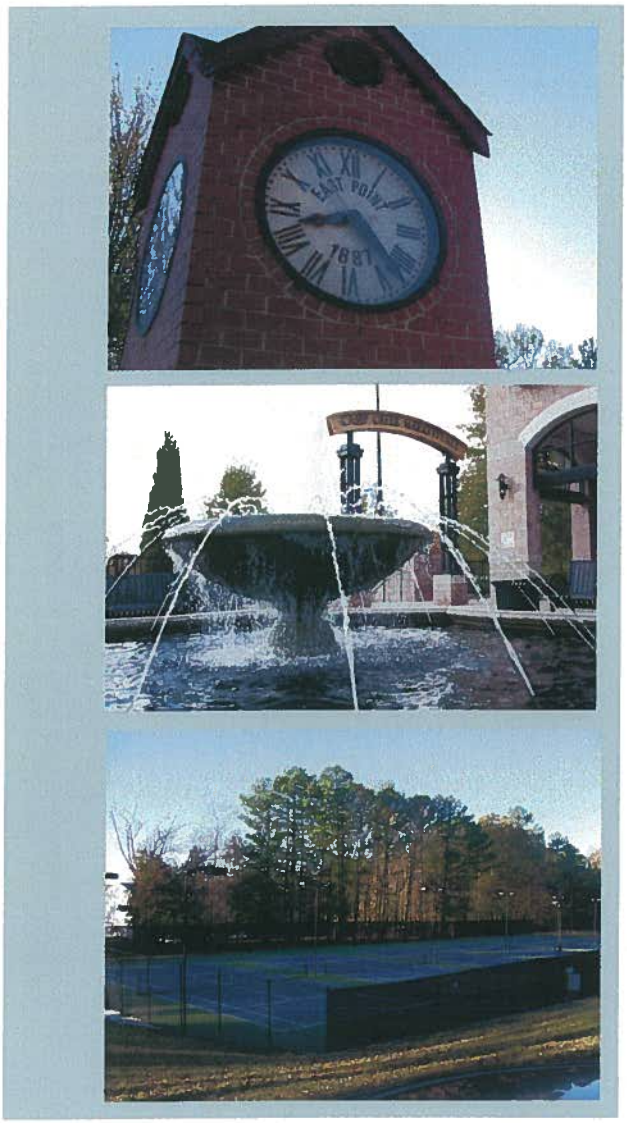
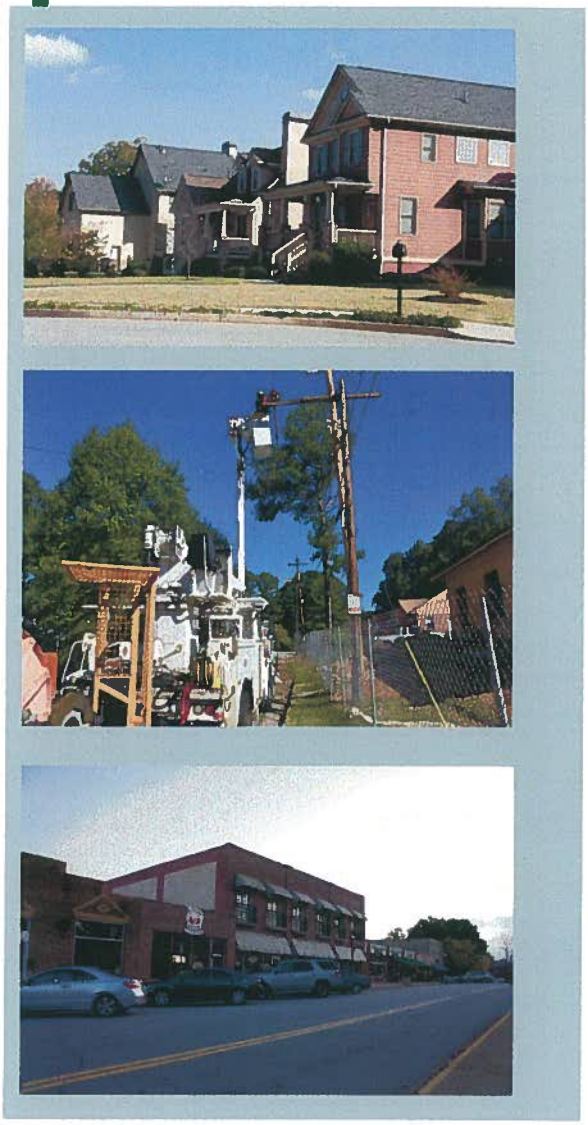
City of East Point
Comprehensive Annual Financial Report





The city of
EAST POINT
Georgia

For the Year Ended
June 30, 2012

The city of
EAST POINT
Georgia

City of East Point, Georgia

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2012

"Courtesy is our specialty;honesty and efficiency our goal"

Earnestine D. Pittman

Mayor

Reggie Taylor

City Manager

Derrick Cannon

Interim Finance Director

City of East Point, Georgia
Comprehensive Annual Financial Report
For The Year Ended June 30, 2012

TABLE OF CONTENTS

Introductory Section
(Unaudited)

Letter of Transmittal i
GFOA Certificate iv
Organizational Chart v
Principal Officials vi

Financial Section

Independent Auditors' Report 1-2

Management's Discussion and Analysis (Unaudited) 3-13

Basic Financial Statements

Government-wide Financial Statements:
Statement of Net Assets 14
Statement of Activities 15

Fund Financial Statements:

Governmental Funds:
Balance Sheet 16
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets) 17
Statement of Revenues, Expenditures and Changes in Fund Balances 18
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-wide Statement of Activities) 19
General Fund - Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual 20

Proprietary Funds:
Statement of Net Assets 21
Statement of Revenues, Expenses, and Changes in Fund Net Assets 22
Statement of Cash Flows 23-24

Fiduciary Funds:
Statement of Fiduciary Net Assets 25
Comparative Statement of Changes in Fiduciary Net Assets 26

Component Units:
Combining Statement of Net Assets 27
Combining Statement of Activities 28

Notes to the Basic Financial Statements 29-61

Required Supplementary Information
Schedule of Funding Progress 62

Supplemental Information:

Combining and Individual Fund Statements and Schedules:

Governmental Funds:

Fund Descriptions 63

Nonmajor Governmental Funds:
Combining Balance Sheet – By Fund Type 64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type 65

Major *General Fund*:
Comparative Balance Sheet 66
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances 67
Schedule of Revenues – Budget and Actual 68-69
Schedule of Expenditures – Budget and Actual 70-75

Nonmajor Special Revenue Funds:
Combining Balance Sheet 76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances 77

Special Revenue Funds:
Restricted Grants Fund
Comparative Balance Sheet 78
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 79
Hotel-Motel Tax Fund
Comparative Balance Sheet 80
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 81
Police Grants Fund
Comparative Balance Sheet 82
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 83
Confiscated Assets Fund
Comparative Balance Sheet 84
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 85
E-911Fund
Comparative Balance Sheet 86
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 87

Nonmajor Debt Service Funds:
Combining Balance Sheet 88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances 89

Camp Creek Tax Allocation District Fund
Comparative Balance Sheet 90
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 91
East Point Corridors Tax Allocation District Fund
Comparative Balance Sheet 92
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 93

Capital Projects Funds:
Combining Balance Sheet 94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances 95
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 96

Proprietary Funds

Enterprise Funds:
Major Enterprise Funds
Water and Sewer Fund
Comparative Statement of Net Assets 97
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type 98
Comparative Statement of Cash Flows 99-100

Electrical Fund
Comparative Statement of Net Assets 101
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type 102
Comparative Statement of Cash Flows 103-104

Solid Waste Fund
Comparative Statement of Net Assets 105
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type 106
Comparative Statement of Cash Flows 107-108

Internal Service Funds:
Motor Transport Fund
Comparative Statement of Net Assets 109
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type 110
Comparative Statement of Cash Flows 111

Fiduciary Funds:

Pension Trust Funds:
Comparative Statement of Plan Net Assets 112
Comparative Statement of Changes Plan Net Assets 113
Agency Fund:
Comparative Statement of Assets and Liabilities 114
Comparative Statement of Changes in Assets and Liabilities 115

Statistical Section
(Unaudited)

Introduction to Statistical Section 116

Financial Trend Information
Changes in Net Assets – Governmental Activities 117
Changes in Net Assets – Governmental Activities – Percentage of Total 118
Changes in Net Assets – Business-type Activities 119
Changes in Net Assets – Total 120
Government-wide Net Assets – By Component 121
Chart-Government-wide Net Assets – By Component 122
General Governmental Revenues by Source 123
Chart-General Governmental Revenues by Source 124
Tax Revenues by Source – Governmental Funds 125
Chart-Tax Revenues by Source – Governmental Funds 126
General Governmental Expenditures by Function 127
General Governmental Current Expenditures by Function 128
Chart-General Governmental Current Expenditures by Function 129
Summary of Changes in Fund Balances – Governmental Funds 130
Chart-Summary of Changes in Fund Balances – Governmental Funds 131
Fund Balances - Governmental Funds – 2003 - 2012 132
Fund Balances - Governmental Funds - 2012 133

Revenue Capacity Information
Taxable Assessed Value and Estimated Actual Value of Property – By Type 134
Chart-Taxable Assessed Value and Estimated Actual Value of Property – By Type 135
Direct and Overlapping Property Tax Rates 136
Chart-Direct and Overlapping Property Tax Rates 137
Property Tax Levies and Collections 138
Principal Property Taxpayers 139
Direct and Overlapping Sales and Use Tax Rates 140
Taxable Sales by Group 141
Number of Utility Customer Accounts 142
Electric Service Rates 143
Ten Largest Customers – Electric Service 144
Water Service Rates 145
Ten Largest Customers – Water Service 146
Sewer Service Rates 147

Debt Capacity Information

Ratios of Total Debt Outstanding - By Type 148
Direct and Overlapping Governmental Activities Debt 149
Legal Debt Margin 150

Demographic and Economic Information

Demographic and Economic Statistics 151
Principal Employers 152

Operating Information

City Employees by Function/Program 153
Operating Statistics by Function/Program 154
Operating Statistics by Utility Service 155
Capital Asset Statistics by Function/Program 156

THIS PAGE INTENTIONALLY LEFT BLANK



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

INTRODUCTORY SECTION

The City of
East Point

MAYOR

EARNESTINE D. PITTMAN

COUNCIL MEMBERS

SHARONDA HUBBARD
ALEXANDER GOTHARD

PAT LANGFORD
LANCE RHODES

MARCEL L. REED
MYRON B. COOK

J. SLAUGHTER-GIBBONS
LATONYA MARTIN

CITY MANAGER

REGGIE TAYLOR

City of East Point

2777 East Point Street
East Point, GA 30344

January 15, 2013

Honorable Mayor, Honorable Members of the Governing Council and
Citizens of East Point, Georgia:

The Comprehensive Annual Financial Report of the City of East Point, Georgia, for the fiscal year ended June 30, 2012, is herein submitted as required by state government, statutorily require that all general-purpose local governments annually issue a financial report covering its financial position and activity, in conformance with generally accepted accounting principles (GAAP), and that this report be audited by an independent firm of certified public accountants.

The City is also required to submit an annual single audit in conformity with the standards applicable to financial audits contained in the *Government Auditing Standards* issued by the Comptroller General of the United States and the U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Non-Profit Organizations*. Components of the single audit, including the schedule of financial assistance, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

The auditor's opinion intended to provide reasonable assurance that all financial statements will be free from material misstatement. To the best of management's knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City of East Point. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, resides with the City.

The financial reporting entity for the City of East Point includes all funds of the primary government, the City of East Point, as well as all of its component units. Component units are separate entities for which the primary government is financially accountable and are included as part of the primary government's reporting. The East Point Building Authority is reported as a blended unit in the governmental funds of the primary government. Non-blended component units are reported in a separate column in the government-wide financial statements. To differentiate their financial position and results of operations from those of the primary government, the East Point Business and Industrial Development Authority and the Keep East Point Beautiful are reported as discretely presented component units.

In addition to the Letter of Transmittal, a narrative in the form of Management's Discussion and Analysis (MD&A), is included and contains an introduction, overview, and analysis to accompany the basic financial statements. The Letter of Transmittal is a complement to the MD&A and should be read in conjunction with it. The MD&A follows the report of the independent auditor.

Annual Audit

State statutes require an annual audit be performed by independent certified public accountants. The firm of Banks, Finley, White & Co. was selected by the City to perform these auditing services. In addition to meeting requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act of 1996, as amended, and the related U.S. Office of Management and Budget's Circular A-133. Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's reports on internal

controls and compliance with applicable laws and regulations can be found in a separately issued single audit report and internal control report.

Form of Government

The Charter of the City of East Point establishes a Council-Manager form of government. Under this form, legislative policymaking is vested in the elected governing council, consisting of a mayor and an eight member council. Four members of the eight members are elected from districts while four members are elected at large for four year terms. All members are elected on a non-partisan basis. The mayor is elected at large for a four-year term. The City Council establishes policy by passing ordinances and resolutions including adopting an annual budget as proposed by the City Manager. The Council appoints the City Manager, City Clerk and City Attorney. The Council also appoints both a Budget Committee and a Finance Committee. The City Manager serves as the Chief Executive Officer responsible for executing the policies of the governing council and for the supervision of the day-to-day operations of the City.

Profile of the City of East Point

Located southwest of Atlanta, the City is included in the Atlanta, Georgia Metropolitan area. East Point has immediate access to the Interstate system (I-75, I-85, I-285), heavy rail, MARTA (transit and bus routes) and is less than a 10-minute drive to Hartsfield-Jackson Atlanta International Airport. The City's population as of the 2010 Census was 33,712. There are 13,333 occupied housing units with an average household size of 2.50. The median house value as of 2012 (most current information) was $107,000 with a median household income of $38,759. Median gross rent as of 2012 was $857. East Point's unemployment is 12.8%. However, those numbers could improve as the City tackles some of the unmet demand in retail space. The City has a current unmet retail space demand of 197,456 square feet within a 2-mile Primary Market area. As of 2012 there were 1,020 businesses in the City with 15,635 employees. The hospitality industry is the largest employer (based on number employees) in the City.

With Fulton County being the largest county in the State of Georgia, the City of East Point is the largest city in South Fulton County. Neighborhoods are continually being revitalized as is downtown East Point, which is geared toward mixed-use development. New businesses are being developed and existing businesses are relocating to the City. The City Council and Fulton County Board of Commission adopted the East Point Corridors Tax Allocation District in 2006 which includes Main Street, redevelopment nodes along Cleveland Avenue and redevelopment nodes along Washington Road.

While the City owns and operates three utility enterprises with revenues in excess of $50,000,000 (electricity, water and sanitary sewer and sanitation), the primary general governments revenue streams are property taxes and sales taxes. This is a good revenue mix as property taxes are classified as "inelastic" and sales taxes are classified as "elastic." Sales tax revenue is highly sensitive to fluctuations in the economy. However, as with other local governments, the current economic downturn has definitely affected the City's 2012 general government revenue streams.

Budgetary Controls

The City adopts an annual budget as a basis for the budgetary accounting system designed to ensure compliance with legal provisions embodied in the annual appropriated budget. Monthly budgetary reporting is a significant part of budgetary controls as supported by a formal system of amendments and transfers. Activities of the General Fund, Enterprise Funds, and certain Special Revenue Funds are included in the annual appropriated budget. Project length financial plans are adopted for the Capital Projects Program.
For additional oversight, the City established Budget and Finance Committees. The Committees are composed of three elected officials and one citizen representative. The citizen representative is

approved by majority vote of Mayor and Council. The Budget Committee is charged with monitoring revenues and expenditures and recommending capital improvements. The Finance Committee is charged with reviewing proposed debt financing and participating in the selection of the outside auditing firm.

Internal controls

Management is responsible for establishing and maintaining an internal control structure. This structure is designed to ensure that the assets of the City are protected from loss, theft or misuse. Management must ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use of disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgment by management.

As a recipient of federal, state, and county financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to federal assistance programs as mandated by the Single Audit Act. As a part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to federal financial assistance programs, as well as to determine adherence to applicable laws and regulations. The auditor's report is a separate document on compliance with federal programs and is not included in this report.

Awards

The Government Finance Officers Association ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its (CAFR) for the fiscal year ended June 30, 2011. In order to be awarded a certificate of Achievement, the City published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Programs requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

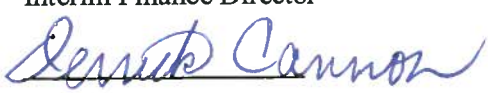
The preparation of the comprehensive annual financial report could not have been accomplished without the dedication of the finance department staff. I would like to express our appreciation to each member of the department who assisted and contributed to the preparation of this report. Due credit also should be given to our independent auditors, Banks, Finley, White & Co., the mayor, the city manager, and the governing council for their interest, and support in planning and conducting the operations of the City of East Point in a responsible and progressive manner. Everyone has our sincere appreciation for the contributions made in the preparation of this report.

Respectfully submitted.

Reggie Taylor
City Manager



Derrick Cannon
Interim Finance Director



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of East Point
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

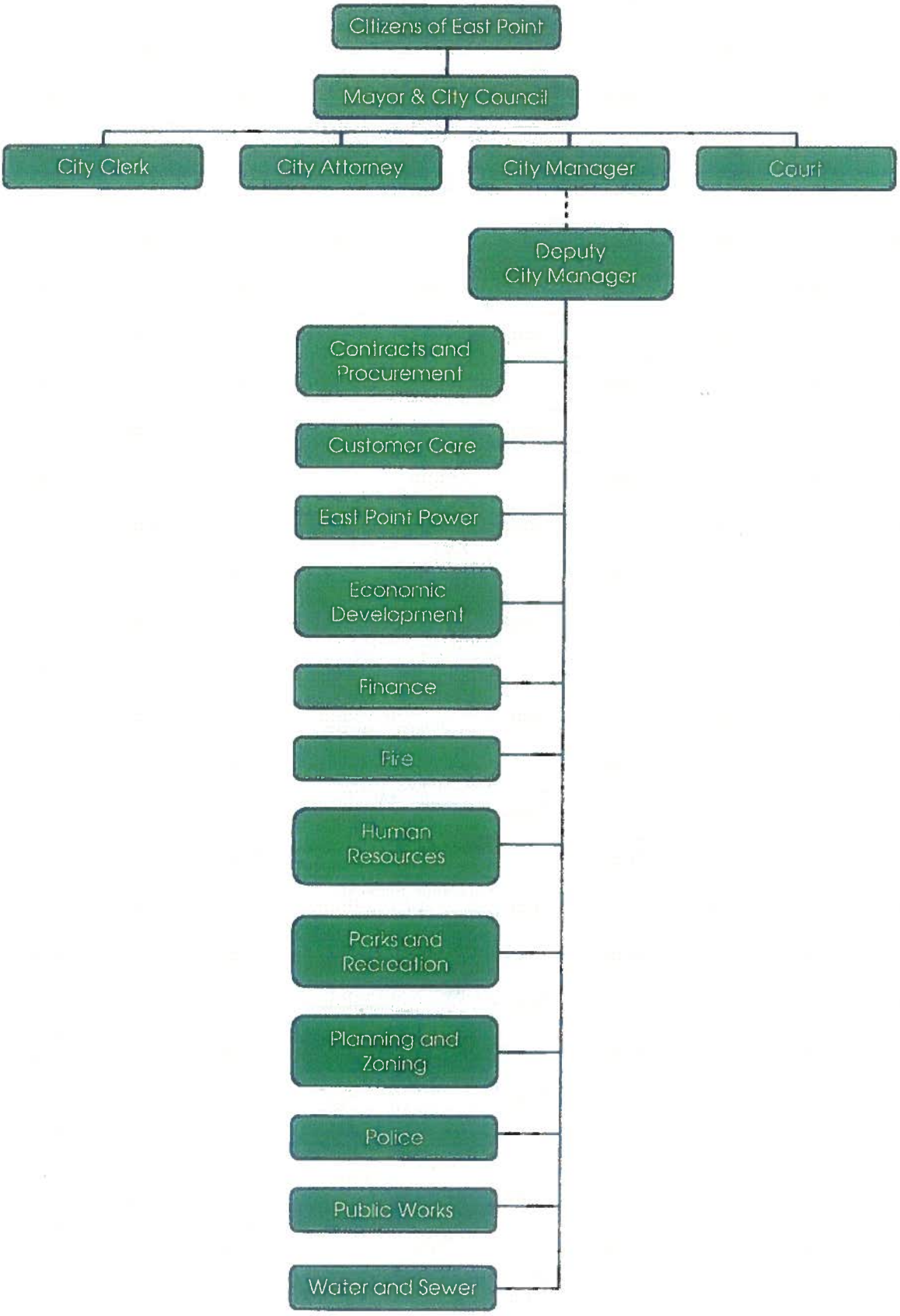
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



Christopher P Morrill
President

Jeffrey R. Esser
Executive Director

City of East Point Organization Chart



Mayor and City Council



Mayor
Earnestine D. Pittman

WARD A



Sharonda D. Hubbard
At-Large



Alexander Gothard

WARD B



Pat Langford
At-Large



Lance Rhodes

WARD C



Marcel L. Reed
At-Large



Myron Cook

WARD D



Jacqueline Slaughter-Gibbons
At-Large



LaTonya Martin

The City of East Point is divided into 4 wards. Each ward is represented by 2 elected Council Members

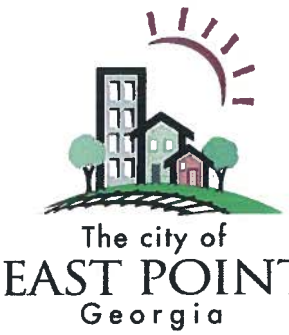
Listing of Principal Appointed Officials

Reggie Taylor
City Manager

City Attorney.....Corliss Lawson

City Clerk..... Agnes Beltran-Goodwine

Court Judge.....Rashida Oliver



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

FINANCIAL SECTION

BANKS, FINLEY, WHITE & CO.
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Honorable Mayor and Members of the City Council
City of East Point, Georgia:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining funds information of the City of East Point, Georgia (the "City"), as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of East Point, Georgia as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison of the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Governmental Auditing Standards,* we have also issued our report dated January 15, 2013, on consideration of the City's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Honorable Mayor and Members of the City Council
City of East Point, Georgia

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedule of Funding Progress on pages 3 through 13 and 62, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied by us in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedure applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Banks, Finley, White & Co.

January 15, 2013.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the annual financial report for City of East Point (the City), the City's management is pleased to provide this narrative discussion and analysis of the financial activities of the City for the fiscal year ended June 30, 2012. The City's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FISCAL YEAR 2012 FINANCIAL HIGHLIGHTS

- The City's assets exceeded its liabilities by $61,802,399 (total net assets) as of June 30, 2012.
- Total net assets are comprised of the following:
  (1) Capital assets, net of related debt, of $54,631,133 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  (2) Net assets of $6,572,068, are restricted by constraints imposed from outside the City such as debt covenants, grantors, laws, or regulations.
  (3) Unrestricted net assets is $599,198.
- The City's governmental funds reported total ending fund balance of $8,221,048 at June 30, 2012. This compares to the prior year ending fund balance of $9,030,587 showing a decrease of $809,539 during the current year. Unassigned fund balance of $1,365,043 at June 30, 2012 shows a $2,439,785 decrease from the prior year amount at June 30, 2011.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was $1,365,042 or 4 % of total General Fund expenditures.
- The staggering economy continued to play havoc with many of the City's 2012 revenue streams, especially property taxes.
- In the City's business-type activities revenues increased by $6,734,055 or 12.4% and the expenses increased by $5,176,584 or 9.9%.
- In this fiscal year, the City made improvements in its financial position.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the City's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City also includes in this report additional information to supplement the basic financial statements. Comparative data is presented to allow comparison to the prior fiscal year.

Government-wide Financial Statements

The City's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Assets.* This is the government-wide statement of position presenting information that includes all of the City's assets and liabilities, with the difference reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City as a whole is improving or deteriorating. Evaluation of the overall health of the City would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid.

An important purpose of the design of the statement of activities is to show the financial reliance of the City's distinct activities or functions on revenues provided by the City's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City principally supported by taxes from business-type activities intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, judicial, community development, public safety, public works, parks, recreation and culture, planning and community development and health and welfare. Business-type activities include the water and sewer system, the electric system and solid waste activities.

The government-wide financial statements are presented on pages 14 & 15 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City's most significant funds rather than the City as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The City has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives. The general fund's budget to actual comparison statement is presented as a basic financial statement.

The basic governmental fund financial statements are presented on pages 16 - 20 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements in a later section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City charges customers a fee. The City's proprietary funds are classified as three enterprise funds and a single internal service fund. The enterprise fund essentially encompass the same function reported as business-type activities in the government-wide statements. The internal service fund is reported as part of the business-type activities at the government-wide financial reporting level.

The basic proprietary fund financial statements are presented on pages 21 - 24 of this report.

Fiduciary funds (i.e., the agency funds) are reported in the fiduciary fund financial statements, but are excluded from the government-wide reporting. Fiduciary fund financial statements report resources that are not available to fund City programs. The City's single-employer pension plan (a pension trust fund) and collections of municipal court fees (an agency fund) are reported in these financial statements as fiduciary funds. The basic fiduciary fund financial statements are presented on pages 25 & 26 of this report.

