 18,961,304
(345,233)	(59,068)	20,400	52,980	9,222	156,224
$ 25,685,822	$ 13,025,733	$ 14,790,667	$ 7,613,678	$ 2,035,858	$ 19,117,528

CITY OF ALPHARETTA, GEORGIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Hotel/Motel Occupancy Tax
2016	$ 25,833,303	$ 14,953,985	$ 6,630,390	$ 6,391,857
2017	27,218,360	14,943,853	6,357,342	9,566,630
2018	27,953,119	26,669,576	6,177,460	7,665,868
2019	31,569,551	28,112,776	6,787,133	9,051,333
2020	32,927,048	27,059,918	6,880,108	6,672,097
2021	34,693,764	29,078,454	6,858,414	3,890,093
2022	35,491,615	34,444,987	6,634,631	7,940,764
2023	38,665,089	36,059,503	6,843,642	9,277,072
2024	41,557,308	36,913,778	6,657,758	9,114,797
2025	**43,315,268**	**37,293,539**	**7,194,127**	**9,274,079**

Business Taxes	Other Taxes	Total
$ 4,981,704	$ 2,243,736	$ 61,034,975
5,160,501	2,767,730	66,014,416
5,387,059	3,003,685	76,856,767
5,555,835	3,092,041	84,168,669
5,975,012	3,129,297	82,643,480
6,198,056	3,901,833	84,620,614
6,276,971	4,186,760	94,975,728
7,075,153	3,797,212	101,717,671
7,804,120	3,622,605	105,670,366
7,927,586	**3,741,723**	**108,746,322**

CITY OF ALPHARETTA, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2025	2024	2023	2022
General fund				
Assigned:				
Book revenue	**$ -**	$ -	$ -	$ -
Subsequent budget appropriations	**5,017,048**	9,447,780	10,547,818	12,639,800
Unassigned	**30,671,571**	28,537,048	32,017,787	30,247,819
Total general fund	**$ 35,688,619**	$ 37,984,828	$ 42,565,605	$ 42,887,619
All other governmental funds				
Restricted:				
Capital projects	**$ 82,637,814**	$ 80,477,921	$ 81,296,800	$ 79,910,051
Law enforcement	**518,966**	378,953	313,684	340,977
Emergency telephone services	**312,661**	1,611,470	2,765,099	2,616,736
Tourism	**1,752,472**	1,339,073	962,046	1,143,173
Debt service	**1,251,009**	1,416,149	1,529,393	1,095,855
Assigned:				
Grant projects	**169,184**	167,269	93,138	265,456
Opioid remediation	**78,958**	-	-	-
Economic development	**486,588**	284,977	356,962	214,749
Capital projects	**22,846,748**	20,364,173	15,656,140	10,015,826
Unassigned	**-**	(554,564)	(352,807)	-
Total all other governmental funds	**$ 110,054,400**	$ 105,485,421	$ 102,620,455	$ 95,602,823

2021	2020	2019	2018	2017	2016
$ -	$ -	$ -	$ -	$ 17,973	$ 17,973
5,836,799	5,289,252	5,537,018	6,100,065	8,842,313	6,049,857
29,839,800	21,336,799	22,289,252	18,537,018	19,600,065	21,222,540
$ 35,676,599	$ 26,626,051	$ 27,826,270	$ 24,637,083	$ 28,460,351	$ 27,290,370
$ 43,612,453	$ 52,425,466	$ 57,996,237	$ 53,096,354	$ 60,610,599	$ 27,175,844
200,999	266,485	494,638	323,177	1,460,509	1,752,596
2,629,573	2,242,426	1,808,567	1,851,911	1,827,068	2,122,857
1,311,312	1,966,633	2,697,154	1,770,515	1,505,262	950,567
851,509	648,200	1,223,954	1,032,049	1,250,405	814,051
269,470	203,703	393,439	260,549	38,982	39,857
-	-	-	-	-	-
263,121	-	-	-	-	-
10,685,162	8,414,274	10,613,617	14,294,222	15,130,110	6,114,004
-	-	-	-	(197,470)	(2,286,335)
$ 59,823,599	$ 66,167,187	$ 75,227,606	$ 72,628,777	$ 81,625,465	$ 36,683,441