Discretely presented component units are reported on pages 27 and 28.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 29 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's single employer pension plan. The required supplementary information can be found on page 62 of this report.

Supplementary Information

As discussed, the City reports major funds in the basic financial statements. Comparative information for major funds and combining and individual statements and schedules for nonmajor funds, including budgetary comparison schedules, are presented in a supplementary information section of this report beginning on page 63.

(This page continued on the subsequent page)

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

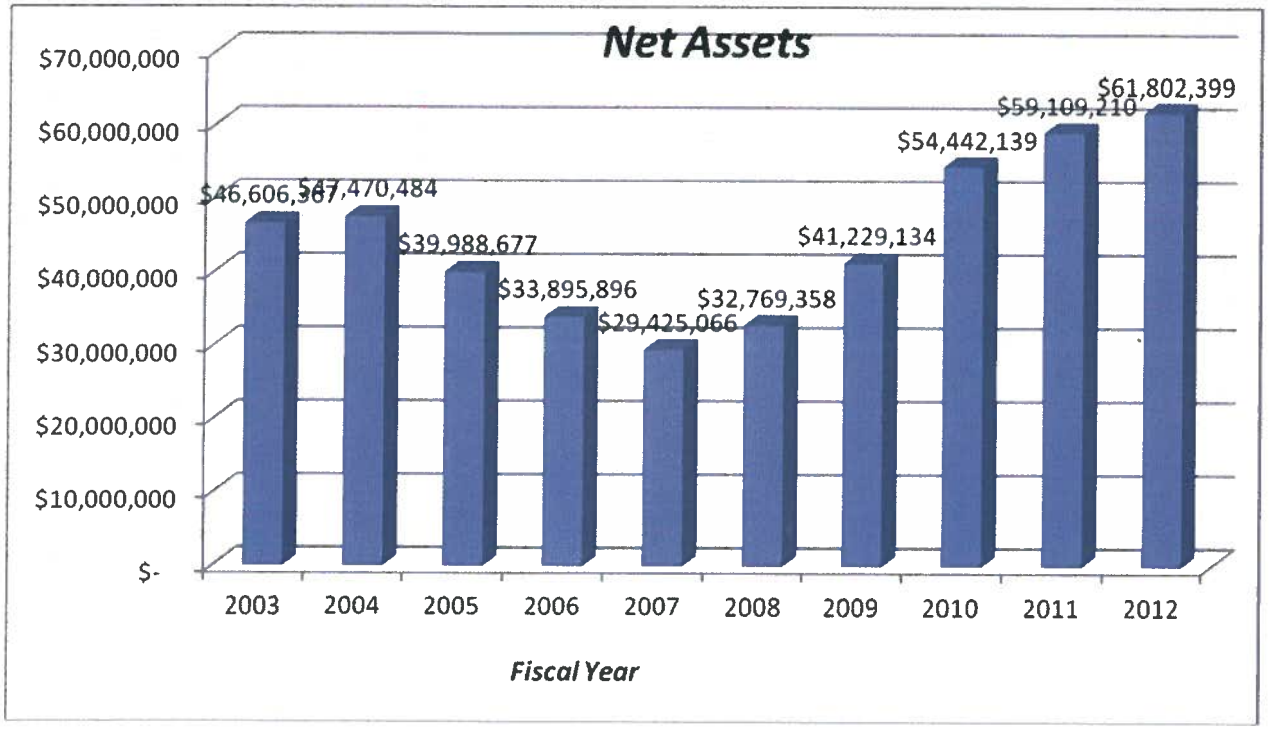
The City's net assets at fiscal year-end are $61,802,399. The following table provides a summary of the City's net assets:

Summary of Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets:						
Current assets	$ 20,766,352	$ 20,832,940	$ 17,146,606	$ 15,651,453	$ 37,912,958	$ 36,484,393
Noncurrent assets						
Other	-	-	8,751,942	15,384,337	8,751,942	15,384,337
Capital	60,106,305	60,704,996	79,293,301	75,316,494	139,399,606	136,021,490
Total assets	80,872,657	81,537,936	105,191,849	106,352,284	186,064,506	187,890,220
Liabilities:						
Current liabilities	15,016,734	14,029,991	17,795,219	16,878,257	32,811,953	30,908,248
Long-term liabilities	24,583,478	26,744,106	66,866,676	71,128,657	91,450,154	97,872,763
Total liabilities	39,600,212	40,774,097	84,661,895	88,006,914	124,262,107	128,781,011
Net assets:						
Investment in capital assets, net of related debt	38,473,929	36,341,536	16,157,204	12,361,835	54,631,133	48,703,371
Restricted	6,572,068	4,951,277	-	-	6,572,068	4,951,277
Unrestricted	(3,773,552)	(528,974)	4,372,750	5,983,535	599,198	5,454,561
Total net assets	$ 41,272,445	$ 40,763,839	$ 20,529,954	$ 18,345,370	$ 61,802,399	$ 59,109,209

(This page is continued on the subsequent page)

The following chart reports the City's total net asset balances from fiscal year 2003 - 2012.



Current assets in governmental activities decreased and in business-type activities increase in fiscal year June 30, 2012.

The City reported positive balances in net assets for both governmental and business-type activities. During 2012, net assets increased $508,605 for governmental activities and increased $2,184,189 for business-type activities. The City's overall financial position improved during fiscal year 2012.

Note that approximately 93% of the governmental activities' total assets are tied up in capital assets. The City uses these capital assets to provide services to its citizens. Business-type capital assets make up 84% of total assets. The City uses these capital assets to provide utility services to its customers. Combining governmental activities with business type activities, the City has invested approximately 90% of its total assets in capital assets, as presented in the government-wide statement of net assets.

(This page is continued on the subsequent page)

The following table provides a summary of the City's changes in net assets at June 30, 2012 and 2011:

Summary of Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2012	**2011**	**2012**	**2011**	**2012**	**2011**
Revenues:						
Program:						
Charges for services & fines	$ 4,536,336	$ 4,689,915	$ 60,772,816	$ 53,328,965	$ 65,309,152	$ 58,018,880
Operating grants	933,618	352,699	-	-	933,618	352,699
General:						
Property taxes	13,672,514	15,822,274	-	-	13,672,514	15,822,274
Sales taxes	10,290,616	9,537,621	-	-	10,290,616	9,537,621
Other taxes	5,903,473	4,960,340	-	-	5,903,473	4,960,340
Other	1,779,684	1,132,275	4,335,699	5,315,441	6,115,383	6,447,716
Total revenues	37,116,241	36,495,124	65,108,515	58,644,406	102,224,756	95,139,530
Program Expenses:						
General government	8,064,554	6,902,128	-	-	8,064,554	6,902,128
Judicial	605,818	671,721	-	-	605,818	671,721
Public safety	21,651,592	21,197,727	-	-	21,651,592	21,197,727
Public works	2,896,606	2,681,927	-	-	2,896,606	2,681,927
Culture and recreation	1,424,025	1,412,401	-	-	1,424,025	1,412,401
Planning/community development	1,812,453	1,277,413	-	-	1,812,453	1,277,413
Interest	2,553,950	1,969,729	-	-	2,553,950	1,969,729
Water and sewer	-	-	16,831,481	14,303,538	16,831,481	14,303,538
Electrical system	-	-	39,516,518	36,490,533	39,516,518	36,490,533
Solid waste management	-	-	4,174,570	3,565,343	4,174,570	3,565,343
Total expenses	39,008,998	36,113,046	60,522,569	54,359,414	99,531,567	90,472,460
Revenues over expenses	(1,892,757)	382,078	4,585,946	4,284,992	2,693,189	4,667,070
Transfers in and (out)	2,401,362	1,814,553	(2,401,362)	(1,814,553)	-	-
Changes in net assets	508,605	2,196,631	2,184,584	2,470,439	2,693,189	4,667,070
Beginning net assets	40,763,840	38,567,208	18,345,370	15,874,931	59,109,210	54,442,139
Ending net assets	$ 41,272,445	$ 40,763,840	$ 20,529,954	$ 18,345,370	$ 61,802,399	$ 59,109,209

Governmental Activity Revenues

The City is heavily reliant on both property taxes and sales taxes to support governmental operations. Property taxes provided 37% of the City's total revenues as compared to 43.4% in fiscal year 2011, Sales and use taxes provided 28% of the City's total revenues as compared 26.1% in fiscal year 2011. As noted, currently property tax revenue is declining. Sales taxes are slightly up from the fiscal year 2011.

Note that program revenues covered just 12% of governmental operating expenditures as compared to the same 14% in fiscal year 2011. This means that the government's taxpayers and the City's other general revenues normally fund 88% of the governmental activities, primarily from property and sales taxes. As a result, the general economy and the success of local businesses have a major impact on the City's revenue streams.

Governmental Activity Expenses

General government expenses were up approximately $1.2 million, primarily due to the amendment to the recovery of general administrative costs from our three utilities, which resulted in approximately $300,000 less from prior year and early capital lease pay offs. The public safety expenses increased approximately $653,865 from the fiscal year 2011 amount due to acquisition of new vehicles and early lease pay offs. The economic and development expenses increased by $535,040 from fiscal year 2011 amount primarily due to the City's contract with the Atlanta Convention and Visitors Bureau for tourism, convention and trade promotion within the City.

The following table presents the cost of each of the City's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City's taxpayers by each of these functions.

Governmental Activities

	Total Cost of Service		Percentage	Net Cost of Service		Percentage
	2012	2011	change	2012	2011	change
General government	$ 8,064,555	$ 6,902,128	20.7%	$ 6,207,692	$ 5,215,009	18.5%
Judicial	605,818	671,721	1.6%	(1,129,887)	671,721	-3.4%
Public safety	21,651,592	21,197,727	55.5%	19,896,351	17,911,590	59.3%
Public works	2,896,606	2,681,927	7.4%	2,849,590	2,676,664	8.5%
Culture and recreation	1,424,025	1,412,401	3.7%	1,348,896	1,348,306	4.0%
Economic and community development	1,812,453	1,277,413	4.6%	1,812,453	1,277,413	5.4%
Interest and fiscal charges	2,553,949	1,969,729	6.4%	2,553,949	1,969,729	7.6%
Total	$ 39,008,998	$ 36,113,046	100.0%	$ 33,539,044	$ 31,070,432	100.0%

As noted, total cost and net costs do not differ substantially by percentage for each function.

Business-Type Activities

Overall Analysis – Total operating revenues increased approximately $6,734,055 or 12%. Operating expenses increased $5,176,584 or 9.9%. In total, the operating income increased $1,557,471. The factors contributing to these results include: the utility rate increase and the rising cost of materials and supplies.

After all cost allocations, the change in net assets for each utility was as follows:

	Amount
Water and sewerage system	$3,013,303
Electrical system	(505,271)
Solid waste	(323,448)

The following includes an analysis of the fiscal year 2012 financial activities for each utility.

Water and Sewerage System – Operating revenue increased $5,162,456 and operating expenses increased $1,580,748. The major increase from fiscal year 2011amounts relate to the rate increased of the water and sewer service charge to customers, cost of personal services and materials. In total, the change in net assets increased $3,013,303. At year-end, net assets totaled $8,970,854, an increase from the June 30, 2011 total of $5,975,551 or 88%.

Electrical System – Operating revenue increased $1,254,515 and operating expenses increased $3,050,104. The increase in revenue was caused by more power consumption by the customers. The latter increase relates to the wholesale cost of electricity rising approximately $3.1 million in the current year. This fund also recognized $4.1 million of MEAG distributions of their bond reserve.

At year-end, net assets totaled $11,528,389 down from June 30, 2011 total of $12,033,660 or 4%.

Solid Waste Fund – Operating revenue increased $317,082 and operating expenses increased $545,733. The increased in the operating revenues were the results of increase in customer base and collections. The increased in expenses were attributed to contractual services fees and $195,880 charge of cost allocation from the general fund of the City's general administration expenditures, which were not charged in fiscal year 2011. In total, the change in net assets is down $323,448. At year-end, net assets totaled $30,711, down from the June 30, 2011 total of $354,159.

FUND ANALYSIS

Governmental Funds

Governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of $8,221,048 compared to a balance of $9,030,587 at June 30, 2011. Of this year-end total, $1,365,041 is unassigned indicating availability for continuing City service delivery requirements

Legally restricted fund balances include approximately $6.5 million set aside for debt service and public safety purposes. The total ending fund balances of governmental funds show a decrease of approximately $809,539.

Major Governmental Fund

General Fund - The General Fund is the City's only major governmental fund, the primary operating fund, and the largest source of day-to-day service delivery. The ending unassigned fund balance represents an equivalent of 4% of annual expenditures.

Total general fund property taxes decreased $2,242,800 or 19% from the 2011 balance. Local option sales taxes revenue increased $752,995 above the 2011 amount. In total, tax revenues were $1,489,805 below those of 2011. This is an impact from the current recession causing decline in property values.

In fiscal year 2012, the general fund recognized $1,264,038 or 4.1% less revenue than the 2011 total revenues.

Other contributing factor includes a lower number of citations issued in fiscal year 2012 causing approximately $297,000 or 15% below 2011 amount from fines and forfeitures revenues.

Total General Fund's net expenditures (after allocations) increased $1,194,012 or 7.4% above the fiscal year 2011 amount. The most significant changes from fiscal year 2011, are described below.

- In the fiscal year 2012 the City changed its overhead cost allocation method resulting approximately $284,954 less reimbursements from the utilities funds than the 2011 amount.
- The largest cost center, public safety increased $1,712,618 million or 9%. Much of this increase relates to personal cost as there were vacancies in fiscal year 2011 that were filled in 2012.
- Early lease pay off amount of approximately $505,713 and construction of roadways.
- The City expended $1,161,309 on tourism, convention and trade promotional services.
- Public works costs increased $634,648, much of which relates to the acquisition of new vehicles and early lease pay off.

Proprietary Funds

Proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The business-type activities analysis above discusses the City's enterprise funds.

GENERAL FUND BUDGETARY HIGHLIGHTS

The revenue budget was decreased $458,741 from the original budget. The major revenue stream under budget relates to property tax revenues, which were approximately $2.6 million below the final budget. However, Licenses and permits revenues were $408,556 over the final budget as the result of approximately 385 more permits issued in fiscal year 2012. The sales tax revenue was also $1,090,616 more than the final budget. In total, the City realized approximately 99% of the projected revenue budget.

The actual expenditures were $2,250,331or 14.17% above the final budget. The main factors contributing the overrun are explained below:

- The budget for general claims were exhausted by $900,000.
- There were early retirements of capital leases of approximately $1,183,565 that were not factored in the final budget

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of June 30, 2012, was $54,631,133 and $79,293,301 respectively. See Note 3-E for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year.

The following table provides a summary of capital asset activity:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Non-depreciable assets:						
Land	$ 4,482,466	$ 4,482,466	$ -	$ -	$ 4,482,466	$ 4,482,466
Construction in progress	-	-	30,560,449	28,071,234	30,560,449	28,071,234
Total non-depreciable	4,482,466	4,482,466	30,560,449	28,071,234	35,042,915	32,553,700
Depreciable assets:						
Buildings and improvements	18,653,428	18,368,461	103,502,895	97,168,562	122,156,323	115,537,023
Machinery, equipment, furniture and vehicles	33,550,562	32,449,288	15,608,106	15,682,434	49,158,668	48,131,722
Infrastructure	62,923,832	62,603,160	-	-	62,923,832	62,603,160
Total depreciable assets	115,127,822	113,420,909	119,111,001	112,850,996	234,238,823	226,271,905
Less accumulated depreciation	59,503,983	57,198,379	70,378,149	65,605,738	129,882,132	122,804,117
Book value - depreciable assets	55,623,839	56,222,530	48,732,852	47,245,258	104,356,691	103,467,788
Percentage depreciated	52%	50%	59%	58%	55%	54%
Total Assets	$ 60,106,305	$ 60,704,996	$ 79,293,301	$ 75,316,492	$ 139,399,606	$ 136,021,488

At June 30, 2012, the depreciable capital assets for governmental activities were 52% depreciated. This compares to a 50% at June 30, 2011. This comparison indicates that the City is replacing its assets at almost the same rate as they are depreciating which is a positive indicator. However, the City's capital assets have now approached being 55% depreciated, which is an indicator that the City needs to consider replacing some of its older assets. With the City's business type activities, 59% of the asset values were depreciated at June 30, 2011 compared to 58% at June 30, 2011.

Long-term Debt

During fiscal year 2012, the City retired $2,682,224 or 11% of outstanding debt for governmental activities and $5,630,637 or 7% of outstanding debt for business-type activities.

The following table reports long-term debt balances at June 30, 2012 and 2011:

	Governmental Activities		Business-type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Building authority bonds	$ 1,088,624	$ 1,150,000	$ 70,280,000	$ 73,920,000	$ 71,368,624	$ 75,070,000
Tax allocation bonds	19,650,000	20,385,000	-	-	19,650,000	20,385,000
Capital leases	942,612	2,828,460	1,504,713	3,495,350	2,447,325	6,323,810
Total	$ 21,681,236	$ 24,363,460	$ 71,784,713	$ 77,415,350	$ 93,465,949	$ 101,778,810

The tax allocation bonds will be repaid over a period ending in 2026. The business-type activities building authority bonds will be retired over a period ending in 2035.

See Note 3-H for additional information about the City's long-term debt.

A SUMMARY OF THE ECONOMIC CONDITIONS AFFECTING THE CITY

The City is included in the Atlanta, Georgia Metropolitan area, very close to Hartsfield-Jackson International airport. The City has an estimated 2010 population per the Census is 33,712 , with 13,333 housing units with an average household size of 2.50. Median house value is $107,000 and median household income is $38,759. Unemployment is estimated at 12.8%.

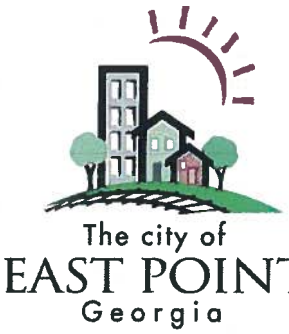
The City of East Point is the third largest city in Fulton County, which is most urbanized county in the state of Georgia. Neighborhoods are continually being revitalized as is downtown East Point, which is geared toward mixed-use development. New businesses are being developed and existing businesses are relocating to the City. The City has created the Corridors Tax Anticipation District to encourage improvements to downtown.

The primary revenue streams for the City are property taxes and sales taxes. This is a good revenue mix as property taxes are classified as "inelastic" and sales taxes are classified as "elastic." Sales tax revenue is highly sensitive to fluctuations in the economy. The current economic downturn has definitely affected the City's 2012 revenue streams and the 2012 budget is a no-frills operational budget with departmental belt tightening and very few capital projects. We are hopeful the economy will recover by mid-year and we will constantly monitor our economic condition to make the necessary adjustments.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning any of the information provided in this report or request for additional information should be addressed to the Finance Director, 2777 East Point Street, East Point, Georgia 30344.

THIS PAGE INTENTIONALLY LEFT BLANK



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

BASIC FINANCIAL STATEMENTS

City of East Polut, Georgia
Statement of Net Assets
June 30, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current Assets				
Cash and cash equivalents (Note 3A)	$ 3,737,692	$ 5,011,521	$ 8,749,213	$ 235,794
Restricted:				
Cash	6,832,420	7,835,673	14,668,093	-
Receivables:				
Accounts	659,801	6,199,086	6,858,887	-
Liens	-	637,958	637,958	-
Property taxes	2,462,141	-	2,462,141	-
Sales taxes	903,834	-	903,834	-
Intergovernmental	425,064	-	425,064	-
Component units	175,528	-	175,528	-
Interfund	5,285,933	(5,285,933)	-	-
Inventory	252,052	2,748,301	3,000,353	-
Prepaid items	31,887	-	31,887	-
Total Current Assets	20,766,352	17,146,606	37,912,958	235,794
Non-current Assets				
Investments (Note 3A)	-	7,561,394	7,561,394	-
Deferred charges	-	1,190,548	1,190,548	-
Capital assets held for resale	-	-	-	537,544
Capital assets (Note 3E)				
Land	4,482,466		4,482,466	
Construction in progrss	-	30,560,449	30,560,449	-
Depreciable, net	55,623,839	48,732,852	104,356,691	6,125
Total Non-current Assets	60,106,305	88,045,243	148,151,548	543,669
Total Assets	80,872,657	105,191,849	186,064,506	779,463
Liabilities				
Current Liabilities				
Accounts payable	2,265,643	5,930,508	8,196,151	2,314
Contracts retainage payable	-	100,845	100,845	-
Accrued expenses	1,156,581	3,598,891	4,755,472	-
Accrued interest payable	815,400	1,374,432	2,189,832	-
Deposits payable	104,293	-	104,293	-
Due to primary government	-	-	-	175,528
Tax anticipation notes payable	8,000,000	-	8,000,000	-
Unearned revenue	13,571	-	13,571	-
Capital lease obligation payable	227,967	318,871	546,838	-
Worker's compensation payable	315,000	-	315,000	-
Bonds payable	853,279	3,790,000	4,643,279	-
Compensated absences payable	210,000	454,961	664,961	-
Claims payable	1,050,000	467,000	1,517,000	-
Customer deposits	-	1,759,711	1,759,711	49,458
Total Current Liabilities	15,011,734	17,795,219	32,806,953	227,300
Long-Term Liabilities (Note 3H) (net of current portion)				
Compensated absences payable	1,165,280	-	1,165,280	-
Claims payable	1,450,000	-	1,450,000	-
Worker's compensation payable	132,717	-	132,717	-
Other post employment benefits payable	1,240,491	608,159	1,848,650	-
Capital lease obligation payable	714,645	1,185,843	1,900,488	-
Bonds payable	19,885,345	65,072,674	84,958,019	-
Total Long-Term Liabilities	24,588,478	66,866,676	91,455,154	-
Total Liabilities	39,600,212	84,661,895	124,262,107	227,300
Net Assets				
Invested in capital assets, net of related debt (Note 3L)	38,473,929	16,157,204	54,631,133	6,125
Restricted for:				
Public safety	138,959	-	138,959	-
Debt service	5,827,802	-	5,827,802	-
Capital projects	605,307	-	605,307	
Unrestricted	(3,773,552)	4,372,750	599,198	546,038
Total Net Assets	$ 41,272,445	$ 20,529,954	$ 61,802,399	$ 552,163

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Activities
For the Year Ended June 30, 2012

Function/Program	Expenses	Program Revenues: Charges for Services and Fines	Program Revenues: Operating Grants, Contributions and Interest	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units
Primary Government							
Governmental Activities							
General government	$ 8,064,554	$ 1,856,863	$ -	$ (6,207,691)	$ -	$ (6,207,691)	$ -
Judicial	605,818	1,735,705	-	1,129,887	-	1,129,887	-
Public safety	21,651,592	821,623	933,618	(19,896,351)	-	(19,896,351)	-
Public works	2,896,606	47,016	-	(2,849,590)	-	(2,849,590)	-
Culture and recreation	1,424,025	75,129	-	(1,348,896)	-	(1,348,896)	-
Economic and community development	1,812,453	-	-	(1,812,453)	-	(1,812,453)	-
Interest and fiscal charges	2,553,950	-	-	(2,553,950)	-	(2,553,950)	-
Total Governmental Activities	39,008,998	4,536,336	933,618	(33,539,044)	-	(33,539,044)	-
Business-type Activities							
Water and Sewer	16,831,481	19,717,142	-	-	2,885,661	2,885,661	-
Electric System	39,516,518	37,117,840	-	-	(2,398,678)	(2,398,678)	-
Sanitation	4,174,570	3,937,834	-	-	(236,736)	(236,736)	-
Total Business-type Activities	60,522,569	60,772,816	-	-	250,247	250,247	-
Total Primary Government	$ 99,531,567	$ 65,309,152	$ 933,618	(33,539,044)	250,247	(33,288,797)	-
Component Units							
East Point Business & Industrial Development Authority	23,265	-	-	-	-	-	(23,265)
Keep East Point Beautiful	98,444	-	-	-	-	-	(98,444)
Total - Component Units	$ 121,709	$ -	$ -	-	-	-	(121,709)
		General Revenues					
		Property taxes levied for general government purpose:		9,707,972	-	9,707,972	-
		Property taxes levied for debt service		3,964,542	-	3,964,542	-
		Local option sales taxes		10,290,616	-	10,290,616	-
		Franchise taxes		1,026,412	-	1,026,412	-
		Insurance premium taxes		1,581,234	-	1,581,234	-
		Alcholic beverage taxes		655,463	-	655,463	-
		Hotel/motel taxes		2,640,364	-	2,640,364	-
		Unrestricted investment earnings		5,075	127,642	132,717	-
		Miscellaneous		1,774,609	4,208,057	5,982,666	82,158
		Total General Revenues		31,646,287	4,335,699	35,981,986	82,158
		Transfers in (out)		2,401,362	(2,401,362)	-	-
		Total General Revenues and Transfers		34,047,649	1,934,337	35,981,986	82,158
		Change in Net Assets		508,605	2,184,584	2,693,189	(39,551)
		Net Assets Beginning of Year,		40,763,840	18,345,370	59,109,210	591,714
		Net Assets End of Year		$ 41,272,445	$ 20,529,954	$ 61,802,399	$ 552,163

See accompanying notes to the basic financial statements

City of East Point, Georgia
Balance Sheet
Governmental Funds
June 30, 2012

	General	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash and cash equivalents	$ 3,737,692	$ -	$ 3,737,692
Restricted cash	-	6,832,420	6,832,420
Receivables:			
Accounts	334,977	324,824	659,801
Property taxes	2,270,930	191,211	2,462,141
Sales taxes	903,834	-	903,834
Intergovernmental	-	425,064	425,064
Component units	175,528	-	175,528
Interfund	5,431,012	1,036,041	6,467,053
Inventory	252,052	-	252,052
Prepaid items	31,887	-	31,887
Total Assets	$ 13,137,912	$ 8,809,560	$ 21,947,472
Liabilities and Fund Balances			
Liabilities			
Accounts payable	$ 1,307,880	$ 957,763	$ 2,265,643
Accrued expenditures payable	1,130,216	26,365	1,156,581
Interfund payable	132,536	1,048,584	1,181,120
Deposits payable	104,293	-	104,293
Tax anticipation notes	8,000,000	-	8,000,000
Unearned revenue	-	13,571	13,571
Deferred revenue	814,005	191,211	1,005,216
Total Liabilities	11,488,930	2,237,494	13,726,424
Fund Balances			
Nonspendable	283,939	-	283,939
Restricted	-	6,572,066	6,572,066
Unassigned	1,365,043	-	1,365,043
Total Fund Balances	1,648,982	6,572,066	8,221,048
Total Liabilities and Fund balances	$ 13,137,912	$ 8,809,560	$ 21,947,472

See accompanying notes to the basic financial statements

City of East Point, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Government-wide Statement of Net Assets
June 30, 2012

Total Governmental Fund Balances			$ 8,221,048
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.			
Cost of capital assets	$	119,610,288	
Less accumulated depreciation		(59,503,983)	60,106,305
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.			
Property taxes			1,005,216
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net assets.			
Interfund receivables	$	(1,048,584)	
Interfund payables		1,048,584	-
Accrued interest not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net assets.			(815,400)
Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net assets.			
Bonds payable	$	(20,738,624)	
Capital leases payable		(942,612)	
Workers' compensation payable		(447,717)	
Claims payable		(2,500,000)	
Other post employment benefits payable		(1,240,491)	
Compensated absences payable		(1,375,280)	(27,244,724)
Net Assets of Governmental Activities			$ 41,272,445

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	General	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Taxes	$ 23,526,031	$ 6,604,906	$ 30,130,937
Intergovernmental	-	933,618	933,618
Licenses and permits	1,793,056	-	1,793,056
Charges for services	382,539	374,693	757,232
Fines and forfeitures	1,735,705	250,345	1,986,050
Investment earnings	4,139	937	5,076
Miscellaneous	1,731,208	43,400	1,774,608
Total Revenues	29,172,678	8,207,899	37,380,577
Expenditures			
Current:			
General government	6,329,704	1,175,539	7,505,243
Judicial	595,139	-	595,139
Public safety	19,805,222	1,230,904	21,036,126
Public works	1,888,981	-	1,888,981
Culture and recreation	1,156,697	27,955	1,184,652
Economic and community development	1,457,016	340,015	1,797,031
Capital Outlay	-	2,163,531	2,163,531
Debt Service:			
Principal retirement	2,309,540	735,000	3,044,540
Interest and fiscal charges	107,750	1,630,800	1,738,550
Total Expenditures	33,650,049	7,303,745	40,953,794
(Deficiency) of Revenues (Under) Expenditures	(4,477,371)	904,154	(3,573,217)
Other Financing Sources (Uses)			
Inception of capital lease	362,316	-	362,316
Proceeds from disposal of capital assets	-	-	-
Transfers in	2,167,949	2,195,689	4,363,638
Transfers out	(483,221)	(1,479,055)	(1,962,276)
Total Other Financing Sources (Uses)	2,047,044	716,634	2,763,678
Net Change in Fund Balances	(2,430,327)	1,620,788	(809,539)
Fund Balances Beginning of Year,	4,079,309	4,951,278	9,030,587
Fund Balances End of Year	$ 1,648,982	$ 6,572,066	$ 8,221,048

See accompanying notes to the basic financial statements

City of East Point, Georgia
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities
For the Year Ended June 30, 2012

Net Changes In Fund Balances - Total Governmental Funds		$ (809,539)
Amounts reported for governmental activities in the statement of activities are different because		
Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.		
Depreciation expense	$ (2,305,604)	
Capital outlay	1,706,913	(598,691)
The increase in other post employment benefits obligation are reported on the government-wide statement of activities but not at the governmental fund's operating statement.		
Balance @ 6/30/2012	$ (1,240,491)	
Balance @ 6/30/2011	900,647	(339,844)
Property taxes reported in the statement of activities that do not provide current financial resources are not reported as revenues at the fund financial reporting level.		
Deferred @ 6/30/2012	$ 1,005,216	
Deferred @ 6/30/2011	(1,269,550)	(264,334)
Transfers between governmental funds are reported in the governmental funds operating statement but are eliminated on the government-wide statement of activities:		
Transfers in	$ (2,401,362)	
Transfers out	2,401,362	-
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		3,044,540
Accured interest payable and expenses recorded in the government wide but not due to be recorded at fund level		(815,400)
The inception of capital leases is reported as an other financing source in the governmental funds, but classified as a liability in the statement of net assets.		(362,316)
Workers compenation payable 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.		
Liability @ 6/30/2012	$ (447,717)	
Liability @ 6/30/2011	526,923	79,206
Claims payable 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.		
Liability @ 6/30/2012	(2,500,000)	
Liability @ 6/30/2011	3,450,000	950,000
Compensated absences 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.		
Liability @ 6/30/2012	$ (1,375,280)	
Liability @ 6/30/2011	1,000,263	(375,017)
Change In Net Assets of Governmental Activities		$ 508,605

See accompanying notes to the basic financial statements

City of East Point, Georgia
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes	$ 25,390,200	$ 25,410,200	$ 23,526,031	$ (1,884,169)
Licenses and permits	1,436,000	1,586,000	1,793,056	207,056
Charges for services	303,040	632,420	382,539	(249,881)
Fines and forfeitures	1,900,000	1,900,000	1,735,705	(164,295)
Investment earnings	-	-	4,139	4,139
Miscellaneous	5,000	135,499	1,731,208	1,595,709
Total Revenues	29,034,240	29,664,119	29,172,678	(491,441)
Expenditures				
Current:				
General government				
City Council	811,870	636,293	551,729	84,564
Executive	3,109,212	2,944,061	2,311,793	632,268
Administrative	7,323,102	6,367,526	6,105,078	262,448
Less Cost Allocations to Utilities	(5,277,886)	(3,288,884)	(2,638,896)	(649,988)
Judicial	673,519	633,547	595,139	38,408
Public safety				
Police and code enforcement	14,021,811	12,667,155	13,446,465	(779,310)
Fire	6,378,974	6,360,774	6,358,756	2,018
Public works	1,610,417	1,557,353	1,888,981	(331,628)
Culture and recreation	1,249,338	1,275,054	1,156,697	118,357
Economic and community development				
Community services	1,051,672	1,036,518	1,031,812	4,706
Economic development	489,629	468,819	425,203	43,616
Debt Service:				
Principal	808,222	876,901	2,309,540	(1,432,639)
Interest and fiscal charges	100,802	356,824	107,750	249,074
Total Expenditures	32,350,682	31,891,941	33,650,049	(1,758,108)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,316,442)	(2,227,822)	(4,477,371)	(2,249,549)
Other Financing Sources (Uses)				
Inception of capital leases	-	-	362,316	362,316
Transfer in	3,316,442	2,227,822	2,167,949	(59,873)
Transfer out	-	-	(483,221)	(483,221)
Total Other Financing Sources (Uses)	3,316,442	2,227,822	2,047,044	(180,778)
Net Change in Fund Balances	$ -	$ -	(2,430,327)	$ (2,430,327)
Fund Balances Beginning of Year			4,079,309	
Fund Balances End of Year			$ 1,648,982	

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Net Assets
Proprietary Funds
June 30, 2012

	Business-type Activities - Enterprise Funds				Business-type Activities
	Water & Sewerage System	Electric System	Solid Waste	Total	Internal Service Fund
Assets					
Current Assets					
Cash and cash equivalents	$ 4,623,114	$ 302,765	$ -	$ 4,925,879	$ 85,642
Restricted assets					
Cash and cash equivalents	3,897	7,831,776	-	7,835,673	-
Receivables					
Accounts	1,639,080	2,556,551	447,697	4,643,328	-
Accrued revenue	488,921	982,178	84,659	1,555,758	-
Liens	637,958	-	-	637,958	-
Interfund	-	2,229,581	11,284	2,240,865	-
Inventory	59,496	2,670,505	18,300	2,748,301	-
Total Current Assets	7,452,466	16,573,356	561,940	24,587,762	85,642
Noncurrent Assets					
Investments	7,561,394	-	-	7,561,394	-
Deferred charges	1,190,548	-	-	1,190,548	-
Capital assets					
Nondepreciable:					
Construction in progress	28,083,699	2,476,750	-	30,560,449	-
Depreciable, net	42,999,909	3,326,403	2,116,250	48,442,562	290,290
Total Noncurrent Assets	79,835,550	5,803,153	2,116,250	87,754,953	290,290
Total Assets	87,288,016	22,376,509	2,678,190	112,342,715	375,932
Liabilities					
Current Liabilities					
Accounts payable	4,466,785	1,306,219	133,574	5,906,578	23,931
Contracts retainage payable	100,845	-	-	100,845	-
Accrued expenses	627,782	2,844,134	61,096	3,533,012	65,879
Interfund payable	2,367,643	4,147,467	725,565	7,240,675	286,123
Compensated absences payable	178,745	199,733	76,483	454,961	-
Revenue bonds payable	3,790,000	-	-	3,790,000	-
Capital leases payable	-	-	318,871	318,871	-
Claims payable	-	467,000	-	467,000	-
Total Current Liabilities	11,531,800	8,497,553	1,315,589	21,811,942	375,934
Current Liabilities Payable From Restricted Assets					
Accrued interest payable	1,374,432	-	-	1,374,432	-
Customer deposits	151,737	1,607,974	-	1,759,711	-
Total Current Liabilities Payable From Restricted Assets	1,526,169	1,607,974	-	3,134,143	-
Long-Term Liabilities (net of current portion)					
Other post employment benefits payable	186,519	275,593	146,047	608,159	-
Capital leases payable	-	-	1,185,843	1,185,843	-
Revenue bonds payable	65,072,674	-	-	65,072,674	-
Total Long-Term Liabilities	65,259,193	275,593	1,331,890	66,866,676	-
Total Liabilities	78,317,162	10,381,120	2,647,479	91,812,761	375,934
Net Assets					
Invested in capital assets, net of related debt	9,452,224	5,803,153	611,536	15,866,913	290,290
Unrestricted	(481,370)	5,725,236	(580,825)	4,663,041	(290,290)
Total Net Assets	$ 8,970,854	$ 11,528,389	$ 30,711	$ 20,529,954	$ -

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds				Business-type Activities
	Water & Sewerage System	Electric System	Solid Waste	Total	Internal Service Fund
Operating Revenues					
Charges for services, net	$ 19,717,142	$ 37,117,840	$ 3,937,834	$ 60,772,816	$ 1,204,137
Miscellaneous	-	34,621	-	34,621	-
Total Operating Revenues	19,717,142	37,152,461	3,937,834	60,807,437	1,204,137
Operating Expenses					
Personal services	4,065,177	3,634,789	1,820,618	9,520,584	241,680
Purchased services	1,757,843	1,609,161	1,479,126	4,846,130	120,052
Cost allocations	1,115,418	1,327,602	195,880	2,638,900	-
Materials and supplies	1,202,784	753,218	49,458	2,005,460	819,948
Wholesale electric	-	30,550,990	-	30,550,990	-
Sanitary sewers	2,640,135	-	-	2,640,135	-
Depreciation	3,294,881	1,031,423	558,963	4,885,267	22,457
Other	98,959	476,116	5,129	580,204	-
Total Operating Expenses	14,175,197	39,383,299	4,109,174	57,667,670	1,204,137
Operating Income (Loss)	5,541,945	(2,230,838)	(171,340)	3,139,767	-
Non-Operating Revenues (Expenses)					
Proceeds from the liquidation of bond reserve	-	4,173,436	-	4,173,436	-
Amortization of bond issuance costs	(91,300)	-	-	(91,300)	-
Interest expense	(2,564,984)	(133,219)	(65,396)	(2,763,598)	-
Investment earnings	127,642	-	-	127,642	-
Total Non-Operating Revenues (Expenses)	(2,528,642)	4,040,217	(65,396)	1,446,179	-
Income (Loss) Before and Transfers In (Out)	3,013,303	1,809,379	(236,736)	4,585,946	-
Transfers Out	-	(2,314,650)	(86,712)	(2,401,362)	-
Change in Net Assets	3,013,303	(505,271)	(323,448)	2,184,584	-
Net Assets Beginning of Year	5,957,551	12,033,660	354,159	18,345,370	-
Net Assets End of Year	$ 8,970,854	$ 11,528,389	$ 30,711	$ 20,529,954	$ -

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds				Business-type Activities
	Water & Sewerage System	Electric System	Solid Waste	Total	Internal Service Fund
Cash Flows from Operating Activities					
Cash received from customers	$ 19,105,253	$ 37,790,030	$ 3,971,960	$ 60,867,243	$ -
Cash payments for personal services	(3,977,485)	(3,596,823)	(1,733,899)	(9,308,207)	(241,680)
Cash payments for goods and services	(6,096,521)	(34,457,289)	(1,730,906)	(42,284,716)	(945,386)
Cash payments for interfund services used	-	-	-	-	1,204,137
Net Cash Provided by (Used in) Operating Activities	9,031,247	(264,082)	507,155	9,274,320	17,071
Cash Flows from Noncapital Financing Activities					
Increase (decrease) in interfund loan payable	1,663,468	4,145,589	283,952	6,093,009	66,373
Decrease (increase) in interfund receivable	-	(2,138,362)	-	(2,138,362)	-
Transfers in (out)	-	(2,314,650)	-	(2,314,650)	-
Net Cash Provided by (Used in) Noncapital Financing Activities	1,663,468	(307,423)	283,952	1,639,997	66,373
Cash Flows from Capital and Related Financing Activities					
Proceeds from liquidation of bond reserve	-	4,173,436	-	4,173,436	-
Principal paid on revenue bonds	(2,980,892)	-	-	(2,980,892)	-
Interest paid on revenue bonds	(4,747,922)	-	-	(4,747,922)	-
Principal paid on notes and leases	-	(2,603,787)	(739,825)	(3,343,612)	-
Interest paid on notes and leases	-	(133,219)	(65,396)	(198,615)	-
Cash from proceeds of new capital leases	-	-	1,123,936	1,123,936	-
Payments for capital acquisitions	(5,193,224)	(28,137)	(1,109,822)	(6,331,183)	-
Net Cash (Used in) Capital and Related Financing Activities	(12,922,038)	1,408,293	(791,107)	(12,304,852)	-
Cash Flows from Investing Activities					
Sale of investments	6,541,095	-	-	6,541,095	-
Investment earnings	127,642	-	-	127,642	-
Net Cash Provided by (Used in) Investing Activities	6,668,737	-	-	6,668,737	-
Net Increase (Decrease) in Cash and Cash Equivalents	4,441,414	836,788	-	5,278,202	83,444
Cash and Cash Equivalents Beginning of Year	185,597	7,297,753	-	7,483,350	2,198
Cash and Cash Equivalents End of Year	$ 4,627,011	$ 8,134,541	$ -	$ 12,761,552	$ 85,642
Cash and Cash Equivalents	$ 4,623,114	$ 302,765	$ -	$ 4,925,879	$ 85,642
Restricted Cash	3,897	7,831,776	-	7,835,673	-
Total	$ 4,627,011	$ 8,134,541	$ -	$ 12,761,552	$ 85,642

(continued)

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2012

(continued)

	Business-type Activities - Enterprise Funds				Business-type Activities
	Water & Sewerage System	Electric System	Solid Waste	Total	Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities					
Operating Income (Loss)	$ 5,541,945	$ (2,230,838)	$ (171,340)	$ 3,139,767	$ -
Adjustments					
Depreciation	3,294,881	1,031,423	558,963	4,885,267	22,457
(Increase) Decrease in Assets					
Accounts receivable and accrued revenues	(611,888)	475,598	34,126	(102,164)	-
Inventory	18,382	(42,257)	(17,204)	(41,079)	-
Increase (Decrease) in Liabilities					
Accounts payable and accrued liabilities	2,121,601	(164,946)	132,532	2,089,187	(9,119)
Contracts retainage payable	(62,994)	-	-	(62,994)	-
Accrued expenses	(1,358,371)	-	(34,869)	(1,393,240)	3,733
Deposits payable	-	161,972	-	161,972	-
Compensated absences	87,692	37,966	4,947	130,605	-
Claims payable	-	467,000	-	467,000	-
Net Cash Provided by (Used in) Operating Activities	$ 9,031,247	$ (264,082)	$ 507,155	$ 9,274,320	$ 17,071

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	Pension Trust	Agency
Assets		
Restricted cash	$ 99,842	$ 162,858
Investments:		
Corporate bonds	4,159,296	-
U.S. government securities	18,918,296	-
Equity securities	31,394,311	-
Money market funds	1,351,718	-
Receivables:		
Interest	75,016	-
Interfund	-	-
Other	328,644	-
Total Assets	56,327,123	162,858
Liabilities		
Interfund payable	-	-
Deposits	-	162,858
Total Liabilities	-	$ 162,858
Net Assets Held in Trust for Pension Benefits	$ 56,327,123	

See accompanying notes to the basic financial statements

City of East Point, Georgia
Statement of Changes in Fiduciary Net Assets
Pension Trust Fund
For the Year Ended June 30, 2012

Additions		
Contributions:		
Employer	$	7,268,577
Employee		1,144,806
Investment earnings:		
Interest		797,477
Net increase (decrease) in the fair value of investments		160,815
Less investment expense		(273,795)
Total Additions		9,097,880
Deductions		
Administration expenses		189,570
Benefits		8,830,832
Total Deductions		9,020,402
Change in Net Assets		77,478
Net Assets Beginning of Year		56,249,645
Net Assets End of Year	$	56,327,123

See accompanying notes to the basic financial statements.

City of East Point, Georgia
Combining Statement of Net Assets
Component Units
June 30, 2012

	East Point Business and Industrial Development Authority	Keep East Point Beautiful	Total
Assets			
Current:			
Cash and cash equivalents	$ 214,259	$ 21,535	$ 235,794
Non-current Assets			
Capital assets for resale	537,544	-	537,544
Capital assets:			
Depreciable capital assets, net	-	6,125	6,125
Total Assets	751,803	27,660	779,463
Liabilities			
Current Liabilities:			
Accounts payable	2,314	-	2,314
Due to primary government	175,528	-	175,528
Customer deposits	49,458	-	49,458
Total Liabilities	227,300	-	227,300
Net Assets			
Invested in capital assets	-	6,125	6,125
Unrestricted	524,503	21,535	546,038
Total Net Assets	$ 524,503	$ 27,660	$ 552,163

See accompanying notes to the basic financial statements

City of East Point, Georgia
Combining Statement of Activities
Component Units
For the Year Ended June 30, 2012

	East Point Business and Industrial Development Authority	Keep East Point Beautiful	Total
Expenses			
Economic development	$ 23,265	$ 98,444	$ 121,709
General Revenues			
Miscellaneous	-	82,158	82,158
Total General Revenues	-	82,158	82,158
Change in Net Assets	(23,265)	(16,286)	(39,551)
Net Assets Beginning of Year	547,768	43,946	591,714
Net Assets End of Year	$ 524,503	$ 27,660	$ 552,163

See accompanying notes to the basic financial statements

THIS PAGE INTENTIONALLY LEFT BLANK



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

NOTES TO FINANCIAL STATEMENTS

Index

Summary of Significant Accounting Policies 1
Reporting Entity 1-A
Basis of Presentation 1-B
Measurement Focus 1-C
Basis of Accounting 1-D
Assets, Liabilities and Fund Equity 1-E
Cash, Cash Equivalents and Investments 1-E-1
Receivables 1-E-2
Interfund Balances 1-E-3
Consumable Inventories 1-E-4
Prepaid Items 1-E-5
Restricted Assets 1-E-6
Capital Assets 1-E-7
Compensated Absences 1-E-8
Workers' Compensation 1-E-9
Accrued Liabilities and Long-term Obligations 1-E-10
Bond Premiums, Discounts, Issuance Costs and Bond Refunding Gains and Losses 1-E-11
Fund Equity 1-E-12
Operating Revenues and Expenses 1-E-13
Contributions of Capital 1-E-14
Interfund Activity 1-E-15
Estimates 1-E-16
Comparative Data/Reclassifications 1-E-17

Stewardship, Compliance and Accountability 2
Budgetary Information 2-A
Excess of Expenditures and Other Financing Uses over Appropriations 2-B
Encumbrances 2-C

Detailed Notes on All Funds 3
Deposits and Investments 3-A
Receivables 3-B
Property Taxes 3-C
Deferred/Unearned Revenue 3-D
Capital Assets 3-E
Interfund Balances and Transfers 3-F
Short-term Debt 3-G
Long-Term Debt 3-H
Operating Leases 3-I
Pension Plan 3-J
Other Post-Employment Benefits 3-K
Fund Equity 3-L

Other Notes 4
Risk Management 4-A
Commitments 4-B
Contingent Liabilities 4-C
Joint Venture 4-D
Related Organization 4-E
Hotel/Motel Lodging Tax 4-F
Subsequent Events 4-G

The City of East Point, Georgia (the "City") was incorporated on August 10, 1887 under the provisions of Georgia Law 133, as amended. The City operates under a Council-Manager form of government and provides the following services: general government, judicial, public safety, public works, culture and recreation, economic and community development, water and sewer, electricity and solid waste disposal.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its proprietary funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements. For its enterprise funds, the City applies any FASB statements and interpretations issued after November 30, 1989, unless they conflict with or contradict GASB pronouncements.

The most significant of the City's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City, this entity includes component units as described below.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City in that the City approves the budget, levies their taxes or issues their debt.

The City's component units are presented either as "blended" or "discretely presented." If blended, it is reported as if it were a fund of the City throughout the year. It is included at both the government-wide and fund financial reporting levels.

Discretely presented component units are reported only at the government-wide financial reporting level. The component unit columns included on the government-wide financial statements identify the financial data of the City's discretely presented component units. They are reported separately to emphasize that they are legally separate from the City.

A brief description of the blended component unit follows:

East Point Building Authority (The Authority) - The Authority was established to acquire, construct and equip capital projects for the City. The Mayor and City Council appoint members of the Authority. The City has lease agreements that require it makes lease payments to the Authority in amounts equivalent to the principal and interest on the Authority's outstanding debt. Capital assets owned by the Authority are included in capital assets; related debt and debt service are included in long-term debt in the government-wide financial statements and in the debt service fund. Assets owned by the Authority and leased for use by enterprise funds are included in the enterprise funds, along with the related capital debt. The Authority does not issue separate financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

The following component units are discretely presented in the reporting entity:

East Point Business and Industrial Development Authority (EPBIDA) and the Downtown Development Authority of East Point (DDAEP) - The EPBIDA and the DDAEP were established to assist in the promotion, rejuvenation and commercial development of the City. The board members of the Authorities are appointed by the City Council. The Authorities receive a substantial portion of their operating revenues and all of their office facilities from the City. While these entities are legally established as two separate authorities, they are operated and reported on as one entity. During fiscal year 2010, DDAEP was inactive. The EPBIDA and the DDAEP do not issue separate financial statements.

Keep East Point Beautiful - Keep East Point Beautiful (KEPB), formally known as East Point Clean Community System, was established to promote public interest in the general improvement of the environment of the City of East Point. It receives substantially all of its operating revenues from the City. The directors of the System are appointed by the City Council. The KEPB does not issue separate financial statements.

1-B. Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net assets, a statement of activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information for the City as a whole. The primary government and the discretely presented component units are presented separately within these financial statements with the focus on the primary government. Fiduciary activities are not included at the government-wide reporting level. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The operating activity of the internal service funds is eliminated to avoid duplicating revenues and expenses.

The statement of net assets presents the financial position of the governmental and business-type activities of the City and it's discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities, for each identifiable activity of the business-type activities of the City and for each major component unit. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses.

For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted.*

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Financial Statements - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental, proprietary, and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for nonmajor funds. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between governmental fund assets and liabilities as fund balance. The following are the City's major governmental funds:

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Georgia.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The following are the City's major enterprise funds.

Water and Sewer Fund – This fund provides water and sewer services to City residents.

Electrical Fund – This fund provides electrical services to City residents.