CITY OF ALPHARETTA, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	2025	2024	2023	2022
Revenues:				
Property taxes	**$ 43,523,816**	$ 41,350,925	$ 38,731,845	$ 35,384,682
Sales tax	**37,293,539**	36,913,778	36,059,503	34,444,987
Other taxes	**28,137,515**	27,199,280	26,993,079	25,039,126
Licenses and permits	**4,119,158**	3,157,721	3,750,861	3,253,437
Intergovernmental	**3,569,773**	6,310,805	5,706,106	6,084,710
Contributions and donations	**1,393,210**	1,499,305	658,968	949,978
Charges for services	**8,584,461**	8,216,460	8,277,865	7,531,189
Impact fees	**1,119,657**	1,698,494	465,276	1,939,187
Fines and forfeitures	**2,599,691**	2,658,598	3,370,056	3,241,535
Investment earnings	**6,950,135**	7,502,701	4,765,840	(779,913)
Miscellaneous	**396,353**	272,373	444,582	353,672
Total revenues	**137,687,308**	136,780,440	129,223,981	117,442,590
Expenditures:				
General government	**13,205,834**	13,236,387	11,142,694	10,892,836
Public safety	**46,549,564**	43,279,766	39,367,880	37,403,375
Public works	**11,679,390**	10,018,183	11,188,790	10,954,892
Community development	**8,500,571**	8,725,398	8,930,902	7,848,749
Culture and recreation	**14,561,136**	13,489,464	11,962,617	10,352,013
Capital outlay	**31,527,074**	40,949,228	33,019,871	21,331,041
Intergovernmental	**-**	-	-	-
Debt service				
Principal	**5,612,499**	5,518,027	4,875,676	4,133,267
Interest	**4,031,415**	4,191,866	4,446,299	3,454,689
Other charges	**-**	-	-	368,549
Total expenditures	**135,667,483**	139,408,319	124,934,729	106,739,411
Excess (deficiency) of revenues over (under) expenditures	**2,019,825**	(2,627,879)	4,289,252	10,703,179
Other financing sources (uses):				
Transfers in	**16,925,559**	22,614,628	19,120,702	10,462,585
Transfers out	**(16,925,559)**	(22,614,628)	(19,120,702)	(10,462,585)
General obligation bond proceeds	**-**	-	-	27,335,000
Premium on bond issuance	**-**	-	-	2,539,405
Payments to refunding escrow	**-**	-	-	-
Financed purchases	**-**	845,969	2,353,251	2,292,350
Issuance of intergovernmental payable	**-**	-	-	-
Proceeds from sale of capital assets	**252,945**	66,099	53,115	120,310
Total other financing sources (uses)	**252,945**	912,068	2,406,366	32,287,065
Net change in fund balances	**$ 2,272,770**	$ (1,715,811)	$ 6,695,618	$ 42,990,244
Debt service as a percentage of noncapital expenditures	**8.5%**	9.0%	9.1%	8.7%
Total debt service expenditures	$ **9,643,914**	$ 9,709,893	$ 9,321,975	$ 7,956,505
Total non-capital expenditures	$ **112,849,608**	$ 108,164,537	$ 102,645,110	$ 91,472,006