Solid Waste Fund – This fund provides sanitation services to City residents.

Internal Service Fund – The internal service fund accounts for the operation and administration activity of the motor transport programs of the City.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets. The City's fiduciary funds include a pension trust funds and an agency fund. The pension trust fund provides pensions to City employees and City elected officials. The agency fund collects municipal court fines and forwards them to the general fund. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net assets. The statement of activities reports revenues and expenses.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types and pension trust funds are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net assets. The statements of changes in fund net assets present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the calendar year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current calendar year. For the City, the phrase "available for exchange transactions" means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the City receives value without directly giving equal value in return, include sales tax, property taxes, grants, and donations. On an accrual basis, revenue from sales tax is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied, (Note 3-B). Revenue from grants and donations is recognized in the calendar year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days subsequent to year end) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes and federal and state grants.

Deferred/Unearned Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied (Note 3-D).

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Note 1 - Summary of Significant Accounting Policies (Continued)

Property taxes receivable not collected within 60 days of year-end has been recorded as deferred revenue. On both the government-fund financial statements and the government-wide financial statements, revenues are deferred for:

- Grants and entitlements received before the eligibility requirements are met (e.g., cash advances)
- Property taxes

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred, if measurable. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1. Cash, Cash Equivalents, and Investments

Cash and Cash Equivalents - Cash and cash equivalents include amounts in demand and time deposits as well as short-term investments with a maturity date within three months of the date acquired by the City. Cash and cash equivalents are reported on balance sheets, statements of net assets and in cash flow statements.

Cash balances of most City funds are pooled and invested. Interest earned from investments purchased with pooled cash is allocated to each fund based on the fund's average equity balance in the pooled fund.

Investments - The City is authorized by the City charter and Georgia statutes to invest in:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the United States Government or United States Government Agency
- Obligations of any corporation of the United States Government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

Assets of the City's pension plans are invested in accordance with Georgia statutes. These statutes authorize the City to invest these assets in:

- Obligations of the United States Treasury or its agencies and instrumentalities,
- Bonds of the State of Georgia and its agencies, instrumentalities and political subdivisions,
- Certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations,
- Common stocks,
- Money market instruments, and
- Corporate bonds and debentures, which are not in default as to principal and interest.

Investments of the City are stated at fair value based upon quoted market prices.

Note 1 - Summary of Significant Accounting Policies (Continued)

For the City's pension plan, securities traded on the national securities markets are valued at the last reported sales price on the last business day of the fiscal year. Investments traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at fair value determined by the trustee on the last reported bid and asked prices. Short term investments, corporate bonds, U.S. Government agency obligations and corporate stock are reported at their market value as of June 30, 2012.

1-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4. Consumable Inventories

On the government-wide financial statements, inventories are presented at a moving average cost basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds and proprietary funds are stated a moving average cost basis. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed. Inventories of the proprietary funds are expensed when consumed.

1-E-5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved, as this amount is not available for general appropriation.

1-E-6. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Restricted assets in the governmental funds relate to specific programs for which cash is restricted for use by the donor or the nature of the program, debt service payments and for capital projects.

1-E-7. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds or contributions. The City reports these assets in the governmental activities column of the government-wide statement of net assets but does not report these assets in the governmental fund financial statements. Capital assets utilized by proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the proprietary fund's statement of net assets.

Note 1 - Summary of Significant Accounting Policies (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of $5,000. The City's infrastructure consists of roads, bridges, storm sewers, traffic islands, street lights, traffic signals and street signs. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized, less the amount of interest earned during the same qualifying period.

The City has elected not to capitalize works of art and historical treasures based on its policy that these items are not held for financial gain, they will be preserved and any proceeds from the sale of the items will be used to acquire other collections.

All reported capital assets are depreciated except for land, right-of-ways, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

	Estimated Useful Lives		
Description	Governmental Activities	Business-type Activities	KEPB
Land improvements	10-25 years	10-25 years	-
Buildings	20-50 years	20-50 years	-
Building improvements	20 years	20 years	-
Machinery and equipment	3-10 years	5-20 years	7 years
Furniture and fixtures	3-8 years	3-8 years	3-8 years
Vehicles	5-8 years	5-8 years	-
Infrastruction	25-50 years	10-50 years	-

1-E-8. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "*when due.*"

1-E-9. Workers' Compensation

The reserves for claims are determined when a probable loss has occurred and the amount of the loss can be reasonably estimated. The reserves are conservatively estimated with no interest imputed in determining the amount of the claims or reserves (Note 4-A).

The total workers' compensation liability is reported on the government-wide financial statements. Proprietary funds report the total workers' compensation liability in each individual fund at the fund reporting level. Governmental funds report the workers' compensation liability at the fund reporting level only "*when due.*"

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E-10. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. Bonds and capital leases are recognized as liabilities in the governmental fund financial statements "*when due.*"

1-E-11. Bond Premiums, Discounts, Issuance Costs and Bond Refunding Gains and Losses

On the government-wide statement of net assets and the proprietary fund type statement of net assets, bond premiums and discounts and refunding gains and losses are netted against bonds payable and bond issuance costs are reported as deferred charges. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts, bond issuance costs are deferred and amortized over the life of the bonds using the effective interest method and bond refunding gains and losses are deferred and amortized over the shorter of the life of refunding debt or the refunded debt using the straight-line method. Bond issuance costs are reported as deferred charges and premiums, discounts and bond refunding gains and losses are offset against the applicable bonds payable.

At the government fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as debt service expenditures.

1-E-12. Fund Equity (Note 3-L)

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net assets."

Fund Balance – Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes 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 the enabling legislation adopted by the City Council or through external restrictions imposed by creditors, grantors or 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 formal action of the City Council through the approval of a motion. Only, the City Council may modify or rescind the commitment.

- ***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. Through resolution, the City Council has authorized the City manager or designee to assign fund balances.

- ***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. Negative unassigned fund balances may be reported in all funds.

Note 1 - Summary of Significant Accounting Policies (Continued)

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:

- Committed
- Assigned
- Unassigned

Net Assets - Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, 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 not spent) for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

1-E-13. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for water and sewer, electric and sanitation services.

Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. All other revenues and expenses are classified as non-operating including investment earnings, withdrawals from the Municipal Competitive Trust, interest expense and the gain or loss on the disposition of capital assets.

1-E-14. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets (e.g. developers), and grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-15. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. On the government-wide statement of activities, the exchange transactions between the internal service funds and the user funds are eliminated. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

1-E-16. Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-17. Comparative Data/Reclassifications

Comparative data for the prior year have been presented throughout the financial statements in order to provide an understanding of the changes in the financial position and results of operations.

Note 2 –Stewardship, Compliance and Accountability

2-A. Budgetary Information

The City adopts an annual operating budget for all governmental funds except the capital projects fund, which have an adopted project budget. Budgets are adopted on a basis consistent with GAAP with the exception of the capital projects funds, which have project length budgets, rather than annual budgets. The City adopts budgets for its enterprise funds and internal service fund, however, the reporting of the budget to actual comparison is not required.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level as defined in the adopted budget, within each individual fund. The City manager is authorized to transfer appropriations within a single department from one line to another. Any change in total to a fund or departmental appropriation within a fund requires approval of the City Council.

The original 2012 budget was amended during the year. All unexpended annual appropriations lapse at year-end.

2-B. Excess of Expenditures and Other Financing Uses over Appropriations

The following departments/functions overspent the final 2012 annual budget:

City Manager's office	$ 96,574
Purchasing	7,285
Police	1,046,395
Roadways and walkways	389,163
Parks and facilities	11,083
Debt service	1,183,565

2-C. Encumbrances. As discussed in note 2-A, Budgetary Information, Budgetary basis of accounting, encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year are as follows:

General fund	$ 11,626
Capital project funds	60,741
Nonmajor governmental funds	92,220
Total	$ 164,587

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits - State statutes require banks holding public funds to secure these funds by FDIC insurance, securities pledged at par value, and surety bonds at face value in combined aggregate totaling not less than 110 percent of the public funds held.

Custodial Credit Risk – Deposits – the custodial credit risk for deposits is the risk that, in the event of a bank failure, the City's deposits or the securities collateralizing these deposits may not be recovered.

All of the bank balances were covered by federal depository insurance, the FDIC's Transaction Account Guarantee (TAG) Program, or by collateral held by the City's agent or pledging financial institution. Under the TAG program, through June 30, 2012, all noninterest-bearing transaction accounts are fully guaranteed by the FDIC for the entire amount in the account. Coverage under the TAG Program is in addition to and separate from the coverage available under the FDIC's general deposit insurance rules.

Note 3 - Detailed Notes on All Funds (Continued)

Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on a $1.00 per share value. The fair value of the City's position in the pool is the same as the value of pool shares ($1 per share value). The regulatory oversight agency for Georgia Fund 1 is the Office of Treasury and Fiscal Services of the State of Georgia.

Funds included in this Pool are not required to be collateralized.

The fair value of the City's position in the pool approximates the value of the City's pool shares. Credit risk, value, and interest risk at June 30, 2012 are as follows:

Credit Risk	Value	Interest Risk
AAAm rated	$3,402	59 day WAM

The City classifies its investments in Georgia Fund I as cash and cash equivalents.

Also, the Keep East Point Beautiful deposits and the East Point Business and Industrial Development Authority's deposits were covered either by FDIC coverage or were entirely insured or collateralized with securities held by the component units' agent in the component units' name.

Investments (Governmental and Enterprise Funds)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from volatility of interest rates.

At June 30, 2012, the City had the following investments and maturities:

		Maturity Period
Investment Type	Fair Value	Under 30 days
Money Market Funds	$ 15,532,294	$ 15,532,294

Credit Quality Risk – Credit quality risk is that an issuer or other counterparty to an investment will not fulfill its obligations. The City's investment policy does not address credit risk. The above money market funds are rated "AAA."

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank or investment firm failure, the City's investments may not be recovered. The City's investment policy does not address custodial credit risk

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a formally adopted investment policy for managing concentration of credit risk. The only investments in excess of 5% of the City's investment portfolio are federal securities and money market funds.

Note 3 - Detailed Notes on All Funds (Continued)

Deposits (Pension Trust Fund)
Custodial Credit Risk – Deposits – As of June 30, 2012, all of the Pension Trust Fund's deposits were covered either by FDIC coverage or collateralized by the financial institution or a combination of the two.

Investments (Pension Trust Fund)

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from volatility of interest rates.

At June 30, 2012, the Pension Trust Fund had the following investments and maturities:

		Maturity Period				
Investment Type	Fair Value	Less Than One Year	1 - 3 Years	3 - 5 Years	6 - 10 Years	Over 10 Years
U.S. Treasury Obligations	$ 1,348,953	$ -	$ -	$ -	$ 285,120	$ 1,063,833
U.S. Agency Obligations	5,487,142	-	327,766		1,816,717	3,342,659
Corporate Debt	4,159,296	-	1,908,643	928,707	1,321,946	-
Total	10,995,391	$ -	$ 2,236,409	$ 928,707	$ 3,423,783	$ 4,406,492
Equity Securities	31,394,311					
Fixed Income	12,082,201					
Money Market Funds	1,451,561					
Total	$ 55,923,464					

Credit Quality Risk – Credit quality risk is that an issuer or other counterparty to an investment will not fulfill its obligations. The City's pension investment policy does not address custodial credit risk. The above U.S. Agency Obligations and money market funds are both rated "AAA." The corporate debt is rated A-.

Cash and investment reconciliation:

	Pooled Cash and Cash Equivalents	Investments	Total
Fund Level Reporting:			
Governmental Fund Type - Balance Sheet			
Unrestricted	$ 3,737,692		$ 3,737,692
Restricted	6,832,420		6,832,420
Proprietary Fund Type - Statement of Net Assets			
Enterprie Fund			
Unrestricted	4,925,879	-	4,925,879
Restricted	7,835,671	7,561,394	15,397,065
Internal Service Fund - Unrestricted	85,642		85,642
Fiduciary Fund Type - Statement of			
Fiduciary Net Assets - Restricted	99,842	55,823,622	55,923,464
Total	$ 23,517,146	$ 63,385,016	$ 86,902,162

Note 3 - Detailed Notes on All Funds (Continued)

3-B. Receivables

Receivables at June 30, 2012, consisted of taxes, accounts (billings for user charges) and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the City's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

The allowance for uncollectibles is follows:

• General fund	$1,808,872
• Water and sewerage system fund	383,030
• Electric system fund	472,027
• Solid waste fund	78,040

3-C. Property Taxes

Property taxes for the June 30, 2012 fiscal year were levied on July 1, 2011, based on property values assessed as of January 1, 2011. The taxes were billed October 5, 2011 and were payable within 60 days of the billing date. An interest penalty of 10% per annum is charged on property taxes not paid within 90 days of the due date. Property taxes become an enforceable lien on January 31, 2012.

3-D. Deferred/Unearned Revenue

The balance of deferred revenues in the fund financial statements (includes both the deferred and unearned amounts disclosed below) and unearned revenues in the government-wide financial statements at year-end are:

Type	Deferred Revenue	Unearned	Total
Property taxes	$ 1,005,216	$ -	$ 1,005,216
Non-judicated confiscated assets	-	13,571	13,571
Total	$ 1,005,216	$ 13,571	$ 1,018,787

(This page continued on the subsequent page)

Note 3 - Detailed Notes on All Funds (Continued)

3-E. Capital Assets

Capital asset activity for the year ended June 30, 2012 for governmental was as follows:

Asset Class	Balance 7/1/2011	Additions	Deletions	Balance 6/30/2012
Governmental activities:				
Nondepreciable capital assets:				
Land	$ 4,482,466	$ -	$ -	$ 4,482,466
Depreciable capital assets:				
Land improvements	5,089,247	28,451	-	5,117,698
Buildings	13,279,214	256,516	-	13,535,730
Furniture	516,493	-	-	516,493
Machinery and equipment	15,470,655	971,912	-	16,442,567
Vehicles	16,462,140	129,361	-	16,591,501
Infrastructure	62,603,160	320,673	-	62,923,833
Total depreciable capital assets	113,420,909	1,706,913	-	115,127,822
Total capital assets	117,903,375	1,706,913	-	119,610,288
Accumulated depreciation:				
Land improvements	2,729,279	183,871	-	2,913,150
Buildings	5,305,944	325,152	-	5,631,096
Furniture	490,368	3,545	-	493,913
Machinery and equipment	12,757,705	616,031	-	13,373,736
Vehicles	12,206,801	138,646	-	12,345,447
Infrastructure	23,708,282	1,038,359	-	24,746,641
Total accumulated depreciation	57,198,379	2,305,604	-	59,503,983
Governmental activities capital assets, net	$ 60,704,996	$ (598,691)	$ -	$ 60,106,305

Governmental activities depreciation expense

	Governmental Funds
General government	$ 256,696
Public safety	844,529
Public works	1,019,877
Culture and recreation	184,502
Total governmental activities depreciation expense	$ 2,305,604

Note 3 - Detailed Notes on All Funds (Continued)

The following are the changes in the capital assets for the City's three enterprise funds and the internal service fund:

	Balance 7/1/2011	Additions	Reclassification/ Deletions	Balance 6/30/2012
Business-type activities				
Nondepreciable capital assets:				
Land	$ -	$ -	$ -	$ -
Construction in progress	28,071,234	7,380,313	(4,891,098)	30,560,449
Total nondepreciable capital assets	$ 28,071,234	$ 7,380,313	$ (4,891,098)	$ 30,560,449
Depreciable capital assets:				
Land improvements	-	-	1,756,076	1,756,076
Buildings and other structures	97,168,562	2,332,761	2,245,496	101,746,819
Machinery and equipment	8,917,188	-	29,073	8,946,261
Vehicles	6,765,246	1,236,323	(1,339,724)	6,661,845
Total depreciable capital assets	112,850,996	3,569,084	2,690,921	119,111,001
Total capital assets	140,922,230	10,949,397	(2,200,177)	149,671,450
Accumulated depreciation:				
Land improvements	-	117,072	-	117,072
Buildings and other structures	53,751,549	3,597,551	-	57,349,100
Machinery and equipment	7,709,761	520,416	(135,313)	8,094,864
Vehicles	4,144,428	672,685	-	4,817,113
Total accumulated depreciation	65,605,738	4,907,724	(135,313)	70,378,149
Business-type activities capital assets, net	$ 75,316,492	$ 6,041,673	$ (2,064,864)	$ 79,293,301

Interest expense was capitalized in the Water and Sewerage System Fund totaling $2,182,938 (i.e., interest expense of $2,183,895 less investment earnings of $957).

Capital asset activity for the component units for the year ended June 30, 2012, was as follows:

	Balance 6/30/2011	Additions	Deductions	Balance 6/30/2012
East Point Business and Industrial Development Authority				
Nondepreciable:				
Assets held for resale	537,544	-	-	537,544
Depreciable capital assets:				
Buildings and machinery and equipment	36,136	-	-	36,136
Total capital assets	573,680	-	-	573,680
Less accumulated depreciation:				
Buildings and machinery and equipment	36,136	-	-	36,136
East Point Business and Industrial Development Authority				
Capital assets - net	$ 537,544	$ -	$ -	$ 537,544

Note 3 - Detailed Notes on All Funds (Continued)

	Balance 6/30/2011	Additions	Deductions	Balance 6/30/2012
Keep East Point Beautiful				
Capital assets being depreciated:				
Machinery and equipment	$ 69,456	$ -	$ -	$ 69,456
Less accumulated depreciation	56,385	6,946	-	63,331
Keep East Point Beautiful				
Capital assets, net	$ 13,071	$ (6,946)	$ -	$ 6,125

3-F. - Interfund Balances and Transfers

Interfund balances at June 30, 2012, consisted of interfund loans between funds for cash flow purposes and the reclassification of cash overdrafts in the City's cash and investment pool.

	Payable from:						
Payable to:	General Fund	Nonmajor Governmental Funds	Water and Sewer Fund	Electrical Fund	Solid Waste Fund	Internal Service Fund	Total
General Fund	$ -	$ 1,048,584	$ -	$ 3,673,810	$ 607,867	$ 100,751	$ 5,431,012
Nonmajor Governmental Funds	-	-	453,202	473,658	109,181	-	1,036,041
Water and Sewer Fund	-	-	-	-	-	11,284	11,284
Electrical Fund	132,536	-	1,914,441	-	8,517	174,088	2,229,582
Total	$ 132,536	$ 1,048,584	$ 2,367,643	$ 4,147,468	$ 725,565	$ 286,123	$ 8,707,919

Interfund transfers for the year ended June 30, 2012, consisted of the following:

	Transfers in		
Transfers out	General Fund	Nonmajor Governmental Funds	Total
General Fund	$ -	$ 483,221	$ 483,221
Nonmajor Governmental Funds	990,137	488,918	1,479,055
Solid Waste	86,712	-	86,712
Electric Fund	1,091,100	1,223,550	2,314,650
Total	$ 2,167,949	$ 2,195,689	$ 4,363,638

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations and to return money to the fund

Note 3 - Detailed Notes on All Funds (Continued)
from which it was originally provided once a project is completed. More specifically, the transfer from the nonmajor governmental funds to the general fund costs of the hotel/motel taxes collected in the hotel/motel tax fund.

The majority of the transfer from the electric fund to the general fund consists of a portion of the liquidation of the bond reserve.

All City transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

3-G. Short-Term Debt

On January 26, 2012, the City issued $8,000,000 in aggregate principal amount of tax anticipation notes for cash flow operating purposes. The tax anticipation notes are due on January 25, 2013 and bear interest at 1.62%.

Changes in the short-term obligations consisted of the following for the year ended June 30, 2012:

Governmental Activities	Outstanding 6/30/2011	Additions	Reductions	Outstanding 6/30/2012
Tax anticipation note	$ 8,000,000	$ 8,000,000	$ 8,000,000	$ 8,000,000

Business-Type Activities	Outstanding 6/30/2011	Additions	Reductions	Outstanding 6/30/2012
Claims payable	$ -	$ 467,000	$ -	$ 467,000

3-H. Long-Term Debt

Governmental Activities Bonds and Capital Leases - The following is a summary of the outstanding long-term bonds and capital leases at June 30, 2012

2002A Tax Allocation Bonds – In 2002, the City issued tax allocation bonds, Series A, in the amount of $16,305,000 at an interest rate of 8%. Annual principal installments range from $70,000 to $1,665,000 with principal maturing February 1, 2026.

Annual debt service requirements to amortize this debt, as of June 30, 2012 follow:

Fiscal Year	Principal	Interest	Total
2013	$ 585,000	$ 1,165,600	$ 1,750,600
2014	635,000	1,118,400	1,753,400
2015	690,000	1,067,600	1,757,600
2016	745,000	1,012,400	1,757,400
2017	810,000	952,800	1,762,800
2018-2022	5,175,000	7,678,000	12,853,000
2023-2026	5,925,000	1,232,400	7,157,400
Total	$ 14,565,000	$ 14,227,200	$ 28,792,200

Note 3 - Detailed Notes on All Funds (Continued)

2002B Tax Allocation Bonds – In 2002, the City issued tax allocation bonds, Series B, in the amount of $5,695,000 at an interest rate of 8%. Annual principal installments range from $25,000 to $805,000 with principal maturing February 1, 2026.

Annual debt service requirements to amortize this debt, as of June 30, 2012 follow:

Year	Principal	Interest	Total
2013	$ 205,000	$ 406,800	$ 611,800
2014	225,000	390,400	615,400
2015	240,000	372,400	612,400
2016	260,000	353,200	613,200
2017	285,000	332,400	617,400
2018-2022	1,805,000	1,282,400	3,087,400
2023-2026	2,065,000	429,600	2,494,600
Total	$ 5,085,000	$ 3,567,200	$ 8,652,200

2011 Building Authority Revenue Bonds – In 2011, the City issued revenue bonds in the amount of $1,150,000 at an interest rate of 6.1%. The purpose of the bonds is to purchase property known as "the Wachovia Bank Building" and make needed renovations. Semi-annual principal installments are made in decreasing amounts with principal maturing December 1, 2025. There is an intergovernmental agreement between the City and the East Point Building Authority.

Annual debt service requirements to amortize the revenue bonds, as of June 30, 2012 follow:

Fiscal Year	Principal	Interest	Total
2013	$ 63,279	$ 65,377	$ 128,656
2014	65,241	61,403	126,644
2015	67,264	57,305	124,570
2016	69,350	53,220	122,571
2017	71,500	48,726	120,226
2018-2022	392,166	162,412	554,578
2023-2026	359,822	56,516	416,338
Total	$ 1,088,624	$ 504,959	$ 1,593,583

Note 3 - Detailed Notes on All Funds (Continued)

Capital Leases – The City has entered into numerous lease agreements relative to its governmental activities with Kansas State Bank. The following equipment and improvements were included in these capital leases:

Lease Number	Lease Date	Lease Purpose	Interest Rate	Initial Lease Amount
36	March15, 2011	Fire pumper apparatus	3.35%	734,101
37	January 11, 2011	Trucker	6.00%	26,946
39	May 2, 2011	Evidence collection vehicle	4.29%	102,895
44	July 10, 2011	Tractor Mower	4.29%	73,319
45	July 10, 2011	Salt /Sand spreader	4.29%	154,157
46	July 10, 2011	Asphalt equipment	3.79%	126,839

Annual debt service requirements to amortize the capital leases, as of June 30, 2012 follow:

Year	Principal	Interest	Total
2013	$ 227,967	$ 37,306	$ 265,273
2014	227,971	28,060	256,031
2015	200,642	18,989	219,631
2016	208,514	11,117	219,631
2017	77,518	2,936	80,454
Total	$ 942,612	$ 98,408	$ 1,041,020

Business-type Activity Debt – The City reports three building authority debt issuances and a variety of capital leases for business-type activities:

2006 Building Authority Revenue Bonds – In June 2006, the City issued revenue bonds in the amount of $50,195,000 at an interest rate ranging from 4% - 5%, to fund a water and sewer project. Annual principal installments range from $790,000 to $3,190,000 with principal maturing 2035.

Note 3 - Detailed Notes on All Funds (Continued)

Annual debt service requirements to amortize this debt, as of June 30, 2012 follow:

Fiscal Year	Principal	Interest	Total
2013	$ 1,150,000	$ 2,183,895	$ 3,333,895
2014	1,210,000	2,126,395	3,336,395
2015	1,260,000	2,077,995	3,337,995
2016	1,310,000	2,027,595	3,337,595
2017	1,360,000	1,975,195	3,335,195
2018-2022	7,810,000	8,871,705	16,681,705
2023-2027	9,840,000	6,844,463	16,684,463
2028-2032	12,525,000	4,160,188	16,685,188
2033-2035	9,120,000	890,863	10,010,863
Total	$ 45,585,000	$ 31,158,294	$ 76,743,294

2007 Building Authority Revenue Refunding Bonds — In 2007, the City issued revenue refunding bonds in the amount of $27,595,000 at an interest rate ranging from 4% - 5%, to advance refund the $22,923,407 of outstanding 2000 series building authority revenue bonds. Annual principal installments range from $360,000 to $3,610,000 with principal maturing 2020.

Annual debt service requirements to amortize this debt, as of June 30, 2012 follow:

Fiscal Year	Principal	Interest	Total
2013	$ 2,640,000	$ 1,114,750	$ 3,754,750
2014	2,750,000	1,009,150	3,759,150
2015	2,860,000	899,150	3,759,150
2016	3,000,000	756,150	3,756,150
2017	3,120,000	636,150	3,756,150
2018-2020	10,325,000	940,950	11,265,950
Total	$ 24,695,000	$ 5,356,300	$ 30,051,300

Note 3 - Detailed Notes on All Funds (Continued)

Capital Leases - The City has entered into numerous lease agreements relative to its business-type activities with Koch and Company and Kansas State Bank.. The following equipment and improvements were included in these capital leases

Lease Number	Lease Date	Lease Purpose	Interest Rate	Initial Lease Amount
7	February 11, 2005	Heil truck	5.00%	$ 192,204
33	November 18, 2010	Sanitation trucks	4.35%	138,000
34	November 18, 2010	Sanitation trucks	3.68%	215,746
35	November 18, 2010	Sanitation trucks	4.61%	381,861
38	November 19, 2010	Street sweepers	4.96%	330,430
40	July 10,2011	Traper	3.54%	140,400
41	July 10,2011	Street force auto reach	3.54%	211,539
42	July 10,2011	Rear loader	3.54%	171,934
43	July 10,2011	Bush loader	3.54%	379,376

Annual debt service requirements for these capital leases payable as of June 30, 2010 follow:

Fiscal Year	Principal	Interest	Total
2013	$ 318,871	$ 60,384	$ 379,255
2014	332,797	46,457	379,254
2015	346,343	32,911	379,254
2016	356,112	19,730	375,842
2017	150,591	5,325	155,916
Total	$ 1,504,714	$ 164,807	$ 1,669,521

(This page continued on the subsequent page)

Note 3 - Detailed Notes on All Funds (Continued)

Changes in Long-term Debt - Changes in the City's governmental activities long-term obligations consisted of the following for the year ended June 30, 2012 follow:

	Outstanding 6/30/2011	Additions	Reductions	Outstanding 6/30/2012	Amounts Due in One Year
Governmental Activities					
Limited obligation bonds:					
2004 Building Authority revenue					
2002 Tax Allocation bonds-Series A	$ 15,110,000	$ -	$ 545,000	$ 14,565,000	$ 585,000
2002 Tax Allocation bonds-Series B	5,275,000	-	190,000	5,085,000	205,000
Revenue bonds-intergovern. agreement	1,150,000	-	61,376	1,088,624	63,279
Total bonded debt reported	21,535,000	-	796,376	20,738,624	853,279
Capital leases:	2,828,460	362,316	2,248,164	942,612	227,967
Compensated absences	1,000,263	795,017	420,000	1,375,280	210,000
Workers' compensation	526,923	315,458	394,664	447,717	315,000
Claims payable	3,450,000	50,000	1,000,000	2,500,000	1,050,000
Net OPEB obligation	900,647	1,203,081	863,237	1,240,491	-
Total Governmental Activities	$ 30,241,293	$ 2,725,872	$ 5,722,441	$ 27,244,724	$ 2,656,246

Changes in the City's business-type activities long-term obligations consisted of the following for the year ended June 30, 2012 follow:

	Outstanding 7/1/2011	Additions	Reductions	Outstanding 6/30/2012	Amounts Due in One Year
Business-type Activities					
Limited obligation bonds:					
2006 Building Authority revenue bonds	$ 46,685,000	$ -	$ 1,100,000	$ 45,585,000	$ 1,150,000
2007 Building Authority revenue refunding bonds	27,235,000	-	2,540,000	24,695,000	2,640,000
Unamortized bond premiums	1,514,083	-	278,723	1,235,360	-
Deferred bond refunding loss	(3,031,641)	-	(378,955)	(2,652,686)	-
Total bonded debt reported	72,402,442	-	3,539,768	68,862,674	3,790,000
Net OPEB obligation	441,509	589,729	423,079	608,159	-
Capital leases	3,495,350	1,123,937	3,114,573	1,504,714	318,871
Total Business-type Activities	$ 76,339,301	$ 1,713,666	$ 7,077,420	$ 70,975,547	$ 4,108,871

Note 3 - Detailed Notes on All Funds (Continued)

The general fund services the governmental activities Building Authority bonds and capital leases. The tax allocation bonds are being serviced by the tax allocation district funds 2002A and 2002B. The business-type activities revenue bonds are serviced by the water fund and the business-type activities capital leases are being serviced by the electric fund. Compensated absences are being paid by the fund in which the employee works, primarily the general fund, the enterprise funds and the internal service fund. The liabilities for worker's compensation and claims are being paid by the general fund.

Arbitrage Rebate – The arbitrage rebate liability is treated as a claim or judgment upon occurrence, on all City obligations. Certain City long-term debt obligations are subject to Internal Revenue Code Section 148, which requires that interest earned on proceeds from the issuance of tax-exempt debt be rebated to the Federal government to the extent that those earnings exceed the interest costs on the related tax-exempt debt. At June 30, 2012, the City has no arbitrage rebate liability on any of its tax-exempt debt issuances.

3-I. Operating Leases

The City has entered to various operating lease agreements financing corporations, primarily for copiers. The following payments are due to the various lessors on an annual basis for the term of the lease as follows:

Year	Annual Payment
2013	$ 71,476
2014	64,587
Total	$ 136,063

The 2012 rental payments totaled $64,587.

3-J. Pension Plan –The City provides pension benefits to its employee through the City of East Point Employees Retirement Plan (the Plan). The Retirement Committee for the Employees of the City of East Point administers the Plan. The cost of administering the Plan is primarily paid by the Plan, with the City paying some indirect costs.

Plan Description – The Plan is a single employer, contributory defined benefit pension plan. Effective July 1, 1998, the Plan covers all City employees employed prior to April 1, 1992. Also, effective July 1, 1998, the City established an additional class of eligible employees or class 5 for employees hired subsequent to March 31, 1992. These benefit provisions and all other requirements are established by State statute and City ordinance.

Benefits vest differently for each class of employee. The Plan defines each class as follows:

- Class 1 - transferred from old plan on June 19, 1975.
- Class 2 - general employees and elected officials hired before April 1, 1992.
- Class 3 - police and fire employees hired before April 1, 1992.
- Class 5 - Eligible full-time employees hired on or after April 1, 1992 (Mayor and City Council).

Note 3 - Detailed Notes on All Funds (Continued)

Vesting for each class is as follows:

- Class 1 - vesting begins after 8 years of service.
- Classes 2 and 3 - vesting begins after 10 years of service.
- Class 5 - police and firefighters - vesting begins after 10 years of service, elected officials - vesting begins after 5 years of service.

Normal retirement ages plus years of service required in order to receive benefits for each class are as follows:

- Class 1 - 50 years of age, plus 8 years of service.
- Class 2 - full-time employees - 65 years of age, plus 10 years of service.
- Class 3 - 55 years of age, plus 10 years of service.
- Class 5 - 65 years of age (55 for police officers and firefighters), plus 10 years of service; elected officials – 60 years of age plus 5 years of service.

Early retirement is allowed for Class 2 and Class 3 employees if they are 50 years of age and have 10 years of service. The benefit payable immediately is the accrued benefit reduced by 3% for each year retirement precedes normal retirement date. Class 5 participants may retire as early as Age 55 (50 for Police Officers and Firefighters) with ten years of credited service using the applicable percentage. The Plan also provides death and disability benefits. These benefit provisions and all other requirements are established by State statute and City ordinance.

Fund Membership - At January 1, 2012, the date of the most recent actuarial valuation, there were 866 participants respectively, consisting of the following:

Retirees and beneficiaries currently receiving benefits	364
Terminated members entitled to but not yet receiving benefits	18
Current active employees vested	121
Non-vested	363
Total	866

Funding Policy – The contribution requirements of plan members and the City are established in accordance with the applicable pension law. The City's funding policy provides for actuarially determined periodic contributions at rates that, for individual employees, increase gradually over time so that sufficient assets will be available to pay benefits when due. The City is currently contributing 32.85% of covered payroll and the active participants are contributing 6% of their base pay.

Total City contributions to the Plan for the years ended December 31, 2009, 2010, and 2011 were $4,919,867, $6,027,631 and $6,950,588 respectively. Employee contributions for the same periods were $1,011,115, $1,037,762 and $1,125,505, respectively.

Annual Pension Cost – The City's annual pension costs for the last three years are as follows:

Schedule of Employer Contributions

Actuarial Valuation Date	Annual Pension Cost	Annual Pension Contribution	Percentage Contributed	Net Pension Obligation
January 1, 2010	$ 1,947,626	$ 1,947,626	100.0%	$ -
January 1, 2011	1,991,038	1,991,038	100.0%	-
January 1, 2012	2,080,892	2,080,892	100.0%	-

Note 3 - Detailed Notes on All Funds (Continued)

Plan Funded Status – The City's funding status based upon the most recent actuarial valuation follows:

Schedule of Funding Progress

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Frozen Entry Age	(3) Unfunded AAL/(UAAL) (2)-(1)	(4) Funded Ratio (2)/(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
1/1/2012	$ 55,473,617	$ 114,717,480	$ 59,243,863	48.4%	$ 18,920,699	313.1%

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

Actuarial Valuation Information – The City's actuarial valuation information is as follows:

Current Valuation Date	January 1, 2012
Actuarial Cost Method	Individual Entry Age
Amortization Method	Level Percentage of Payroll, Closed
Remianing Amortization Period	11 years
Asset Valuation Method	Five Year Weighted Index
Actuarial Assumptions:	
Investment Rate of Return	8.00%
Projected Salary Increases	4.25%
Includes Inflation at	2.25%
Cost-of-Living Adjustment	2.25%

Defined Contribution Plan

The City's 401 Governmental Money Purchase Deferred Retirement Plan (the " Deferred Plan") is a defined contribution plan which is administered by ICMA-Retirement Corporation. Employees at the director level are eligible to participate in the deferred plan. The deferred plan participants can contribute a maximum of 6% of their annual salary with matching contribution made by the City. The General Council of the City established and can amend the deferred Plan. At June 30, 2012 there were 18 participants in the deferred Plan with employees and employer contributing $86,115 and $139,474, respectively.

3K. Other Postemployment Benefits (OPEB)

The City of East Point Retiree Healthcare Plan (the "Healthcare Plan") is a single-employer defined benefit healthcare plan which provides Other Postemployment Benefits (OPEB) to eligible retirees, dependents and their beneficiaries. The City Council have the authority to establish the benefit provisions and may amend them as necessary . The Healthcare Plan was established by legislative acts and functions in accordance with existing City laws. OPEB of City retirees includes health, dental, and vision care and life insurance. Separate financial statements are not prepared for the Healthcare Plan.

Funding Policy – The City has not advance-funded or established a funding methodology for the annual OPEB costs or to retire the net OPEB obligation. The City Council is the authority that sets the contribution rates for active employees and retirees. Active employees do not contribute and retirees pay approximately 40% of the premium. The balance of the premium is paid by the City. The City covers the cost of administering the plan.

Note 3 - Detailed Notes on All Funds (Continued)

Annual OPEB Cost and Net OPEB Obligation – The following table includes the City's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the City's net OPEB obligation:

	6/30/2012	6/30/2011
Normal cost	$ 1,375,866	$ 1,375,866
Interest on normal costs	69,472	46,278
Amortization (adjustments) of unfunded actuarial accrued liability (UAAL)	(159,720)	(108,598)
Annual required contribution (ARC)	1,285,618	1,313,546
Expected employer benefit payments	779,484	861,000
Increase in net OPEB obligation	506,134	452,546
Net OPEB obligation, beginning of year	1,342,516	889,970
Net OPEB obligation, end of year	$ 1,848,650	$ 1,342,516

The governmental activities column reports a net OPEB obligation of $1,240,491 and the enterprise funds report $608,159 net OPEB obligation.

Funded Status and Funding Progress – The City's funding status based upon the most recent actuarial valuation follows:

Schedule of Funding Progress

Plan Year Ending	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL/(UAAL) (2)-(1)	(4) Funded Ratio (2)/(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
6/30/2012	$ -	$ 18,557,130	$ 18,557,130	0.00%	$ 18,500,000	100.3%

The annual OPEB cost for the last two fiscal years follows:

Schedule of Employer Contributions

Fiscal Year Ended June 30,	Annual OPEB Cost	Annual OPEB Contribution	Percentage Contributed	Net OPEB Obligation
2010	$ 884,353	$ 476,233	53.85%	$ 889,970
2011	1,313,546	861,000	65.55%	1,342,516
2012	1,285,618	779,484	60.63%	1,848,650

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

Note 3 - Detailed Notes on All Funds (Continued)

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The City's actuarial valuation information is as follows:

Current Valuation Date	July 1, 2011
Actuarial Cost Method	Entry Age
Amortization Method	Closed
Remianing Amortization Period	27 years
Asset Valuation Method	Not Applicable
Actuarial Assumptions:	
Investment Rate of Return	5.20%
Projected Salary Increases	4.25%
Includes Inflation at	2.25%

3-L. Fund Equity

Fund Balances – Fund balances are classified as follows:

- ***Nonspendable*** – The following fund balances are nonspendable because they are not in spendable form:

General Fund:	
Prepaid items	$ 31,887
Inventories	252,052
Total	$ 283,939

- ***Restricted*** – The following fund balances are legally restricted to specified purposes:

Nonmajor Debt Service Funds:	
Principal and interest on long-term bonds	$ 5,827,802
Nonmajor Capital Projects Funds:	
Capital projects	$ 605,307
Nonmajor Special Revenue Funds:	
Public safety	$ 138,959

Note 3 - Detailed Notes on All Funds (Continued)

Invested in Capital Assets, Net of Related Debt

The "*invested in capital assets, net of related debt*" amount as reported on the government-wide statement of net assets as of June 30, 2012 is as follows:

Invested in capital assets, net of related debt:	Governmental Activities	Business Type Activities	Component Units
Cost of capital assets	$ 119,610,288	$ 149,671,450	$ 69,456
Less accumulated depreciation	59,503,983	70,378,148	63,331
Book value	60,106,305	79,293,302	6,125
Less capital related debt	21,681,236	71,741,820	-
Less capital related accounts payable and retainage	-	372,998	-
Add unspent bond proceeds	48,860	7,561,394	-
Add deferred refunding loss and bond premiums and discounts	-	1,417,326	-
Invested in capital assets, net of related debt	$ 38,473,929	$ 16,157,204	$ 6,125

Note 4 - Other Notes

4-A. Risk Management

The City is exposed to various risks of loss related to torts; theft of damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. The City established a fully self-insured program for workers' compensation (See below) whereby any claims exceeding $500,000 are paid through a private insurance carrier, and the City through a third-party administrator pays any others.

According to the General Assembly of the State of Georgia, Section 36-33-1 of the official Code of Georgia Annotated, as amended, municipal corporations (i.e. the City of East Point), via sovereign immunity, shall be immune from liability for damages for actions based upon tort, but not contract. This immunity is still subject to actions brought based upon federal constitutional or statutory rights. The City carries liability insurance for the types of claims and in amounts that are customary for similar entities for those categories of claims not subject to the defense of sovereign immunity. The City maintains commercial property and casualty insurance for property damage, earthquake, or flood damage. The various City assets consisting of its mechanical systems, computers, and other equipment is insured for over $3,000,000, subject to limits for the individual asset types.

The City has purchased liability insurance for its general liability, its automobiles, its employees, public safety officers, public officials, and a blanket fidelity bond. Performance surety bonds and builders' risk insurance is required of all contractors and subcontractors involved in the construction and renovation of municipal facilities or assets. Any surety bonds are to be issued by firms having a rating of "A" or better by A.M. Best & Co. and builder's risk insurance must equal the sums of the contract.

There has not been a significant reduction in insurance coverage from the previous year. Settlement claims have not exceeded commercial coverage in any of the past three (3) years.

Note 4 - Other Notes (Continued)

The following represents the changes in approximate liabilities for workers' compensation from July 1, 2009 to June 30, 2012:

June 30,	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2010	$ 574,363	$ 744,191	$ 574,627	$ 743,927
2011	743,927	129,855	346,859	526,923
2012	526,923	312,458	394,664	444,717

The following represents the changes in approximate liabilities for general claims from July 1, 2009 to June 30, 2012:

June 30,	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2010	$ 1,000,000	$ 3,055,000	$ -	$ 4,055,000
2011	4,055,000	-	605,000	3,450,000
2012	3,450,000	517,000	1,000,000	2,967,000

4-B. Commitments

Construction Commitments - As of June 30, 2012, the City has made the following construction commitments:

Contractor	Total Contract	Project To-date Expenditures	Remaining Commitments	Remaining Percentage
Riley, Park, Hayden & Ass.	$ 400,000	$ 331,688	$ 68,312	17.1%
Camp Dresser & Mckee	6,401,066	6,610,932	(209,866)	-3.3%
Metals and Materials Engineers, LLC	8,956,832	8,726,236	230,596	2.6%
Ruby-Collins, Inc.	735,757	726,359	9,398	1.3%
Shaw Environmental Inc.	456,074	404,874	51,200	11.2%
Engineering Strategies	330,420	316,135	14,285	4.3%
Ruby-Collins, Inc.	885,906	966,571	(80,665)	-9.1%
Moreland Altobelli Associates, Inc	75,000	17,075	57,925	77.2%
Rone D. Jones Enterprise, Inc	1,188,104	711,474	476,630	40.1%
Ruby-Collins, Inc.	215,000	203,933	11,067	5.1%
Total	$ 19,644,159	$ 19,015,278	$ 628,881	

Note 4 - Other Notes (Continued)

Contract Commitments - Municipal Electric Authority of Georgia – The City has entered into a power sales contract with the Municipal Electric Authority of Georgia (MEAG). The contract requires the City to purchase from MEAG all of the City's bulk power supply, other than power supplied by Federally-owned generation projects. MEAG is authorized to establish rates and charges so as to produce revenues sufficient to cover its costs. The City's future minimum payment obligations to MEAG will be based on MEAG's costs and the City's yearly demand for bulk power supply. The City's payment obligations under this contract are general obligations for which the City's full faith, credit and taxing powers are pledged. In order to continue to purchase from MEAG, the City is contingently liable for MEAG liabilities in the event of a default by MEAG. The City is current on all of its obligations to MEAG for power sales contracts. The flexible operating trust account includes funds that are available for withdrawal at the discretion of the City. This amount is included in restricted cash .and totals $7,087,566.

Consent Order for Sanitary Sewer System - The City is subject to a consent order entered into December 2004 to resolve alleged violations of the Federal Clean Water Act and the Georgia Water Quality Control Act, relative to its permits issued by the Georgia Environmental Protection Division (EPD), which authorize discharge of wastewater from the City's sanitary sewer system. The consent order relates to allegations of unpermitted waste disposal from the City's sanitation sewer system, and measures to address such problems, both long and short term.

For the sanitary sewer system, the consent decree requires the City to perform, on timelines set forth in the order, the following:

- Designate a "compliance administrator" as the primary point person relative to the consent order;
- Submit to EPD a staffing evaluation plan;
- Complete a supplemental project plan to conduct restoration of a park;
- Submit to EPD for review and approval a scope of audit of the City's sanitation sewer system and thereafter conduct an audit of the system on the schedule approved by EPD;
- Submit to EPD the results of the audit and a Remedial Measures Plan;
- Submit to EPD for review and approval a revised set of standard operating procedures;
- Submit to EPD an enacted sewer use ordinance and grease management program;
- Repair and replace a portion of an existing eight inch sanitary sewer line;
- Make permanent repairs or replacements to specified sections of the sanitary sewer line where sanitary sewer overflows have occurred;
- Submit to EPD for review existing inter-jurisdictional agreements with boundary sewer systems;
- Submit to EPD semi-annual progress reports on specified items set forth in the consent order;
- Complete the approved Remedial Measures Plan projects by December 31, 2010 relative to the most pressing needs for preventing further sanitary sewer overflows; and,
- Pay to the Georgia Department of Natural Resources a fine in the amount of $100,000 for previous unpermitted discharges and violations of previous EPD order
- Enact a program to periodically remove grease roots, and debris in the " Ten Priority Areas" within its sanitary sewer collections and conveyance system that are in need of improvements.
- Complete smoke testing and sewer inspections utilizing closed-circuit television technology by December 31, 2008.
- Complete "minor rehabilitation projects" (manhole repairs at specific points along the sewer piping) in the "Ten Priority Areas" by December 31, 2009.
- Complete 5,000 linear feet of " major sewer pipeline rehabilitation" on the sewers with the highest spill potential within the " Ten Priority Areas" by June 30, 2011.
- Evaluate the sewer in the vicinity of Hammarskjold Drive and Laurel Ridge Drive for capacity and infrastructure deficiencies and complete any necessary repairs.
- Submit to EPD sanitary sewer system model and model analysis by May 31, 2008.
- Complete an additional 20,000 linear feet of "major sewer pipeline rehabilitation" by December 31, 2014.
- Remediate the City-caused sediment pollution and stream buffer impacts on the stream that flows through the Laurel Drive sewerage spill site.

Note 4 - Other Notes (Continued)

The City of East Point remains in compliance with the requirements of the consent order and has nearly completed its all of responsibilities under the consent Order.

4-C. Contingent Liabilities

Various claims and lawsuits are pending against the City. After consideration of applicable insurance policy coverage, and the relative merits of each claim or lawsuit, it is the opinion of the City Attorney and City Management that the potential ultimate liability resulting from these actions, if any, will not have a material adverse financial effect on the City.

The City is a co-plaintiff with the City of College Park, Georgia in action against Fulton County, Georgia alleging breach of contract and duties relative to agreements entered into by the parties for the construction, maintenance, operation and expansion of a sewage treatment plant intended to serve all parties. According to the plaintiffs, the agreements set forth provisions for sharing the cost of construction of the plant and methods for allocating operations and maintenance costs. At some point subsequent to executing the agreements, the County, according to the complaint filed by the plaintiffs, assumed sole ownership rights to the plant, subsequently sold excess capacity to other municipalities within the county and billed the plaintiffs under methods inconsistent with the proportional use of the facility. The plaintiffs are seeking declaratory judgment on several issues, including that the various agreements entered into by the parties are valid and enforceable contracts; that the County wrongly sold portions of the plant to other municipalities; that the County has improperly billed the plaintiffs; that they are entitled to shares of the monies received from the other municipalities utilizing the plant and that the percentages used in allocating operations and maintenance costs should be adjusted due to the additional users of the plant. They are currently pursuing settlement negotiations.

4-D. Joint Venture

The City participates in the following joint venture.

Atlanta Regional Commission (ARC) – Under Georgia law, the City, in conjunction with other counties and cities within the metropolitan Atlanta area, is a member of the Atlanta Regional Commission (ARC), the regional development center (RDC) for the metropolitan Atlanta area. By agreement with the ARC, dues for cities within Fulton County, outside the City of Atlanta, are paid by Fulton County on a per capita basis. Also by agreement with ARC, Board representation for cities within South Fulton County is determined by the mayors of the cities in south Fulton County. The mayor of East Point is not the south Fulton County representative on the ARC.

Georgia laws also provide that the member governments are liable for any debts or obligations of an RDC beyond its resources (O.C.G.A. 50-8-39.1).

Separately issued financial statements are available at the ARC's administrative office, 40 Courtland Street, N.E., Atlanta, Georgia 30303.

4-E. Related Organization – The City has a limited relationship with the following organization:

Housing Authority of the City of East Point – The Housing Authority of the City of East Point (the "Housing Authority") is considered a related organization and not incorporated into the reporting entity. The Housing Authority is a legally separate entity from the City, having a board composed of members originally appointed by the mayor of the City. The City is not able to impose its will upon the Housing Authority and a financial burden/benefit relationship does not exist between them. Therefore, based on these criteria, the Housing Authority is a related organization. The Housing Authority issues separate financial statements.

Atlanta Housing Authority – the City Council appoints one member of the Atlanta Housing Authority and that is the extent of their involvement.

Note 4 - Other Notes (Continued)

4-F. Hotel-Motel Lodging Tax

On April 18, 2011 the City passed an ordinance 003-11 to amend part 5, chapter 1, article B, section 5-1052 of the City's code in accordance with O.C.G.A. 48-13-51 to effectively from July 1, 2011, increase the lodging tax from 3% to 8%. The City has contracted with the Atlanta Convention and Visitors Bureau as a destination marketing organization ("DMO") to meet the expenditure requirements of Section 48-13-51(e) of the O.C.G.A. The City shall expend the proceeds of the tax imposed as follow:

• City's General fund	3.0%
• City's Tourism development projects (facilities)	1.5%
• Tourism, convention and trade promotion contract with (DMO)	3.5%

During the fiscal year the City collected $2,640,364 and transferred $990,137 to general fund, $488,918 to the government fund for the construction of a tourism facility and paid $1,161,309 to DMO for marketing and promotion services.

4-G. Subsequent Events

On September 8, 2012 the City sold its delinquent taxes totaling $1,131,653 to Vesta Holding, Inc.