2021	2020	2019	2018	2017	2016
$ 34,460,884	$ 32,987,329	$ 31,514,266	$ 27,920,695	$ 27,262,172	$ 25,841,451
29,078,454	26,893,744	28,112,776	26,669,576	17,412,634	14,953,985
20,848,396	22,736,563	24,715,653	22,359,684	21,707,749	21,007,620
3,056,142	3,268,383	4,198,814	3,403,611	4,222,432	3,814,821
15,517,798	6,224,666	4,711,704	3,774,694	12,733,728	8,870,676
476,104	346,781	451,910	467,484	953,912	793,450
7,775,975	6,610,279	7,280,653	6,317,352	6,364,262	6,788,274
2,098,746	866,093	960,432	1,346,589	1,449,478	1,425,667
1,658,072	1,891,476	2,229,991	2,054,812	2,463,790	2,453,134
168,428	2,015,281	2,541,290	1,152,024	560,590	201,044
4,305,688	177,702	149,788	167,268	196,279	200,484
119,444,687	104,018,297	106,867,277	95,633,789	95,327,026	86,350,606
10,110,392	10,472,664	10,042,217	16,560,677	27,000,660	10,222,722
33,118,441	32,918,201	31,684,766	31,843,942	28,912,695	28,735,794
17,263,357	15,249,332	12,275,846	9,939,770	8,820,932	7,288,023
5,645,010	7,302,285	7,210,012	6,539,525	5,738,401	5,356,302
8,892,644	9,455,863	9,921,813	21,102,795	13,248,613	8,129,640
35,979,693	31,618,916	22,551,277	15,696,812	19,496,900	22,500,926
-	-	-	-	-	-
3,786,926	3,912,526	3,903,709	3,727,824	3,597,331	2,964,225
3,529,781	3,906,807	3,622,560	3,700,476	3,378,768	1,476,940
-	-	-	-	361,301	-
118,326,244	114,836,594	101,212,200	109,111,821	110,555,601	86,674,572
1,118,443	(10,818,297)	5,655,077	(13,478,032)	(15,228,575)	(323,966)
6,000,643	14,818,304	15,415,517	16,897,064	13,218,136	12,184,381
(6,000,643)	(14,818,304)	(15,415,517)	(16,897,064)	(13,218,136)	(12,184,381)
-	17,775,000	-	-	50,855,000	-
-	5,501,675	-	-	1,527,686	-
-	(23,886,801)	-	-	-	-
1,311,250	235,805	-	504,024	3,695,447	709,742
-	-	-	-	-	24,720,000
131,483	931,980	132,939	154,052	5,262,447	1,293,189
1,442,733	557,659	132,939	658,076	61,340,580	26,722,931
$ 2,561,176	$ (10,260,638)	$ 5,788,016	$ (12,819,956)	$ 46,112,005	$ 26,398,965
8.1%	8.7%	7.4%	6.2%	6.3%	5.1%
$ 7,316,707	$ 7,819,333	$ 7,526,269	$ 7,428,300	$ 6,976,099	$ 4,441,165
$ 90,574,213	$ 90,045,947	$ 101,212,200	$ 119,325,254	$ 110,555,601	$ 86,674,572

CITY OF ALPHARETTA, GEORGIA

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Motor Vehicle Tax	Alcoholic Beverage Tax	Other Taxes	Total
2016	$ 24,274,577	$ 14,757,780	$ 6,682,041	$ 622,507	$ 1,998,770	$ 9,216,909	$ 57,552,584
2017	25,841,451	14,953,985	6,630,390	449,164	2,053,173	11,874,893	61,803,056
2018	27,262,172	17,412,634	6,357,342	302,977	2,113,121	12,934,309	66,382,555
2019	27,920,695	26,669,576	6,177,460	222,688	2,210,031	13,749,505	76,949,955
2020	31,514,266	28,112,776	6,787,133	169,870	2,330,292	15,428,358	84,342,695
2021	32,987,329	26,893,744	6,880,108	124,551	2,199,245	13,532,659	82,617,636
2022	34,460,884	29,078,454	6,858,414	102,545	2,339,660	11,547,777	84,387,734
2023	35,384,682	34,444,987	6,634,631	92,728	2,764,435	15,547,332	94,868,795
2024	41,350,925	36,913,778	6,657,758	67,978	2,915,349	17,558,195	105,463,983
2025	**43,523,816**	**37,293,539**	**7,194,127**	**72,340**	**2,812,914**	**18,058,134**	**108,954,870**

Note: Other taxes include intangible, real estate transfer, hotel/motel, business and occupation, insurance premium, and financial institution taxes.

CITY OF ALPHARETTA, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE - ALL TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Real Property		Personal Property	
	Residential	Commercial	Motor Vehicles	Other
2016	$ 2,169,172,670	$ 2,755,306,162	$ 130,611,730	$ 29,923
2017	2,238,392,880	2,907,419,873	91,948,620	64,228
2018	2,274,153,290	3,058,277,943	62,542,690	662,682
2019	2,831,212,300	3,067,760,757	44,032,240	161,090
2020	3,044,152,260	3,296,109,969	33,599,820	-
2021	3,242,898,630	3,328,479,833	26,148,000	101,306
2022	3,395,284,680	3,420,217,761	19,610,740	-
2023	3,976,290,760	3,480,530,514	16,790,410	56,080
2024	4,682,866,440	3,829,677,472	16,416,520	14,300
2025	**5,134,465,800**	**3,759,104,001**	**13,998,740**	**-**

Source: Georgia Department of Revenue, Property Tax Division

Notes:
Property in the County is assessed annually. The County assesses property at approximately 40 percent of actual value for all types of real and personal property.