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

REQUIRED SUPPLEMENTARY INFORMATION

City of East Point, Georgia
Schedule of Funding Progress and the Schedule of Employer Contributions
For the Year Ended June 30, 2012

City of East Point Employees Retirement Plan - Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value Assets (a)	Frozen Entry Age Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (c) (b - a)	Funded Ratio (a/b)	Covered Payroll (d)	UAAL as a Percentage of Covered Payroll [(b - a)(d)]
January 1, 2007	$ 55,645,262	$ 105,625,551	$ 49,980,289	52.7%	$ 21,163,964	236.2%
January 1, 2008	57,782,237	108,091,103	50,308,866	53.5%	21,146,659	237.9%
January 1, 2009	53,310,907	106,468,681	53,157,774	50.1%	17,248,956	308.2%
January 1, 2010	52,815,701	110,322,330	57,506,629	47.9%	18,141,948	317.0%
January 1, 2011	54,407,669	111,721,874	57,314,205	48.7%	18,471,549	310.3%
January 1, 2012	55,473,617	114,717,480	59,243,863	48.4%	18,920,699	313.1%

City of East Point Employees Retirement Plan - Schedule of Employer Contributions

Actuarial Valuation Date	Annual Required Cost (ARC)	Annual City Contribution	Percentage Contributed	Net Pension Obligation
January 1, 2007	$ 2,143,508	$ 2,143,508	100.0%	$ -
January 1, 2008	2,461,293	2,461,293	100.0%	-
January 1, 2009	1,845,585	1,845,585	100.0%	-
January 1, 2010	1,947,626	1,947,626	100.0%	-
January 1, 2011	1,991,038	1,991,038	100.0%	-
January 1, 2012	1,125,505	1,125,505	100.0%	-

City of East Point Healthcare Plan - Schedule of Funding Progress

Plan Year Ending	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL/(UAAL) (2)-(1)	(4) Funded Ratio (2)/(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
6/30/2010	$ -	$ 13,958,915	$ 13,958,915	-	$ 17,237,531	81.0%
6/30/2011	-	19,377,881	19,377,881	-	17,237,531	112.4%
6/30/2012	-	18,557,130	18,557,130	-	18,500,000	100.3%

City of East Point Healthcare Plan - Schedule of Employer Contributions

Fiscal Year Ended June 30,	Annual OPEB Cost	Annual OPEB Contribution	Percentage Contributed	Net OPEB Obligation
2010	$ 884,253	$ 476,233	53.86%	$ 889,970
2011	1,375,866	861,000	62.58%	1,342,516
2012	1,285,957	779,484	60.62%	1,848,650

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

THIS PAGE INTENTIONALLY LEFT BLANK



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

SUPPLEMENTAL SECTION

Fund Descriptions

Special Revenue Funds

These fund account for activities carried out by the City under the terms of certain intergovernmental grants and/or laws. Certain funds other than Special Revenue Funds also reflect grant activity but to a lesser extent.

Restricted Grants - Community Development Fund - Established to account for funds provided under the Title I of the Housing and Community Development Act of 1974 which provides for development of viable urban communities, including decent housing and suitable living environments and expansion of economic opportunities, principally for persons of low and moderate incomes.

Police Grants Fund - Used to account for funds provided by the U.S. Department of Justice, Office of Community Oriented Police Services (COPS) and other Office of Justice programs.

Confiscated Assets Funds - Established to account for funds provided by the U.S. Department of Justice, Drug Enforcement Agency regarding forfeitures and seizures.

E-911-Fund - Established to account for revenues and expenditures used to sustain an E-911 Center, providing open channels between citizens and public safety providers.

Hotel/Motel Tax Fund – Established to account for the collections and disbursements of lodging/occupancy tax revenues.

Capital Projects Funds

The capital project funds account for the accumulation of resources and the subsequent disbursement of such resources in obtaining or renovating major capital assets and for the acquisition and construction of major facilities other than those financed by special project funds, proprietary funds and trust funds.

Debt Service Funds

Camp Creek Tax Allocation District Fund – Used to account for the proceeds of bonds issued to develop the Camp Creek Tax Allocation District and to account for the collection of the tax increments created by that development for repayment of the bonds and other projects.

East Point Corridors Tax Allocation District Fund – Used to account for the proceeds of bonds issued to develop the East Point Corridors Tax Allocation District and to account for the collection of the tax increments created by that development for repayment of the bonds and other projects.

THIS PAGE INTENTIONALLY LEFT BLANK

City of East Point, Georgia
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets				
Restricted cash	$ 466,841	$ 5,827,801	$ 537,778	$ 6,832,420
Receivables:				
Accounts	324,824	-	-	324,824
Property taxes	-	191,211	-	191,211
Intergovernmental	425,064	-	-	425,064
Interfund			1,036,041	1,036,041
Total Assets	$ 1,216,729	$ 6,019,012	$ 1,573,819	$ 8,809,560
Liabilities and Fund Balances				
Liabilities				
Accounts payable	$ 386,988	$ -	$ 570,775	$ 957,763
Accrued expenditures	26,365	-	-	26,365
Interfund payable	650,846	-	397,738	1,048,584
Deferred revenue	13,571	191,211	-	204,782
Total Liabilities	1,077,770	191,211	968,513	2,237,494
Fund Balances				
Restricted for:				
Capital projects	-	-	605,306	605,306
Economic development	-	-	-	-
Debt service	-	5,827,801	-	5,827,801
Public safety	138,959	-	-	138,959
Total Fund Balances	138,959	5,827,801	605,306	6,572,066
Total Liabilities and Fund Balances	$ 1,216,729	$ 6,019,012	$ 1,573,819	$ 8,809,560

City of East Point, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Fiscal Year Ended June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Property taxes	$ -	$ 3,964,542	$ -	$ 3,964,542
Hotel-motel taxes	2,640,364	-	-	2,640,364
Intergovernmental	933,618	-	-	933,618
Charges for services	374,693	-	-	374,693
Fines and forfeitures	250,345	-	-	250,345
Investment earnings	500	437	-	937
Miscellaneous	43,400	-	-	43,400
Total Revenues	4,242,920	3,964,979	-	8,207,899
Expenditures				
Current:				
General government	1,175,539	-	-	1,175,539
Public safety	1,230,904	-	-	1,230,904
Culture and recreation	27,955	-	-	27,955
Economic and community development	340,015	-	-	340,015
Capital Outlay	763,108	-	1,400,423	2,163,531
Debt Service:				
Principal	-	735,000	-	735,000
Interest and fiscal charges	-	1,630,800	-	1,630,800
Debt issuance costs	-	-	-	-
Total Expenditures	3,537,521	2,365,800	1,400,423	7,303,744
Excess (Deficiency) of Revenues Over (Under) Expenditures	705,399	1,599,179	(1,400,423)	904,155
Other Financing Sources (Uses)				
Issuance of long-term debt	-	-	-	-
Inception of capital lease	-	-	-	-
Transfers in	483,221	-	1,712,468	2,195,689
Transfers out	(1,479,055)	-	-	(1,479,055)
Total Other Financing Sources (Uses)	(995,834)	-	1,712,468	716,634
Net Change in Fund Balances	(290,435)	1,599,179	312,044	1,620,788
Fund Balances Beginning of Year	429,394	4,228,622	293,262	4,951,278
Fund Balances End of Year	$ 138,959	$ 5,827,801	$ 605,306	$ 6,572,066

City of East Point, Georgia
General Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Cash and cash equivalents	$ 3,737,692	$ 4,789,248
Restricted cash	-	100,492
Receivables:		
Accounts	334,977	367,551
Property taxes	2,270,930	2,066,365
Intergovernmental	903,834	749,523
Interfund	5,431,012	7,023,712
Component units	175,528	175,528
Inventory	252,052	242,594
Prepaid items	31,887	31,887
Total Assets	$ 13,137,912	$ 15,546,900
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 1,307,880	$ 775,414
Accrued expenditures	1,130,216	1,448,664
Interfund payable	132,536	60,881
Deposits payable	104,293	104,293
Deferred revenue	814,005	1,078,339
Tax anticipation notes payable	8,000,000	8,000,000
Total Liabilities	11,488,930	11,467,591
Fund Balances		
Nonspendable	283,939	274,481
Unassigned	1,365,043	3,804,828
Total Fund Balances	1,648,982	4,079,309
Total Liabilities and Fund Balances	$ 13,137,912	$ 15,546,900

City of East Point, Georgia
General Fund
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended June 30, 2012 and 2011

	2012	2011
Revenues		
Taxes	$ 23,526,031	$ 25,631,825
Licenses and permits	1,793,056	1,468,036
Charges for services	382,539	300,762
Fines and forfeitures	1,735,705	2,032,081
Investment earnings	4,139	6
Miscellaneous	1,731,208	1,004,006
Total Revenues	29,172,678	30,436,716
Expenditures		
Current:		
General government	6,329,704	6,635,733
Judicial	595,139	663,571
Public safety	19,805,222	18,092,604
Public works	1,888,981	1,584,759
Culture and recreation	1,156,697	1,152,045
Economic and community development	1,457,016	1,250,276
Debt Service:		
Principal	2,309,540	2,870,383
Interest and fiscal charges	107,750	206,666
Total Expenditures	33,650,049	32,456,037
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,477,371)	(2,019,321)
Other Financing Sources (Uses)		
Inception of capital lease	362,316	-
Proceeds from disposal of assets	-	-
Transfer in	2,167,949	2,009,932
Transfer out	(483,221)	(454,736)
Other Financing Sources (Uses)	2,047,044	1,555,196
Net Change in Fund Balances	(2,430,327)	(464,126)
Fund Balances Beginning of Year	4,079,309	4,543,434
Fund Balances End of Year	$ 1,648,982	$ 4,079,309

٢

City of East Point, Georgia
General Fund
Schedule of Revenues and Other Financing Sources - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Taxes					
Property					
Real property					
Current	$ 8,380,000	$ 8,380,000	$ 6,360,425	$ (2,019,576)	$ 7,985,205
Motor vehicle tax	600,000	600,000	544,448	(55,552)	690,324
Mobile home	200	200	141,995	141,795	590
Intangibles	90,000	90,000	95,688	5,688	91,262
Personal property	1,600,000	1,600,000	1,600,954	954	1,560,096
Public utility	700,000	700,000	542,244	(157,756)	723,853
Real estate transfer tax	50,000	50,000	9,131	(40,869)	67,775
Delinquent:					
Current year	400,000	400,000	368,374	(31,626)	340,285
Prior year	500,000	500,000	62,621	(437,379)	528,908
FIFA	25,000	45,000	43,548	(1,452)	23,929
Total Property Taxes	12,345,200	12,365,200	9,769,427	(2,595,773)	12,012,227
Franchise taxes					
Electric	300,000	300,000	327,405	27,405	323,561
Gas	150,000	150,000	194,270	44,270	202,188
Cable Television	275,000	275,000	339,700	64,700	372,602
Telephone	200,000	200,000	165,037	(34,963)	202,426
Local option sales and use tax	9,200,000	9,200,000	10,290,616	1,090,616	9,537,621
Alcoholic beverage excise tax	325,000	325,000	480,778	155,778	456,904
Local option mixed drink tax	175,000	175,000	174,685	(315)	160,383
Insurance premium tax	2,200,000	2,200,000	1,581,234	(618,766)	2,131,470
Interest and penalties-current year	125,000	125,000	98,140	(26,860)	125,770
Interest and penalties-prior year	95,000	95,000	104,738	9,738	106,673
Total Taxes	25,390,200	25,410,200	23,526,031	(1,884,169)	25,631,825
Licenses and Permits					
Community services:					
Business licenses	64,000	64,000	38,865	(25,135)	44,142
Alcohol licenses	195,500	195,500	188,350	(7,150)	
Occupational licenses	500,000	500,000	490,717	(9,283)	640,404
Administrative fee	225,000	225,000	240,308	15,308	266,722
Building permits	300,000	300,000	435,435	135,435	355,828
Electrical permits	30,000	30,000	73,426	43,426	32,310
Heating permits	20,000	20,000	42,270	22,270	28,508
Plumbing permits	25,000	25,000	53,832	28,832	35,138
Zoning permits	25,000	25,000	23,660	(1,340)	21,800
Other	51,500	201,500	206,192	4,692	43,184
Total Licenses and Permits	1,436,000	1,586,000	1,793,056	207,055	1,468,036
Totals carried forward	26,826,200	26,996,200	25,319,087	(1,677,114)	27,099,861

City of East Point, Georgia
General Fund
Schedule of Revenues and Other Financing Sources - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Brought forward	$ 26,826,200	$ 26,996,200	$ 25,319,087	$ (1,677,114)	$ 27,099,861
Revenues					
Charges for Services					
General government					
Election qualifying fees	500	3,960	3,960	-	-
Rent-SW Creek Park	5,040	5,040	5,040	-	5,040
Bad check fees	300	300	175	(125)	770
Cell tower rental	20,000	20,000	21,780	1,780	21,780
Clerk's office	-	-	7,546	7,546	8,437
Police administration					
Services	125,000	125,000	143,306	18,306	163,130
Reimbursements	22,000	22,000	53,279	31,279	20,717
Public works					
Grease management fees	5,000	30,000	41,413	11,413	5,163
Erision inspection	-	-	5,603	5,603	100
Parks and recreation					
Program fees	55,000	55,000	75,129	20,129	64,095
Miscellaneous	70,200	371,120	25,308	(345,812)	11,530
Total Charges for Services	303,040	632,420	382,539	(249,881)	300,762
Fines and Forfeitures					
Court	1,900,000	1,900,000	1,735,705	(164,295)	2,032,081
Investment Earnings	-	-	4,139	4,139	6
Miscellaneous					
Rents and royalties	3,000	3,000	3,843	843	19,986
Other	2,000	132,499	1,727,365	1,594,866	984,020
Total Miscellaneous	5,000	135,499	1,731,208	1,595,709	1,004,006
Total Revenues	29,034,240	29,664,119	29,172,678	(491,441)	30,436,716
Other Financing Sources:					
Inception of capital lease	-	-	362,316	362,316	-
Transfers in	3,316,442	2,227,822	2,167,949	(59,873)	2,009,932
Total Revenues and Other Financing Sources	$ 32,350,682	$ 31,891,941	$ 31,702,943	$ (188,998)	$ 32,446,648

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
General Government					
City Council					
Personal services	$ 130,388	$ 130,388	$ 128,641	$ 1,747	$ 127,472
Purchased/contracted services	294,585	159,985	114,010	45,975	243,147
Supplies	12,800	12,800	2,933	9,867	3,880
Total City Council	437,773	303,173	245,584	57,591	374,499
Mayor					
Personal services	55,054	55,054	48,630	6,424	52,704
Purchased/contracted services	17,950	17,350	13,416	3,934	19,320
Supplies	2,100	2,100	1,313	787	536
Total Mayor	75,104	74,504	63,360	11,144	72,560
City Clerk					
Personal services	275,880	238,643	235,341	3,302	223,810
Purchased/contracted services	92,217	88,477	66,636	21,841	182,380
Supplies	6,000	6,000	4,166	1,834	4,435
Total City Clerk	374,097	333,120	306,143	26,977	410,625
City Manager					
Personal services	506,782	399,096	553,093	(153,997)	442,678
Purchased/contracted services	181,000	166,625	112,526	54,099	194,206
Supplies	13,500	13,350	10,026	3,324	3,601
Total City Manager	701,282	579,071	675,645	(96,574)	640,485
Legal					
Personal services	451,577	451,577	354,558	97,019	450,425
Purchased/contracted services	1,859,449	1,817,109	1,202,963	614,146	1,553,024
Supplies	21,800	21,800	15,268	6,532	18,204
Total Legal	2,332,826	2,290,486	1,572,789	717,696	2,021,653
Totals carried forward	3,921,082	3,580,354	2,863,522	716,833	3,519,822

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	$ 3,921,082	$ 3,580,354	$ 2,863,522	$ 716,833	$ 3,519,822
General Government (Continued)					
Planning and Zoning					
Personal services	-	-	-	-	-
Purchased/contracted services	6,300	6,300	4,950	1,350	2,350
Total Planning and Zoning	6,300	6,300	4,950	1,350	2,350
Finance and Accounting					
Personal services	1,040,182	976,941	892,194	84,747	716,954
Purchased/contracted services	155,377	136,756	142,817	(6,061)	298,244
Supplies	11,150	11,150	9,407	1,743	9,654
Total Finance and Accounting	1,206,709	1,124,847	1,044,418	80,428	1,024,852
Property Tax Division					
Personal services	153,548	153,548	150,360	3,188	122,675
Purchased/contracted services	50,600	49,380	54,251	(4,871)	57,256
Supplies	2,575	2,575	754	1,821	382
Total Property Tax Division	206,723	205,503	205,365	138	180,313
Purchasing					
Personal services	407,228	398,728	404,090	(5,362)	387,757
Purchased/contracted services	34,055	32,205	31,948	257	27,762
Supplies	6,300	6,300	8,480	(2,180)	3,583
Total Purchasing	447,583	437,233	444,518	(7,285)	419,102
Information Services					
Personal services	405,269	405,269	363,447	41,822	345,168
Purchased/contracted services	522,885	515,552	527,522	(11,970)	478,007
Supplies	1,000	1,000	-	1,000	700
Capital outlay	177,000	177,000	165,049	11,951	141,251
Total Information Services	1,106,154	1,098,821	1,056,018	42,802	965,126
Totals carried forward	6,894,551	6,453,058	5,618,791	834,266	6,111,565

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	$ 6,894,551	$ 6,453,058	$ 5,618,791	$ 834,266	$ 6,111,565
General Government (Continued)					
Human Resources					
Personal services	501,687	446,187	410,271	35,916	865,486
Purchased/contracted services	139,750	136,020	102,476	33,544	79,150
Supplies	14,000	14,000	8,562	5,438	17,441
Supplies	8,600	8,600	-	-	
	-	-			
Total Human Resources	664,037	604,807	521,309	74,899	962,077
Building and Grounds					
Personal services	789,082	789,082	778,098	10,984	784,168
Purchased/contracted services	243,950	238,950	249,189	(10,239)	148,852
Supplies	24,020	24,020	28,106	(4,086)	32,125
Capital outlay	7,720	7,720	-	7,720	27,858
Total Building and Grounds	1,064,772	1,059,772	1,055,393	4,381	993,003
Administration (Non-departmental)					
Personal services	-	-	305,095	(305,095)	6,023
Purchased/contracted services	1,156,543	1,406,543	1,466,087	(59,544)	1,482,526
Miscellaneous	1,470,581	430,000	1,925	428,075	4,389
Total Administration (Non-departmental)	2,627,124	1,836,543	1,773,107	63,436	1,492,938
Total General Government	11,250,484	9,954,180	8,968,600	976,982	9,559,583
Judicial					
Municipal Court					
Personal services	544,869	514,897	482,099	32,798	518,862
Purchased/contracted services	124,550	114,550	109,369	5,181	133,178
Supplies	4,100	4,100	3,671	429	2,336
Capital outlay	-	-	-	-	9,195
Total Municipal Court	673,519	633,547	595,139	38,408	663,571
Total Judicial	673,519	633,547	595,139	38,408	663,571
Public Safety					
Police					
Personal services	11,289,080	10,133,248	9,928,488	204,760	9,777,585
Purchased/contracted services	393,359	389,223	546,429	(157,206)	466,589
Supplies	460,850	458,600	480,079	(21,479)	458,215
Capital outlay	-	-	132,536	(132,536)	
Miscellaneous	136,398	100,000	1,039,935	(939,935)	72,494
Total Police	12,279,687	11,081,071	12,127,467	(1,046,395)	10,774,883
Totals carried forward	24,203,690	21,668,798	21,691,206	(31,005)	20,998,037

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	$ 24,203,690	$ 21,668,798	$ 21,691,206	$ (31,005)	$ 20,998,037
Public Safety					
Jail					
Personal services	1,014,418	909,418	798,399	111,019	857,407
Purchased/contracted services	395,765	385,725	281,774	103,951	57,966
Supplies	81,975	80,975	82,153	(1,178)	66,291
Total Jail	1,492,158	1,376,118	1,162,326	213,792	981,664
Code Enforcement					
Personal services	238,266	198,266	145,681	52,585	228,320
Purchased/contracted services	11,700	11,700	10,992	708	8,840
Total Code Enforcement	249,966	209,966	156,673	53,294	237,160
Fire					
Personal services	5,858,285	5,858,285	5,726,948	131,337	5,515,889
Purchased/contracted services	307,221	300,521	354,239	(53,718)	339,388
Supplies	204,968	193,468	270,794	(77,326)	242,768
Miscellaneous	8,500	8,500	6,775	1,725	853
Total Fire	6,378,974	6,360,774	6,358,756	2,018	6,098,898
Total Public Safety	20,400,785	19,027,929	19,805,222	(777,291)	18,092,605
Public Works					
Highways and Streets					
Personal services	332,973	332,973	322,887	10,086	157,874
Purchased/contracted services	73,535	73,235	27,001	46,234	18,782
Supplies	2,100	2,100	1,987	113	3,137
Cost allocation			-	-	
Capital outlay			-	-	
Miscellaneous	1,100	1,100	-	1,100	-
Total Highways and Streets	409,708	409,408	351,875	57,533	179,793
Roadways and Walkways					
Personal services	531,082	531,082	429,352	101,730	576,324
Purchased/contracted services	77,150	73,350	21,613	51,737	73,931
Supplies	170,700	168,700	108,648	60,052	119,171
Cost allocation	284,648	239,313	847,111	(607,798)	619,596
Capital outlay	100,000	100,000	125,411	(25,411)	14,331
Miscellaneous	37,129	35,500	4,971	30,529	1,612
Total Roadways and Walkways	1,200,709	1,147,945	1,537,106	(389,163)	1,404,965
Total Public Works	1,610,417	1,557,353	1,888,981	(331,630)	1,584,758
Totals carried forward	33,935,205	31,173,009	31,257,943	(93,532)	29,900,517

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	$ 33,935,205	$ 31,173,009	$ 31,257,943	$ (93,532)	$ 29,900,517
Culture and Recreation					
Parks and Recreation					
Personal services	289,528	289,528	194,697	94,831	158,393
Purchased/contracted services	93,690	93,690	56,106	37,584	117,127
Supplies	9,200	9,200	14,413	(5,213)	14,382
Miscellaneous	2,236	2,236	-	2,236	-
Total Parks and Recreation	394,654	394,654	265,215	129,439	289,902
Park Facilities					
Personal services	610,674	656,060	604,099	51,961	654,815
Purchased/contracted services	136,410	120,050	152,046	(31,996)	78,122
Supplies	96,800	93,800	126,745	(32,945)	97,046
Capital outlay	-	-	8,127	(8,127)	31,327
Miscellaneous	10,800	10,490	465	10,025	833
Total Park Facilities	854,684	880,400	891,482	(11,083)	862,143
Total Culture and Recreation	1,249,338	1,275,054	1,156,697	118,356	1,152,045
Economic Development and Community Services					
Community Services					
Personal services	856,472	856,472	846,991	9,481	837,311
Purchased/contracted services	178,750	164,616	164,091	525	92,578
Supplies	9,450	8,430	14,777		
Capital outlay	3,500	3,500	-		
Miscellaneous	3,500	3,500	5,953	(2,453)	17,450
Total Community Services	1,051,672	1,036,518	1,031,812	7,552	947,339
Economic Development					
Personal services	330,869	330,869	321,571	9,298	247,731
Purchased/contracted services	145,710	124,900	99,032	25,868	51,641
Supplies	3,250	3,250			
Miscellaneous	3,500	3,500	4,600	(1,100)	3,564
Total Economic Development	483,329	462,519	425,203	34,067	302,936
Total Economic and Community Development	1,535,001	1,499,037	1,457,016	41,619	1,250,275
Totals carried forward	36,719,544	33,947,100	33,871,655	66,443	32,302,837

City of East Point, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

(continued)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	$ 36,719,544	$ 33,947,100	$ 33,871,655	$ 66,443	$ 32,302,837
Debt Service:					
Principal retirement	808,222	876,901	2,309,540	(1,432,639)	2,870,383
Interest and fiscal charges	100,802	356,824	107,750	249,074	206,666
Total Debt Service:	909,024	1,233,725	2,417,290	(1,183,565)	3,077,049
Total Expenditures	37,628,568	35,180,825	36,288,945	(1,117,122)	35,379,887
Less Cost Allocations to Utilities	(5,277,886)	(3,288,884)	(2,638,896)	(649,988)	(2,923,850)
Net Expenditures	32,350,682	31,891,941	33,650,049	(1,767,110)	32,456,037
Other Financing Uses					
Transfers out	-	-	483,221	(483,221)	(454,736)
Other Financing Uses	-	-	483,221	(483,221)	(454,736)
Total Expenditures and Other Financing Uses	$ 32,350,682	$ 31,891,941	$ 34,133,270	$ (2,250,331)	$ 32,001,301