Estimated actual value is calculated by dividing the assessed value by those percentages. Tax rates are per $1,000 of assessed value.

Homestead exemption was increased to $45,000 per household in fiscal year 2020.

Floating exemption included beginning fiscal year 2021.

Senior basic homestead exemption was increased to $25,000 for residents 65 and older in fiscal year 2021.

Senior additional exemption, income based, was eliminated in fiscal year 2021.

Less: Tax-Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
$ 523,053,335	$ 4,532,067,150	5.75	$ 12,637,801,213	40.00%
642,812,340	4,595,013,261	5.75	13,094,564,003	40.00%
640,291,164	4,755,345,441	5.75	13,489,091,513	40.00%
567,088,190	5,376,078,197	5.75	14,857,915,968	40.00%
926,375,778	5,447,486,271	5.75	15,934,655,123	40.00%
1,087,813,540	5,509,814,229	5.75	16,494,069,423	40.00%
1,078,993,638	5,756,119,543	5.75	17,087,782,953	40.00%
1,191,937,331	6,281,730,433	5.75	18,684,169,410	40.00%
1,723,224,229	6,805,750,503	5.75	21,322,436,830	40.00%
1,746,987,229	**7,160,581,312**	**5.75**	**22,268,921,353**	**40.00%**

CITY OF ALPHARETTA, GEORGIA
PROPERTY TAX RATES - ALL OVERLAPPING GOVERNMENTS
(Per $1,000 of Assessed Value)
LAST TEN FISCAL YEARS

		City of Alpharetta			Fulton County			School District				
		General Obligation			General Obligation			General Obligation				
Fiscal Year	Tax Year	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	State	Direct and Overlapping Rates
2016	2015	5.000	0.750	5.750	10.450	0.250	10.700	18.483	0.000	18.483	0.000	34.933
2017	2016	4.620	1.130	5.750	10.450	0.250	10.700	18.483	0.000	18.483	0.000	34.933
2018	2017	4.720	1.030	5.750	10.380	0.025	10.405	18.546	0.000	18.546	0.000	34.701
2019	2018	4.770	0.980	5.750	10.200	0.230	10.430	17.796	0.000	17.796	0.000	33.976
2020	2019	4.820	0.930	5.750	9.899	0.220	10.119	17.796	0.000	17.796	0.000	33.665
2021	2020	4.935	0.815	5.750	9.776	0.220	9.996	17.796	0.000	17.796	0.000	33.542
2022	2021	4.935	0.815	5.750	9.330	0.210	9.540	17.590	0.000	17.590	0.000	32.880
2023	2022	4.785	0.965	5.750	8.870	0.200	9.070	17.240	0.000	17.240	0.000	32.060
2024	2023	4.951	0.799	5.750	8.870	0.180	9.050	17.140	0.000	17.140	0.000	31.940
2025	**2024**	**5.010**	**0.740**	**5.750**	**8.870**	**0.170**	**9.040**	**17.080**	**0.000**	**17.080**	**0.000**	**31.870**

Source: Georgia Department of Revenue, Property Tax Division
Overlapping rates are those of local and county governments that apply to property owners within the City of Alpharetta.

CITY OF ALPHARETTA, GEORGIA

SALES TAX RATES - ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	State of Georgia	Local Option Sales Tax	Metropolitan Atlanta Regional Transportation	Fulton County Board of Education	Transportation Special Purpose Local Option Sales Tax	Total Overlapping Rates
2016	4.00 %	1.00 %	1.00 %	1.00 %	0.00 %	7.00 %
2017	4.00	1.00	1.00	1.00	0.00	7.00
2018	4.00	1.00	1.00	1.00	0.75	7.75
2019	4.00	1.00	1.00	1.00	0.75	7.75
2020	4.00	1.00	1.00	1.00	0.75	7.75
2021	4.00	1.00	1.00	1.00	0.75	7.75
2022	4.00	1.00	1.00	1.00	0.75	7.75
2023	4.00	1.00	1.00	1.00	0.75	7.75
2024	4.00	1.00	1.00	1.00	0.75	7.75
2025	**4.00**	**1.00**	**1.00**	**1.00**	0.75	**7.75**

Source: Georgia Department of Revenue, Property Tax Division
Overlapping rates are those of local and county governments that apply to property owners within the City of Alpharetta.

CITY OF ALPHARETTA, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS

CURRENT AND NINE YEARS AGO

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bell Fund VII Avalon LLC	**$ 81,862,120**	**1**	**1.14 %**			
F7 NWO LLC	**63,852,000**	**2**	**0.89**			
Lakeside at Milton Park LLC	**43,231,440**	**3**	**0.60**			
Sanctuary Acquisitions West LLC	**43,195,000**	**4**	**0.60**			
Reep RTL NPM GA LLC	**39,663,720**	**5**	**0.55**	$ 26,523,680	9	0.59 %
PPF Amili Mansell Road LLC	**38,000,000**	**6**	**0.53**			
Park Bridge Pkwy Apartments	**34,496,200**	**7**	**0.48**			
BCORE MF LEX AG Owner LLC	**33,084,000**	**8**	**0.46**			
Sreit NF Office LLC	**31,590,040**	**9**	**0.44**			
TREA 18000 MASTERS WAY LLC	**30,800,000**	**10**	**0.43**			
BRE COH GA LLC				86,906,520	1	1.92
Sanctuary Park Realty Holding				67,404,620	2	1.49
GGP North Point Inc				67,140,680	3	1.48
Gardner Drive LLC				43,430,360	4	0.96
Royal Centre LLC				33,664,720	5	0.74
LWV TPA GA 400 LLC				29,921,280	6	0.66
BRI 1870 North Point LLC				27,839,320	7	0.61
AMLI at Milton Park LLC				26,655,840	8	0.59
CP Venture Two LLC				24,308,720	10	0.54
Totals	**$ 439,774,520**		**6.12 %**	$ 433,795,740		9.58 %

Source: Fulton County Board of Assessors

CITY OF ALPHARETTA, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Tax Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Pct. of Levy		Amount	Percentage of Levy
2016	2015	$ 24,397,030	$ 23,810,905	97.60 %	$ 569,097	$ 24,380,002	99.93 %
2017	2016	25,768,440	25,141,619	97.57	602,498	25,744,117	99.91
2018	2017	26,510,960	26,254,863	99.03	230,985	26,485,848	99.91
2019	2018	30,523,904	30,064,201	98.49	430,953	30,495,154	99.91
2020	2019	30,705,712	30,370,825	98.91	303,061	30,673,886	99.90
2021	2020	31,566,876	31,417,169	99.53	101,538	31,518,707	99.85
2022	2021	32,385,570	31,952,847	98.66	354,041	32,306,888	99.76
2023	2022	35,081,798	34,440,758	98.17	456,609	34,897,367	99.47
2024	2023	36,800,360	36,061,855	97.99	534,407	36,596,262	99.45
2025	**2024**	**39,679,087**	**39,302,481**	**99.05**	**-**	**39,302,481**	**99.05**

Source: Fulton County Tax Commissioner's Office.