City of East Point, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds					
	Restricted Grants	Hotel/Motel Tax	Police Grants	Confiscated Assets	Enhanced 911	Total Nonmajor Special Revenue Funds
Assets						
Restricted cash	$ -	$ -	$ -	$ 452,338	$ 14,503	$ 466,841
Receivables:						
Accounts	-	221,577	-	-	103,247	324,824
Property taxes	-	-	-	-	-	-
Intergovernmental	332,546	-	92,518	-	-	425,064
Total Assets	$ 332,546	$ 221,577	$ 92,518	$ 452,338	$ 117,750	$ 1,216,729
Liabilities and Fund Balances						
Liabilities						
Accounts payable	$ 115,866	$ -	$ 23,241	$ 211,455	$ 36,425	$ 386,988
Accrued expenditures	-	-	-	-	26,365	26,365
Interfund payable	216,680	221,577	69,277	88,353	54,960	650,846
Deferred revenue	-	-	-	13,571	-	13,571
Total Liabilities	332,546	221,577	92,518	313,379	117,750	1,077,770
Fund Balances						
Restriced for:						
Economic development	-	-	-	-	-	-
Public safety	-	-	-	138,959	-	138,959
Total Liabilities and Fund Balances	$ 332,546	$ 221,577	$ 92,518	$ 452,338	$ 117,750	$ 1,216,729

City of East Point, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2012

	Special Revenue Funds					
	Restricted Grants	Hotel Motel Tax	Police Grants	Confiscated Assets	Enhanced 911	Total Nonmajor Special Revenue Funds
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Hotel-motel taxes	-	2,640,364	-	-	-	2,640,364
Intergovernmental	562,795	-	370,823	-	-	933,618
Charges for services	-	-	-	-	374,693	374,693
Fines and forfeitures	-	-	-	250,345	-	250,345
Investment earnings	37	-	-	355	108	500
Miscellaneous	43,400	-	-	-	-	43,400
Total Revenues	606,232	2,640,364	370,823	250,700	374,801	4,242,920
Expenditures						
Current:						
General government	14,230	1,161,309	-	-	-	1,175,539
Public safety	7,500	-	90,888	274,494	858,022	1,230,904
Culture and recreation	27,955	-	-	-	-	27,955
Economic and community development	340,015	-	-	-	-	340,015
Capital Outlay	216,532	-	279,935	266,641	-	763,108
Debt Service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total Expenditures	606,232	1,161,309	370,823	541,135	858,022	3,537,521
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	1,479,055	-	(290,435)	(483,221)	705,399
Other Financing Sources (Uses)						
Transfers in	-	-	-	-	483,221	483,221
Transfers out	-	(1,479,055)	-	-	-	(1,479,055)
Total Other Financing Sources (Uses)	-	(1,479,055)	-	-	483,221	(995,834)
Net Change in Fund Balances	-	-	-	(290,435)	-	(290,435)
Fund Balances Beginning of Year	-	-	-	429,394	-	429,394
Fund Balances End of Year	$ -	$ -	$ -	$ 138,959	$ -	$ 138,959

City of East Point, Georgia
Restricted Grants Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ -	$ 375,560
Intergovernmental receivable	332,546	-
	$ 332,546	$ 375,560
Liabilities		
Accounts payable	$ 115,866	$ 775
Intergovernmental payable	-	-
Interfund payable	216,680	374,785
Total Liabilities	$ 332,546	$ 375,560

City of East Point, Georgia
Restricted Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Intergovernmental	$ 3,854,371	$ 1,854,371	$ 562,795	$ (1,291,576)	$ 151,541
Investment earnings	-	-	37	37	737
Miscellaneous	-	-	43,400	43,400	37,230
Total Revenues	3,854,371	1,854,371	606,232	(1,248,139)	189,508
Expenditures					
Current:					
General government/Public Works	715,000	715,000	14,230	700,770	25,995
Public safety	-	-	7,500	(7,500)	104,393
Capital Outlay	-	-	216,532	(216,532)	-
Culture and recreation	153,188	153,188	27,955	125,233	46,275
Economic and community development	2,986,183	986,183	340,015	646,168	12,845
Total Expenditures	3,854,371	1,854,371	606,232	1,248,139	189,508
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	-	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of East Point, Georgia
Hotel Motel Tax Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Accounts receivable	$ 221,577	$ 228,545
	$ 221,577	$ 228,545
Liabilities		
Interfund payable	$ 221,577	$ 228,545
Total Liabilities	$ 221,577	$ 228,545
Fund balance	$ -	$ -
Total Liabilities and Fund Balances	$ 221,577	$ 228,545

City of East Point, Georgia
Hotel-Motel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Hotel-motel taxes	$ 960,000	$ 2,800,000	$ 2,640,364	$ (159,636)	$ 1,110,805
Expenditures					
Current:					
General Government	960,000	2,800,000	1,161,309	(1,638,691)	-
	$ 960,000	$ 2,800,000	$ 1,161,309	$ (1,638,691)	$ -
Other Financing Uses					
Transfers out	-	-	(1,479,055)	(1,479,055)	(1,110,805)
Net Change in Fund Balances	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of East Point, Georgia
Police Grants Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ -	$ 88,762
Intergovernmental receivable	92,518	-
Total Assets	$ 92,518	$ 88,762
Liabilities		
Accounts payable	$ 23,241	$ 39,956
Deferred revenue	-	48,806
Interfund payable	69,277	-
Total Liabilities	$ 92,518	$ 88,762

City of East Point, Georgia
Police Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Intergovernmental	$ 707,296	$ 707,296	$ 370,823	$ (336,473)	$ 201,158
Expenditures					
Current:					
Public safety	707,296	707,296	90,888	616,408	201,158
Capital Outlay	-	-	279,935	(279,935)	-
Total Expenditures	707,296	707,296	370,823	336,473	201,158
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			-		$ -

City of East Point, Georgia
Confiscated Assets Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ 452,338	$ 754,065
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 211,455	$ 12,321
Interfund payable	88,353	312,350
Unearned revenue/Deposit held	13,571	-
Total Liabilities	313,379	324,671
Fund Balances		
Restricted for public safety	138,959	429,394
Total Liabilities and Fund Balances	$ 452,338	$ 754,065

City of East Point, Georgia
Confiscated Assets Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Fines and forfeitures	$ 833,777	$ 750,399	$ 250,345	$ (500,054)	$ 363,604
Investment earnings	-	-	355	355	445
Total Revenues	833,777	750,399	250,700	(499,699)	364,049
Expenditures					
Current:					
Public safety	833,777	750,399	274,494	475,905	353,478
Capital Outlay	-	-	266,641	(266,641)	131,698
Total Expenditures	833,777	750,399	541,135	209,264	485,176
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	(290,435)	$ (290,435)	(121,127)
Fund Balances Beginning of Year			429,394		550,521
Fund Balances End of Year			$ 138,959		$ 429,394

City of East Point, Georgia
E-911 Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ 14,503	$ 3,122,805
Accounts receivable	103,247	64,677
Total Assets	$ 117,750	$ 3,187,482
Liabilities		
Accounts payable	$ 36,425	$ 178
Accrued expenditures	26,365	33,493
Interfund payable	54,960	3,153,811
Total Liabilities	$ 117,750	$ 3,187,482

City of East Point, Georgia
E-911 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services	$ 1,077,446	$ 1,028,621	$ 374,693	$ (653,928)	$ 505,446
Investment earnings	-	-	108	108	2,349
Total Revenues	1,077,446	1,028,621	374,801	(653,820)	507,795
Expenditures					
Current:					
Public safety	1,077,446	1,028,621	858,022	170,599	937,531
(Deficiency) of Revenues (Under) Expenditures	-	-	(483,221)	(483,221)	(429,736)
Other Financing Sources					
Transfers in	-	-	483,221	483,221	429,736
Net Change in Fund Balance	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of East Point, Georgia
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2012

	Camp Creek Tax Allocation District	East Point Corridors Tax Allocation District	Total Nonmajor Debt Service Funds
Assets			
Restricted cash	$ 4,586,591	$ 1,241,210	$ 5,827,801
Taxes receivable	-	191,211	191,211
Total Assets	$ 4,586,591	$ 1,432,421	$ 6,019,012
Liabilities and Fund Balances			
Liabilities			
Deferred revenue	$ -	$ 191,211	$ 191,211
Total Liabilities	-	191,211	191,211
Fund Balances			
Restricted for debt service	4,586,591	1,241,210	5,827,801
Total Liabilities and Fund Balances	$ 4,586,591	$ 1,432,421	$ 6,019,012

City of East Point, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2012

	Camp Creek Tax Allocation District	East Point Corridors Tax Allocation District	Total Nonmajor Debt Service Funds
Revenues			
Property taxes	$ 3,465,625	$ 498,917	$ 3,964,542
Investment earnings	437	-	437
Miscellaneous	-	-	-
Total Revenues	3,466,062	498,917	3,964,979
Expenditures			
Debt Service			
Principal	735,000	-	735,000
Interest and service charges	1,630,800	-	1,630,800
Total Expenditures	2,365,800	-	2,365,800
Excess of Revenues Over Expenditures	1,100,262	498,917	1,599,179
Fund Balances Beginning of Year,	3,486,329	742,293	4,228,622
Fund Balances End of Year	$ 4,586,591	$ 1,241,210	$ 5,827,801

City of East Point, Georgia
Camp Creek Tax Allocation District Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ 4,586,591	$ 4,552,750
Liabilities and Fund Balances		
Liabilities		
Interfund payable	$ -	$ 1,066,421
Total Liabilities	-	1,066,421
Fund Balances		
Restricted for debt service	4,586,591	3,486,329
Total Liabilities and Fund Balances	$ 4,586,591	$ 4,552,750

City of East Point, Georgia
Camp Creek Tax Allocation District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	$ 2,360,800	$ 2,360,800	$ 3,465,625	$ 1,104,825	$ 2,953,895
Investment earnings	-	-	437	437	368
Miscellaneous	-	-	-	-	107,126
Total Revenues	2,360,800	2,360,800	3,466,062	1,105,262	3,061,389
Expenditures					
Debt Service					
Principal	730,000	730,000	735,000	(5,000)	650,000
Interest and fiscal charges	1,630,800	1,630,800	1,630,800	-	1,682,800
Total Expenditures	2,360,800	2,360,800	2,365,800	(5,000)	2,332,800
Excess of Revenues Over Expenditures	$ -	$ -	1,100,262	$ 1,110,262	728,589
Fund Balances Beginning of Year			3,486,329		2,757,740
Fund Balances End of Year			$ 4,586,591		$ 3,486,329

City of East Point, Georgia
East Point Corridors Tax Allocation District Fund
Comparative Balance Sheet
June 30, 2012 and 2011

	2012	2011
Assets		
Restricted cash	$ 1,241,210	$ 742,293
Taxees receivable	191,211	191,211
Total Assets	$ 1,432,421	$ 933,504
Liabilities		
Deferred revenue	$ 191,211	$ 191,211
Total Liabilities	191,211	191,211
Fund Balances		
Legally restricted	1,241,210	742,293
Total Liabilities and Fund Balances	$ 1,432,421	$ 933,504

City of East Point, Georgia
East Point Corridors Tax Allocation District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
:	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	$ 950,000	$ 950,000	$ 498,917	$ (451,083)	$ 897,505
Expenditures					
Debt Service					
Principal	950,000	950,000	-	950,000	-
Interest and service charges	-	-	-	-	68
Total Expenditures	950,000	950,000	-	950,000	68
Excess of Revenues Over Expenditures	$ -	$ -	498,917	$ 498,917	897,437
Fund Balances Beginning of Year			742,293		(155,144)
Fund Balances End of Year			$ 1,241,210		$ 742,293

City of East Point, Georgia
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2012

	Capital Projects Fund	Bond Construction Fund	Government Center Construction Fund	Total Nonmajor Governmental Funds
Assets				
Restricted cash	$ -	$ 48,860	$ 488,918	$ 537,778
Interfund	1,036,041			1,036,041
	$ 1,036,041	$ 48,860	$ 488,918	$ 1,573,819
Liabilities and Fund Balances				
Liabilities				
Accounts payable	$ 570,775	$ -	$ -	$ 570,775
Interfund	389,128	8,610	-	397,738
	959,903	8,610	-	968,513
Fund Balances				
Restricted for capital projects	76,138	40,250	488,918	605,306
Total Liabilities and Fund Balances	$ 1,036,041	$ 48,860	$ 488,918	$ 1,573,819

City of East Point, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds
For the Fiscal Year Ended June 30, 2012

	Capital Projects Fund	Bond Construction Fund	Government Center Construction Fund	Total Nonmajor Governmental Funds
Expenditures				
Debt service				
Capital Outlay	$ 1,245,869	$ 154,530	$ -	$ 1,400,398
Misc	-	25	-	25
Total Expenditures	1,245,869	154,555	-	1,400,423
Other Financing Sources				
Transfers in	1,223,550	-	488,918	1,712,468
Total Other Financing Sources	1,223,550	-	488,918	1,712,468
Net Change in Fund Balances	(22,319)	(154,555)	488,918	312,044
Fund Balances Beginning of Year,	98,457	194,805	-	293,262
Fund Balances End of Year	$ 76,138	$ 40,250	$ 488,918	$ 605,306

City of East Point, Georgia
Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2012
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	2012				2011
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Expenditures					
Capital Outlay	$ 1,471,374	$ 1,471,374	$ 1,245,869	$ (225,505)	$ 1,879,838
Other Financing Sources					
Transfers in	1,471,374	1,471,374	1,223,550	247,824	915,426
Inception of capital lease	-	-	-	-	1,062,869
Other Financing Sources	1,471,374	1,471,374	1,223,550	247,824	1,978,295
Net Change in Fund Balance	$ -	$ -	(22,319)	$ 22,318	98,457
Fund Balances Beginning of Year			98,457		-
Fund Balances End of Year			$ 76,138		$ 98,457

City of East Point, Georgia
Water & Sewerage System Fund
Comparative Statements of Net Assets
June 30, 2012 and 2011

	2012	2011
Assets		
Current Assets		
Cash and cash equivalents	$ 4,623,114	$ 133,560
Restricted cash	3,897	52,037
Receivables (net)		
Accounts	1,639,080	1,240,235
Accrued revenue	488,921	273,080
Leins	637,958	640,756
Inventory	59,496	77,878
Total Current Assets	7,452,466	2,417,546
Noncurrent Assets		
Investments	7,561,394	14,102,489
Deferred charges	I,190,548	1,281,848
Capital assets		
Land		
Construction in progress	28,083,699	24,225,918
Depreciable, net	42,999,909	42,679,584
Total Noncurrent Assets	79,835,550	82,289,839
Total Assets	87,288,016	84,707,385
Liabilities		
Current Liabilities		
Accounts payable	4,466,785	2,345,185
Contracts retainage payable	100,845	163,839
Accrued expenses	627,782	1,986,153
Compensated absences payable	178,745	91,053
Interfund payable	2,367,643	704,175
Revenue bonds payable	3,790,000	3,640,000
Total Current Liabilities	11,531,800	8,930,405
Current Liabilities Payable from Restricted Assets		
Accrued interest payable	1,374,432	972,504
Customer deposits	151,737	151,737
Total Current Liabilities Payable from Restricted Assets	1,526,169	1,124,241
Total Current Liabilities	I3,057,969	10,054,646
Long-Term Liabilities (net of current portion)		
Other post employment benefits payable	186,519	89,694
Revenue bonds payable (net of current portion)	65,072,674	68,605,494
Long-Term Liabilities	65,259,193	68,695,188
Total Liabilities	78,317,162	78,749,834
Net Assets		
Invested in capital assets, net of related debt	9,452,224	7,446,195
Unrestricted	(481,370)	(1,488,644)
Total Net Assets	$ 8,970,854	$ 5,957,551

City of East Point, Georgia
Water & Sewerage System Fund
Comparative Statement of Revenues,
Expenses and Changes in Fund Net Assets
For the Years Ended June 30, 2012 and 2011

	2012	2011
Operating Revenues		
Charges for services	$ 19,717,142	$ 14,545,177
Miscellaneous	-	9,508
Total Operating Revenues	19,717,142	14,554,685
Operating Expenses		
Personal services	4,065,177	3,731,253
Purchased services	1,757,843	1,932,540
Materials and supplies	1,202,784	631,308
Sanitary sewers	2,640,135	2,908,028
Depreciation	3,294,881	3,203,095
Cost allocation	1,115,418	-
Other	98,959	188,225
Total Operating Expenses	14,175,197	12,594,449
Operating Income	5,541,945	1,960,236
Non-Operating Revenues (Expenses)		
Interest and fiscal charges	(2,564,984)	(1,641,899)
Amortization of bond issuance costs	(91,300)	(67,189)
Investment earnings	127,642	(671,569)
Total Non-Operating Revenues (Expenses)	(2,528,642)	(2,380,657)
Change in Net Assets	3,013,303	(420,421)
Net Assets Beginning of Year	5,957,551	6,377,972
Net Assets End of Year	$ 8,970,854	$ 5,957,551

City of East Point, Georgia
Water & Sewerage System Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

	2012	2011
Cash Flows from Operating Activities		
Cash received from customers	$ 19,105,253	$ 13,824,812
Cash payments to employees for services	(3,977,485)	(3,740,655)
Cash payments for goods and services	(6,096,521)	(6,207,307)
Net Cash Provided by Operating Activities	9,031,247	3,876,850
Cash Flows from Noncapital Financing Activities		
Decrease in interfund payables	1,663,468	(1,026,897)
Increase in interfund receivable	-	1,930,709
Total Cash Flows from Noncapital Financing Activities	1,663,468	903,812
Cash Flows from Capital and Related Financing Activities		
Principal paid on revenue bonds	(2,980,892)	(1,216,322)
Interest paid on revenue bonds	(4,747,922)	(1,641,899)
Payments for capital acquisitions	(5,193,224)	(7,578,132)
Net Cash (Used in) Capital and Related Financing Activities	(12,922,038)	(10,436,353)
Cash Flows from Investing Activities		
Investments earnings	127,642	(671,569)
Maturities of investments	6,541,095	3,120,907
Net Cash Provided by Investing Activities	6,668,737	2,449,338
Net Increase (Decrease) in Cash and Cash Equivalents	4,441,414	(3,206,353)
Cash and Cash Equivalents Beginning of Year	185,597	3,391,950
Cash and Cash Equivalents End of Year	$ 4,627,011	$ 185,597
Cash and Cash Equivalents	$ 4,623,114	$ 133,560
Restricted Cash	3,897	52,037
Total	$ 4,627,011	$ 185,597

(continued)

City of East Point, Georgia
Water and Sewerage System Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

(continued)

	2012	2011
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities		
Operating Income	$ 5,541,945	$ 1,960,236
Adjustments		
Depreciation	3,294,881	3,203,095
(Increase) Decrease in Assets		
Accounts receivable and accrued revenues	(611,888)	(729,874)
Inventories	18,382	(11,509)
Increase (Decrease) in Liabilities		
Accounts payable	2,121,600	(138,800)
Contracts retainage payable	(62,994)	(177,562)
Accrued expenses	(1,358,371)	(219,334)
Compensated absences	87,692	(9,402)
Net Cash Provided by Operating Activities	$ 9,031,247	$ 3,876,850

City of East Point, Georgia
Electric System Fund
Comparative Statements of Net Assets
June 30, 2012 and 2011

	2012	2011
Assets		
Current Assets		
Cash and cash equivalents	$ 302,765	$ 210,187
Restricted assets		
Cash and cash equivalents	7,831,776	7,087,566
Investments	-	-
Receivables		
Accounts	2,556,551	3,051,286
Accrued revenue	982,178	963,041
Interfund	2,229,581	91,219
Inventories	2,670,505	2,628,248
Prepaid items	-	3
Total Current Assets	16,573,356	14,031,550
Noncurrent Assets		
Capital assets		
Nondepreciable	2,476,750	2,476,750
Depreciable, net	3,326,403	4,187,146
Total Noncurrent Assets	5,803,153	6,663,896
Total Assets	22,376,509	20,695,446
Liabilities		
Current Liabilities		
Accounts payable	1,306,219	3,311,109
Accrued expenses	2,844,134	1,004,190
Compensated absences	199,733	161,767
Interfund payable	4,147,467	1,878
Capital leases payable	-	1,108,976
Claims payable	467,000	-
Total Current Liabilities	8,964,553	5,587,920
Current Liabilities Payable From Restricted Assets		
Customer deposits	1,607,974	1,446,002
Long-term Liabilities (net of current portion)		
Other post employment benefits payable	275,593	133,053
Capital leases payable	-	1,494,811
Long-term Liabilities	275,593	1,627,864
Total Liabilities	10,848,120	8,661,786
Net Assets		
Invested in capital assets, net of related debt	5,803,153	4,060,109
Unrestricted	5,725,236	7,973,551
Total Net Assets	$ 11,528,389	$ 12,033,660

City of East Point, Georgia
Electric System Fund
Comparative Statements of Revenues,
Expenses and Changes in Fund Net Assets
For the Years Ended June 30, 2012 and 2011

	2012	2011
Operating Revenues		
Charges for services - net	$ 37,117,840	$ 35,163,036
Miscellaneous	34,621	734,909
Total Operating Revenues	37,152,461	35,897,945
Operating Expenses		
Personal services	3,634,789	2,868,972
Wholesale electric	30,550,990	27,440,860
Purchased services	1,609,161	1,555,170
Cost allocation	1,327,602	2,923,950
Supplies	753,218	240,560
Depreciation	1,031,423	994,905
Other	476,116	308,778
Total Operating Expenses	39,383,299	36,333,195
Operating Income (Loss)	(2,230,838)	(435,250)
Non-Operating Revenues (Expenses)		
Gain on disposition of capital assets	-	18,465
Investment earnings	-	7,382
Proceeds from the liquidation of bond reserve	4,173,436	5,087,006
Interest expense	(133,219)	(157,339)
Total Non-Operating Revenues	4,040,217	4,955,514
Income Before Transfers (Out)	1,809,379	4,520,264
Transfers Out	(2,314,650)	(1,814,553)
Change in Net Assets	(505,271)	2,705,711
Net Assets Beginning of Year	12,033,660	9,327,949
Net Assets End of Year	$ 11,528,389	$ 12,033,660

City of East Point, Georgia
Electric System Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

	2012	2011
Cash Flows from Operating Activities		
Cash received from customers	$ 37,790,030	$ 35,336,711
Cash payments for personal services	(3,596,823)	(2,858,806)
Cash payments for goods and services	(34,457,289)	(32,210,185)
Net Cash Provided by (Used in) Operating Activities	(264,082)	267,720
Cash Flows From Noncapital Financing Activities		
Increase in interfund receivable	(2,138,362)	(91,219)
Increase in interfund payable	4,145,589	519,981
Transfers out	(2,314,650)	(1,814,553)
Net Cash Flows (Used in) Noncapital Financing Activities	(307,423)	(1,385,791)
Cash Flows from Capital and Related Financing Activities		
Proceeds from the liquidation of bond reserve	4,173,436	5,087,006
Capital lease principal payments	(2,603,787)	(1,056,400)
Payments for interest on capital leases	(133,219)	(157,339)
Payments for capital acquisitions	(28,137)	(87,775)
Net Cash Provided by Capital and Related Financing Activities	1,408,293	3,785,492
Cash Flows from Investing Activities		
Investment earnings	-	7,382
Purchase of investments	-	-
Sale of investments	-	1,998,795
Net Cash Provided by Investing Activities	-	2,006,177
Net Increase (Decrease) in Cash and Cash Equivalents	836,788	4,673,597
Cash and Cash Equivalents Beginning of Year	7,297,753	2,624,156
Cash and Cash Equivalents End of Year	$ 8,134,541	$ 7,297,753
Cash and Cash Equivalents	$ 302,765	$ 210,187
Restricted Cash	7,831,776	7,087,566
Total	$ 8,134,541	$ 7,297,753

(continued)

City of East Point, Georgia
Electric System Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

(continued)

	2012	2011
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities		
Operating Income (Loss)	$ (2,230,838)	$ (435,250)
Adjustments		
Depreciation	1,031,423	994,905
(Increase) Decrease in Assets		
Accounts receivable and accrued revenues	475,598	(670,891)
Inventories	(42,257)	(116,330)
Increase (Decrease) in Liabilities		
Accounts payable and accrued liabilities	(164,946)	375,764
Deposits payable	161,972	109,657
Compensated absences payable	37,966	9,865
Claims payable	467,000	-
Net Cash Provided by Operating Activities	$ (264,082)	$ 267,720

City of East Point, Georgia
Solid Waste Fund
Comparative Statements of Net Assets
June 30, 2012 and 2011

	2012	2011
Current Assets		
Cash and cash equivalents	$ -	$ -
Receivables:		
Accounts	447,697	468,819
Accrued revenue	84,659	97,663
Interfund	11,284	-
Inventories	18,300	1,096
Total Current Assets	561,940	567,578
Noncurrent Assets		
Capital assets		
Depreciable capital assets, net	2,116,250	1,434,346
Total Assets	2,678,190	2,001,924
Liabilities		
Current Liabilities		
Accounts payable	133,574	117,682
Accrued expenses	61,096	95,965
Interfund payable	725,565	441,613
Capital leases payable	318,871	115,364
Compensated absences payable	76,483	71,536
Total Current Liabilities	1,315,589	842,160
Long-Term Liabilities (net of current portion)		
Other post employment benefits payable	146,047	29,406
Capital leases payable	1,185,843	776,199
Long-Term Liabilities	1,331,890	805,605
Total Liabilities	2,647,479	1,647,765
Net Assets (Deficit)		
Invested in capital assets, net of related debt	611,536	542,784
Unrestricted (deficit)	(580,825)	(188,625)
Total Net Assets (Deficit)	$ 30,711	$ 354,159