CITY OF ALPHARETTA, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

	Governmental Activities									
Fiscal Year	General Obligation Bonds	Revenue Bonds	Financed Purchases	SBITAs	Notes Payable	Fund Balance Restricted to Debt Service	Net Total Primary Government	Percentage of Estimated Actual Taxable Value of Property	Percentage of Personal Income (1)	Per Capita (1)
2016	$ 44,084,193	$ -	$ 1,784,850	$ -	$ 28,803,150	$ (814,051)	$ 73,858,142	0.58	2.72	$ 1,160
2017	93,809,170	-	4,758,516	-	28,522,600	(1,250,405)	125,839,881	0.96	4.26	1,941
2018	91,088,614	-	4,465,217	-	28,232,100	(1,032,049)	122,753,882	0.91	4.05	1,866
2019	88,239,519	-	3,773,607	-	27,730,000	(1,267,709)	118,475,417	0.80	3.55	1,788
2020	84,270,023	-	3,271,886	-	27,340,000	(675,820)	114,206,089	0.72	3.23	1,699
2021 (2)	81,251,480	27,422,724	3,881,210	-	-	(911,954)	111,643,460	0.68	2.91	1,696
2022	108,047,699	26,555,278	5,240,594	452,329	-	(1,095,855)	139,200,045	0.81	3.45	2,097
2023	104,130,535	25,630,934	6,924,983	115,214	-	(1,529,393)	135,272,273	0.72	3.11	2,043
2024	99,986,090	24,644,953	5,974,675	608,464	-	(1,416,149)	129,798,033	0.61	2.90	1,915
2025	**95,734,882**	**23,597,567**	**5,093,735**	**281,905**	-	**(1,251,009)**	**123,457,080**	**0.55**	**2.28**	**1,855**

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

(1) See the Schedule of Demographic and Economic Statistics within this section for personal income and population data.

(2) The Development Authority became a blended component unit in FY2021, and therefore the notes payable from the City to the Development Authority were removed and the Development Authority's General Obligation debt was added to governmental activities totals.

CITY OF ALPHARETTA, GEORGIA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds	Percentage of Actual Taxable Value of Property (1)	Per Capita (2)
2016	$ 43,270,142	0.34 %	$ 679
2017	92,558,765	0.71	1,428
2018	90,056,565	0.67	1,369
2019	86,971,810	0.59	1,313
2020	83,594,203	0.52	1,244
2021	80,339,526	0.49	1,221
2022	106,876,818	0.63	1,616
2023	104,130,535	0.56	1,575
2024	99,986,090	0.47	1,483
2025	95,734,882	**0.43**	**1,440**

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

(1) See the Schedule on Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) Population data can be found in the schedule of Demographic and Economic Statistics.

CITY OF ALPHARETTA, GEORGIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

JUNE 30, 2025

	Net General Obligations Bonded Debt Outstanding	Percentage Applicable to City of Alpharetta (1)	Amount Applicable to City of Alpharetta
Overlapping General Obligation Debt:			
Fulton County, Georgia	$ 209,489,693	6.1%	$ 12,876,256
Fulton County Board of Education	-	0.0%	-
Subtotal, overlapping debt	209,489,693		12,876,256
City of Alpharetta direct debt	124,708,089	100.0%	124,708,089
Total direct and overlapping debt	$ 334,197,782		$ 137,584,345

Sources: Assessed value data used to estimate applicable percentages provided by Fulton County Board of Assessors. Debt outstanding data provided by the Fulton County Board of Education.

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

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

CITY OF ALPHARETTA, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2025	2024	2023	2022
Debt limit	**$ 890,756,854**	$ 852,987,473	$ 747,366,776	$ 683,511,318
Total net debt applicable to limit	**94,483,873**	98,569,941	102,601,142	106,876,818
Legal debt margin	**$ 796,272,981**	$ 754,417,532	$ 644,765,634	$ 576,634,500
Total net debt applicable to the limit as a percentage of debt limit	**11%**	**12%**	**14%**	**16%**

Legal Debt Margin Calculation for Current Fiscal Year

Assessed value	$ 7,160,581,312
Add back: exempt real property	1,746,987,229
Total assessed value	8,907,568,541
Debt limit (10% of total assessed value)	890,756,854
Debt applicable to limit:	
General obligation bonds	95,734,882
Less: Amount set aside for repayment of general obligation debt	(1,251,009)
Total net debt applicable to limit	94,483,873
Legal debt margin	$ 796,272,981

2021	2020	2019	2018	2017	2016
$ 659,762,777	$ 637,386,205	$ 594,316,639	$ 539,563,661	$ 523,782,561	$ 505,512,049
107,762,250	83,621,823	87,015,564	90,056,565	92,558,765	43,270,142
$ 552,000,527	$ 553,764,382	$ 507,301,075	$ 449,507,096	$ 431,223,796	$ 462,241,907
16%	13%	15%	17%	18%	9%

CITY OF ALPHARETTA, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income	Per Capita Personal Income (2)	Median Age (3)	Education Levels in Years of Formal Schooling (4)	School Enrollment (4)	Unemployment Rate (2)
2016	63,693	$ 2,716,124,292	$ 42,644	36.4	16.0	11,388	4.3 %
2017	64,820	2,953,069,560	45,558	37.0	16.0	11,173	4.3 %
2018	65,799	3,034,189,287	46,113	37.4	16.0	12,695	2.9
2019	66,255	3,334,746,660	50,332	37.3	16.0	11,668	2.5
2020	67,208	3,530,839,488	52,536	37.6	16.0	12,078	11.8
2021	65,818	3,842,257,386	58,377	37.6	16.0	12,727	2.1
2022	66,127	4,022,703,791	60,833	39.9	16.0	12,918	1.9
2023	66,108	4,347,857,052	65,769	40.6	16.0	12,724	2.8
2024	67,420	4,449,720,000	66,000	40.6	16.0	13,000	2.8
2025	**66,485**	**5,415,868,100**	**81,460**	**40.7**	**16.0**	**12,820**	**2.9**

Data Sources:
(1) Bureau of the Census/County Regional Planning Commission
(2) State Department of Labor
(3) State Department of Commerce
(4) Fulton County Board of Education and other sources for private schools

Fiscal Year 2016 has been adjusted based upon trend data.

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

CITY OF ALPHARETTA, GEORGIA
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO
(as of December 31)

	2025			2016		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Morgan Stanley	**2,500**	**1**	**3.32 %**			
ADP LLC	**2,200**	**2**	**2.92**	2,012	1	2.52 %
Equifax Inc	**2,100**	**3**	**2.79**	974	9	1.22
Jackson Healthcare LLC	**2,000**	**4**	**2.66**			
Fiserv Inc	**1,907**	**5**	**2.53**	1,615	3	2.02
UPS Supply Chain Solutions	**1,200**	**6**	**1.59**	1,005	7	1.26
Verizon	**1,200**	**7**	**1.59**	1,457	4	1.82
LexisNexis Risk Solutions	**1,200**	**8**	**1.59**	1,070	6	1.34
Change Healthcare	**1,000**	**9**	**1.33**			
Delta Dental	**1,000**	**10**	**1.33**			
McKessonon Information Solutions				1,676	2	2.10
Hewlett-Packard Company				1,106	5	1.38
EY				1,000	8	1.25
GE Consumer Finance America				865	10	1.08
	16,307		**21.65 %**	12,780		15.99 %

Source: Business Wise

CITY OF ALPHARETTA, GEORGIA

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Function										
General government										
Mayor and City Council*	**7.0**	3.5	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
City Administration	**11.0**	9.0	6.0	6.0	6.0	7.0	8.0	10.0	10.0	11.0
Finance	**22.5**	22.5	22.5	22.5	22.5	22.5	22.5	22.5	22.5	22.5
Human Resources	**5.0**	4.0	4.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0
Municipal Court	**7.5**	6.5	6.5	7.0	8.0	8.0	8.0	9.0	9.0	9.0
Information Technology	**14.0**	14.0	13.0	13.0	13.0	13.0	12.0	12.0	12.0	12.0
Community Development	**31.0**	33.0	32.0	32.0	32.0	30.0	28.0	26.0	26.0	23.0
Public Safety	**275.5**	275.5	271.5	265.5	258.5	258.5	253.0	253.0	251.0	246.5
Public Works	**50.0**	50.0	51.0	51.0	52.0	52.0	52.0	52.0	52.0	55.0
Culture and Recreation	**49.5**	49.5	49.0	48.0	51.0	51.0	51.0	51.0	51.0	51.0
Total	**473.0**	467.5	462.5	455.0	453.0	452.0	444.5	444.5	442.5	439.0

Source: City of Alpharetta Budget Office

Full-time positions are counted as "1". Part-time positions are counted as "0.5".

* Adjusted in FY24 to match Human Resources count

CITY OF ALPHARETTA, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Function										
General government										
Ordinances approved	**15**	16	14	14	32	29	14	19	14	22
Special events held	**202**	206	117	90	38***	67***	116	115	119	115
Court cases heard	**10,504**	8,934	10,302	9,376	10,019	11,186	11,749	11,320	14,400	14,938
Bond rating	**Aaa/AAA**	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Software applications supported	**240**	197	172	143	136	137	136	103	99	123
Grants managed	**7**	20	9	10	9	9	9	10	39	32
Police										
Calls for service	**20,651**	20,375	20,606	19,516	17,516	19,007	21,181	80,773	80,105	68,484
Part 1 crimes reported	**N/A****	N/A**	N/A**	N/A**	N/A**	N/A**	N/A**	1,563	1,515	1,626
Traffic citations issued	**9,659**	12,374	13,582	11,104	8,871	10,775	17,817	17,176	20,764	14,375
Fire										
Incident responses	**9,426**	8,511	8,623	7,238	6,429	6,810	8,976	7,219	7,037	6,515
Average response time	**6:08**	6:37	5:36	5:03	6:36	6:14	6:47	4:29	3:04	6:06
Fire safety programs conducted	**207**	118	237	344	106***	261	315	616	401	257
Inspections conducted	**8,909**	6,831	9,347	6,663	7082***	9,020	10,958	12,333	10,215	9,494
Highways and streets										
Traffic signals timed	**126**	125	126	126	125	125	124	126	126	57
Average days to repair pothole	**1**	1	1	1	1	1	1	1	1	2
Stormwater plans reviewed	**755**	194	160	109	121	136	144	160	162	128
Community development										
New building permits issued	**4,588**	4,475	4,400	5,243	5,024	998	5,717	5,902	5,333	4,816
Culture and recreation										
Park acres maintained	**400**	400	392	392	392	392	360	360	360	320
Greenway acres maintained	**300**	300	254	254	254	250	250	250	250	250
Annual program registrants	**75,842**	60,559	56,159	53,150	52,668	15,811***	52,085	52,823	41,025	38,400

Source: Various City departments

** Indicators are no longer available
***Decline due to COVID-19 restrictions

CITY OF ALPHARETTA, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Police										
Stations	**2**	1	2	2	2	2	1	1	1	1
Patrol units and support vehicles	**196**	196	193	174	176	182	171	168	172	158
Police motorcycles	**6**	6	6	9	9	7	6	6	6	8
Fire										
Fire stations	**6**	6	6	6	6	6	6	6	6	6
Ladder units - in service	**2**	2	2	2	1	1	1	1	1	1
Ladder units - reserve	**1**	1	1	1	1	1	1	1	1	1
Pumper units - in service	**6**	6	6	6	6	6	6	6	6	6
Pumper units - reserve	**2**	2	2	2	2	2	2	2	2	2
Highways and streets										
Streets - paved (miles)*	**224**	222	225	225	225	224	227	225	225	223
Streets - unpaved (miles)	**1**	1	1	1	1	1	1	2	2	2
Sidewalk (miles)	**235**	235	235	229	229	229	223	223	220	220
Drainage - piped (miles)	**125**	125	127	129	126	121	121	121	128	128
Drainage - open (miles)*	**54**	54	54	54	54	58	58	57	58	57
Culture and recreation										
Parks - active and passive	**34**	35	28	28	28	19	16	16	16	15
Park acreage	**855**	866	866	866	866	862	832	832	832	800
Greenway and walking trails (miles)	**30**	20	18	18	20	17	17	17	17	17
Adaptive athletic fields	**1**	1	1	1	1	1	1	1	1	1
Athletic fields	**31**	32	32	32	32	28	28	28	28	28
Equestrian facilities	**1**	1	1	1	1	1	1	1	1	1
Skating rinks**	**1**	1	-	-	2	1	2	2	2	2
Swimming pools	**2**	2	2	2	2	2	2	2	1	1
Tennis courts***	**8**	10	13	13	15	17	17	17	17	17
Recreation buildings	**10**	27	27	27	27	27	26	26	26	21
Playgrounds	**12**	13	10	10	10	10	8	8	8	8
Picnic shelters/restrooms	**49**	41	37	37	37	37	34	34	34	24
Pickleball courts***	**18**	18	10	10	6	-	-	-	-	-

Source: Various government departments

Note: Capital asset indicators are not available for the general government function

*Change due to update of GIS records

**Previously stated as hockey rinks but are no longer used for hockey

***Tennis courts were converted into Pickleball courts