City of East Point, Georgia
Solid Waste Fund
Comparative Statements of Revenues,
Expenses and Changes in Fund Net Assets
For the Years Ended June 30, 2012 and 2011

	2012	2011
Operating Revenues		
Charges for services	$ 3,937,834	$ 3,620,752
Total Revenues	3,937,834	3,620,752
Operating Expenses		
Personal services	1,820,618	1,971,055
Purchased services	1,479,126	1,284,827
Supplies	49,458	25,659
Depreciation	558,963	264,362
Cost allocation	195,880	-
Other	5,129	17,539
Total Operating Expenses	4,109,174	3,563,442
Operating Income (Loss)	(171,340)	57,310
Non-Operating Revenues (Expense)		
Interest expense	(65,396)	(1,901)
Gain on disposition of capital assets	-	129,740
Transfer out	(86,712)	-
Total Non-Operating Revenues (Expense)	(152,108)	127,839
Change in Net Assets	(323,448)	185,149
Net Assets Beginning of Year	354,159	169,010
Net Assets End of Year	$ 30,711	$ 354,159

City of East Point, Georgia
Solid Waste Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

	2012	2011
Cash Flows from Operating Activities		
Cash received from customers	$ 3,971,960	$ 3,800,898
Cash payments for personal services	(1,733,899)	(2,010,727)
Cash payments for goods and services	(1,730,906)	(1,397,725)
Net Cash provided by Operating Activities	507,155	392,446
Cash Flows from Noncapital Financing Activities		
Increase in interfund payable	283,952	(276,974)
Total Cash Flows Provided by (Used in) Noncapital Financing Activities	283,952	(276,974)
Cash Flows from Capital and Related Financing Activities		
Debt principal payments	(739,825)	(169,733)
Interest payments on capital leases	(65,396)	(1,901)
Cash from proceeds of new capital leases	1,123,936	-
Payments for capital acquisitions	(1,109,822)	-
Cash from proceeds of capital asset dispositions	-	49,994
Total Cash Flows Used in Capital and Related Financing Activities	(791,107)	(121,640)
Net Increase in Cash and Cash Equivalents	-	(6,168)
Cash and Cash Equivalents Beginning of Year	-	6,168
Cash and Cash Equivalents End of Year	$ -	$ -

(continued)

City of East Point, Georgia
Solid Waste Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

(continued)

	2012	2011
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating Income	$ (171,340)	$ 57,310
Adjustments		
Depreciation	558,963	264,362
(Increase) Decrease in Assets		
Accounts receivable and accrued revenue	34,126	180,145
Inventories	(17,204)	(810)
Increase (Decrease) in Liabilities		
Accounts payables and accrued expenses	15,891	(68,889)
Accrued expenses	(34,869)	290
Compensated absences payable	4,947	945
Other liabilities	116,641	(40,907)
Net Cash Provided by Operating Activities	$ 507,155	$ 392,446

City of East Point, Georgia
Motor Transport Fund
Comparative Statements of Net Assets
June 30, 2012 and 2011

	2012	2011
Assets		
Current Assets		
Cash and cash equivalents	85,642	2,198
Non-current Assets		
Capital assets:		
Depreciable, net	290,290	312,748
Total Assets	375,932	314,946
Liabilities		
Current Liabilities:		
Accounts payable	23,930	33,049
Accrued expenses	65,879	62,146
Interfund payable	286,123	219,751
Total Current Liabilities	375,932	314,946
Net Assets		
Invested in capital assets	290,290	312,748
Unrestricted	(290,290)	(312,748)
Total Net Assets	$ -	$ -

City of East Point, Georgia
Motor Transport Fund
Comparative Statements of Revenues,
Expenses and Changes in Fund Net Assets
For the Years Ended June 30, 2012 and 2011

	2012	2011
Operating Revenues		
Charges for services	$ 1,204,137	$ 1,137,289
Operating Expenses		
Personnel services	241,680	339,253
Purchased services	120,052	138,446
Commodities	819,948	633,388
Depreciation	22,457	26,202
Total Expenses	1,204,137	1,137,289
Operating Income	-	-
Net Assets (Deficits) Beginning of Year	-	-
Net Assets End of Year	$ -	$ -

City of East Point, Georgia
Motor Transport Fund
Comparative Statements of Cash Flows
For the Years Ended June 30, 2012 and 2011

Increase (Decrease) in Cash and Cash Equivalents	2012	2011
Cash Flows from Operating Activities		
Cash received from interfund services provided	$ 1,204,137	$ 1,137,289
Cash payments for personal services	(241,680)	(339,253)
Cash payments for goods and services	(945,386)	(856,712)
Net Cash Provided by (Used in) Operating Activities	17,071	(58,676)
Cash Flows from Noncapital Financing Activities		
Increase (decrease) in interfund loan payable	66,373	60,874
Net Increase in Cash and Cash Equivalents	83,444	2,198
Cash and Cash Equivalents Beginning of Year	2,198	-
Cash and Cash Equivalents End of Year	$ 85,642	$ 2,198
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating Income (Loss)	$ -	$ -
Adjustments		
Depreciation	22,457	26,202
Increase (Decrease) in Liabilities		
Accounts payables	(9,119)	(65,282)
Accrued expenses	3,733	(19,596)
Net Cash Provided by Operating Activities	$ 17,071	$ (58,676)

City of East Point, Georgia
Comparative Statements of Plan Net Assets
Pension Trust Fund
June 30, 2012 and 2011

	2012	2011
Assets		
Cash and cash equivalents	$ 99,842	$ 571,466
Investments:		
Corporate bonds	4,159,296	3,888,836
U.S. government securities	18,918,296	17,872,016
Equity securities	31,394,311	32,709,871
Money market funds	1,351,718	842,424
Receivables:		
Interest	75,016	87,330
Other	328,644	277,702
Total Assets	56,327,123	56,249,645
Net Assets Held in Trust for Pension Benefits	$ 56,327,123	$ 56,249,645

City of East Point, Georgia
Comparative Statements of Changes in Fiduciary Net Assets
Pension Trust Fund
For the Fiscal Years Ended June 30, 2012 and 2011

	2012	2011
Additions		
Contributions:		
Employer	$ 7,268,577	$ 6,826,848
Employee	1,144,806	1,102,572
Investment earnings:		
Interest and dividends	797,477	2,714,590
Net increase (decrease) in the fair value of investments	160,815	6,491,501
Less investment expense	(273,795)	(282,396)
Total Additions	9,097,880	16,853,115
Deductions		
Administration expenses	189,570	270,123
Benefits	8,830,832	8,248,428
Total Deductions	9,020,402	8,518,551
Change in Net Assets	77,478	8,334,564
Net Assets Beginning of Year	56,249,645	47,915,081
Net Assets End of Year	$ 56,327,123	$ 56,249,645

City of East Point, Georgia
Comparative Statements of Assets and Liabilities
Agency Fund
June 30, 2012 and 2011

	2012	2011
Assets		
Cash and cash equivalents	$ 162,858	$ 550,719
Total Assets	$ 162,858	$ 550,719
Liabilities		
Deposits	$ 162,858	$ 550,719
Total Liabilities	162,858	550,719

City of East Point, Georgia
Comparative Statements of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Years Ended June 30, 2012 and 2011

	Balance June 30, 2011	Additions	Deductions	Balance June 30, 2012
Assets				
Cash and cash equivalents	$ 550,719	$ 1,735,705	$ 2,117,566	$ 162,858
Total Assets	550,719	1,735,705	2,117,566	162,858
Liabilities				
Deposits	559,719	1,735,705	2,117,566	162,858
Total Liabilities	$ 559,719	$ 1,735,705	$ 2,117,566	$ 162,858

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	$ 308,718	$ 2,014,081	$ 1,772,080	$ 550,719
Total Assets	308,718	2,014,081	1,772,080	550,719
Liabilities				
Deposits	308,652	2,014,081	1,772,080	559,719
Total Liabilities	$ 308,652	$ 2,014,081	$ 1,772,080	$ 559,719

THIS PAGE INTENTIONALLY LEFT BLANK



CITY OF EAST POINT, GEORGIA

JUNE 30, 2012

STATISTICAL SECTION

City of East Point, Georgia

Introduction to Statistical Section

(Unaudited)

This part of City of East Point's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary financial information. This information is unaudited.

Contents	***Exhibits***
Financial Trends These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.	I - XI-A
Revenue Capacity These tables contain information that may assist the reader in assessing the viability of the City's most significant "own-source" revenue sources, property taxes.	XII-XXIII
Debt Capacity These tables contain information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue debt in the future.	XXIV-XXVI
Demographic and Economic Information These tables present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the City operates and (2) to provide information that facilitates comparisons of financial statement information over time and among cities.	XXVII-XXVIII
Operating Information These tables contain service and infrastructure indicators that can inform one's understanding how the information in the City's financial statements relates to the services the City provides and the activities it performs.	XXIX-XXXII

Data Source:

Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report for the applicable year. The City implemented GASB Statement No. 34 in fiscal year 2003, therefore exhibits presenting government-wide financial data include only nine years of information.

City of East Point, Georgia
Changes in Net Assets - Governmental Activities (Unaudited)
Last Ten Fiscal Years [1]
(accrual basis of accounting)
(in $1,000's)

	For The Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses:										
General government	$ 12,354	$ 9,875	$ 12,986	$ 12,468	$ 13,659	$ 12,479	$ 12,015	$ 8,630	$ 6,902	$ 8,065
Judicial	511	522	613	716	675	644	499	555	672	606
Public safety	17,361	17,856	18,788	20,990	22,577	21,755	17,933	22,031	21,198	21,652
Public works	2,868	2,453	2,923	2,514	3,038	2,741	2,383	1,698	2,682	2,897
Culture and recreation	-	714	-	-	-	-	-	1,481	1,412	1,424
Economic and community development	9	-	399	216	251	272	42	1,127	1,277	1,812
Interest and fiscal charges	2,196	2,708	2,211	2,482	2,913	2,672	2,973	3,277	1,970	2,554
Total Expenses	35,299	34,128	37,920	39,386	43,113	40,563	35,845	38,799	36,113	39,010
Program Revenues:										
Charges for services:										
General government	4,832	1,350	1,192	4,368	4,839	5,121	3,787	1,501	1,536	1,857
Judicial system	-	-	-	-	-	-	-	-	-	1,736
Public safety	836	4,064	3,368	800	422	-	752	3,164	3,085	822
Public works	-	-	-	-	143	-	22	22	5	47
Culture and recreation	-	-	-	-	-	-	-	48	64	75
Economic/community development	-	-	-	-	-	-	-	-	-	
Operating grants and contributions	759	632	753	2,064	2,203	764	393	567	353	934
Capital grants and contributions	356	-	-	-	2,040	1,506	-	-	-	
Total Program Revenues	6,783	6,046	5,313	7,232	9,647	7,391	4,954	5,302	5,043	5,471
Net (Expense) Revenue	(28,516)	(28,082)	(32,607)	(32,154)	(33,466)	(33,172)	(30,891)	(33,497)	(31,070)	(33,539)
General Revenues:										
Taxes:										
Property	9,326	9,057	8,104	8,763	11,030	12,894	16,153	18,193	15,822	13,673
Sales	7,993	8,356	8,701	10,043	10,606	10,548	9,698	9,508	9,538	10,291
Public utilities franchise taxes	1,038	728	950	1,036	1,067	915	1,253	986	1,101	1,026
Business taxes	2,873	2,983	3,266	3,616	3,992	5,203	5,192	3,808	3,859	4,876
Unrestricted grants and contributions	-	-	-	-	296	356	151	-	-	
Investment earnings	269	100	188	243	168	146	37	114	4	5
Miscellaneous	214	247	246	213	237	976	427	4,225	1,129	1,775
Total General Revenues	21,713	21,471	21,455	23,914	27,396	31,038	32,911	36,834	31,453	31,646
Transfers - Net	228	7,490	14,317	8,683	12,261	6,993	3,952	3,810	1,815	2,401
Change in Net Assets	$ (6,575)	$ 879	$ 3,165	$ 443	$ 6,191	$ 4,859	$ 5,972	$ 7,147	$ 2,198	$ 508

Notes:

[1] The City implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide financial data is presented.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit II

City of East Point, Georgia

Changes in Net Assets - Governmental Activities - Percentage of Total (Unaudited)

Last Ten Fiscal Years [1]

(accrual basis of accounting)

	For The Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses:										
General government	35.0%	28.9%	34.2%	31.7%	31.7%	30.8%	33.5%	22.2%	19.1%	20.7%
Judicial	1.4%	1.5%	1.6%	1.8%	1.6%	1.6%	1.4%	1.4%	1.9%	1.6%
Public safety	49.2%	52.3%	49.5%	53.3%	52.4%	53.6%	50.0%	56.8%	58.7%	55.5%
Public works	8.1%	7.2%	7.7%	6.4%	7.0%	6.8%	6.6%	4.4%	7.4%	7.4%
Culture and recreation	0.0%	2.1%	0.0%	0.0%	0.0%	0.0%	0.0%	3.8%	3.9%	3.7%
Economic and community development	0.0%	0.0%	1.1%	0.5%	0.6%	0.7%	0.1%	2.9%	3.5%	4.6%
Interest and fiscal charges	6.2%	7.9%	5.8%	6.3%	6.8%	6.5%	8.3%	8.4%	5.5%	6.5%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Program Revenues:										
Charges for services:										
General government	71.2%	22.3%	22.4%	60.4%	50.2%	69.3%	76.4%	28.3%	30.5%	33.9%
Judicial system	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	31.7%
Public safety	12.3%	67.2%	63.4%	11.1%	4.4%	0.0%	15.2%	59.7%	61.2%	15.0%
Public works	0.0%	0.0%	0.0%	0.0%	1.5%	0.0%	0.4%	0.4%	0.1%	0.9%
Culture and recreation	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.9%	1.3%	1.4%
Economic/community development	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Operating grants and contributions	11.2%	10.5%	14.2%	28.5%	22.8%	10.3%	7.9%	10.7%	6.9%	6.9%
Capital grants and contributions	5.2%	0.0%	0.0%	0.0%	21.2%	20.3%	0.0%	0.0%	0.0%	0.0%
Total Program Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
General Revenues:										
Taxes:										
Property	43.0%	42.2%	37.8%	36.6%	40.3%	41.5%	49.1%	49.4%	50.3%	43.2%
Sales	36.8%	38.9%	40.6%	42.0%	38.7%	34.0%	29.5%	25.8%	30.3%	32.5%
Public utilities franchise taxes	4.8%	3.4%	4.4%	4.3%	3.9%	2.9%	3.8%	2.7%	3.5%	3.2%
Business taxes	13.2%	13.9%	15.2%	15.1%	14.6%	16.8%	15.8%	10.3%	12.3%	15.4%
Unrestricted grants and contributions	0.0%	0.0%	0.0%	0.0%	1.1%	1.1%	0.5%	0.0%	0.0%	0.0%
Investment earnings	1.2%	0.5%	0.9%	1.0%	0.6%	0.4%	0.0%	0.2%	-0.1%	-0.1%
Miscellaneous	1.0%	1.2%	1.1%	0.8%	1.0%	3.1%	1.3%	11.5%	3.6%	5.6%
Total General Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

[1] The City implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide financial data is presented.

Data Source:

Applicable years' comprehensive annual financial report.

City of East Point, Georgia
Changes in Net Assets - Business-type Activities
Last Ten Fiscal Years
(accrual basis of accounting)
(in $1,000's)

	For The Fiscal Year Ended June 30,									
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
Expenses:										
Water and sewer	$ 9,144	$ 8,748	$ 10,041	$ 13,086	$ 14,411	$ 10,740	$ 15,262	$ 14,665	$ 14,304	$ 14,175
Electrical system	22,328	20,863	22,054	24,006	26,583	25,875	29,536	29,247	36,490	39,383
Solid waste management	2,732	3,469	3,365	3,611	3,700	3,705	3,754	3,814	3,565	4,109
Total Expenses	34,204	33,080	35,460	40,703	44,694	40,320	48,552	47,726	54,359	57,667
Program Revenues:										
Charges for services:										
Water and sewer	9,964	9,960	9,986	11,472	11,714	11,210	14,161	13,947	14,545	19,717
Electrical system	25,171	27,193	25,880	27,936	29,381	29,444	33,265	33,645	35,163	37,152
Solid waste management	3,322	3,376	3,250	3,424	3,543	3,511	3,987	3,815	3,621	3,938
Total Program Revenues	38,457	40,529	39,116	42,832	44,638	44,165	51,413	51,407	53,329	60,807
Net (Expense) Revenue	4,253	7,449	3,656	2,129	(56)	3,845	2,861	3,681	(1,030)	3,140
General Revenues:										
Investment earnings	85	26	15	18	1,654	1,467	1,300	20	(664)	128
Gain on sale of capital assets	-	-	-	-	-	-	-	-	148	-
Miscellaneous	-	-	-	-	-	2,000	2,280	4,206	5,831	1,318
Total General Revenues	85	26	15	18	1,654	3,467	3,580	4,226	5,315	1,446
Net Transfers Out	(228)	(7,490)	(14,317)	(8,683)	(12,261)	(6,993)	(3,952)	(3,810)	(1,815)	(2,401)
Change in Net Assets	$ 4,110	$ (15)	$ (10,646)	$ (6,536)	$ (10,663)	$ 319	$ 2,489	$ 4,097	$ 2,470	$ 2,185

Notes:

[1] The City implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide financial data is presented.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit IV

City of East Point, Georgia
Changes in Net Assets - Total
Last Ten Fiscal Years
(accrual basis of accounting)
(in $1,000's)

	For the Fiscal Year Ended June 30,									
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
Expenses:										
Governmental activities[1]	$ 35,299	$ 34,128	$ 37,920	$ 39,386	$ 43,113	$ 40,563	$ 35,845	$ 38,799	$ 36,113	$ 39,010
Business-type activities[2]	34,204	33,080	35,460	40,703	44,694	40,320	48,552	47,726	54,359	57,667
Total Expenses	69,503	67,208	73,380	80,089	87,807	80,883	84,397	86,525	90,472	96,677
Program Revenues:										
Governmental activities[1]	6,783	6,046	5,313	7,232	9,647	7,391	4,954	5,302	5,043	5,471
Business-type activities[2]	38,457	40,529	39,116	42,832	44,638	44,165	51,413	51,407	53,329	60,807
Total Program Revenues	45,240	46,575	44,429	50,064	54,285	51,556	56,367	56,709	58,372	66,278
Net (Expense) Revenue	(24,263)	(20,633)	(28,951)	(30,025)	(33,522)	(29,327)	(28,030)	(29,816)	(32,100)	(30,399)
General Revenues:										
Governmental activities[1]	21,713	21,471	21,455	23,914	27,396	31,038	32,911	36,834	31,453	31,646
Business-type activities[2]	85	26	15	18	1,654	3,467	3,580	4,226	5,315	1,446
Total General Revenues	21,798	21,497	21,470	23,932	29,050	34,505	36,491	41,060	36,768	33,092
Change in Net Assets	$ (2,465)	$ 864	$ (7,481)	$ (6,093)	$ (4,472)	$ 5,178	$ 8,461	$ 11,244	$ 4,668	$ 2,693

Notes:
[1] See Exhibit I
[2] See Exhibit III

City of East Point, Georgia

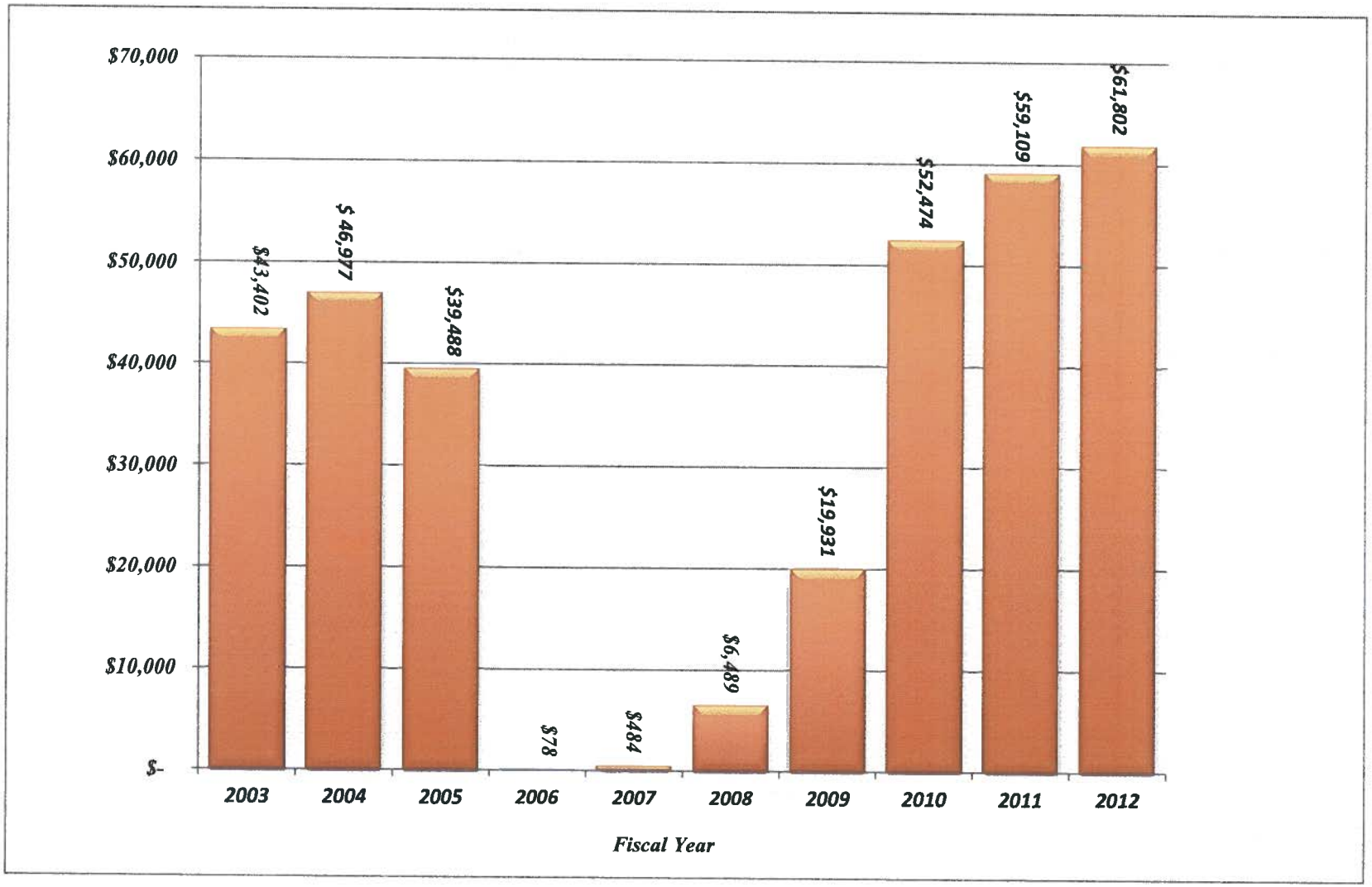
Governmental-wide Net Assets by Category [1]
Last Ten Fiscal Years
(accrual basis of accounting)
(in $1,000's)

	June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
Invested in capital assets, net of related debt	$ 29,536	$ 26,186	$ 27,640	$ 28,887	$ 29,220	$ 31,963	$ 32,764	$ 34,606	$ 36,342	$ 38,474
Restricted	18,922	7,492	6,692	2,956	2,683	2,027	2,227	4,379	4,951	6,572
Unrestricted	(32,423)	(16,765)	(14,255)	(11,323)	(5,191)	(7,827)	(3,571)	(417)	(529)	(3,774)
Subtotal Governmental Activities Net Assets	16,035	16,913	20,077	20,520	26,712	26,163	31,420	38,568	40,764	41,272
Business-type Activities										
Invested in capital assets, net of related debt	$ 24,897	$ 20,650	$ 19,441	$ 13,349	$ 11,742	$ 4,545	$ 4,399	$ 8,942	12,362	17,276
Restricted	3,205	494	501	33,818	28,941	26,994	21,298	-	-	
Unrestricted	2,470	9,414	(30)	(33,791)	(37,970)	(24,219)	(15,888)	4,964	5,983	3,254
Subtotal Business-type Activities Net Assets	30,572	30,558	19,912	13,376	2,713	7,320	9,809	13,906	18,345	20,530
Primary Government										
Invested in capital assets, net of related debt	54,433	46,836	47,081	42,236	40,962	36,508	37,163	43,548	48,704	55,750
Restricted	18,922	7,492	6,692	2,956	2,683	2,027	2,227	4,379	4,951	6,572
Unrestricted	(29,953)	(7,351)	(14,285)	(45,114)	(43,161)	(32,046)	(19,459)	4,547	5,454	(520)
Total Primary Government Net Assets	$ 43,402	$ 46,977	$ 39,488	$ 78	$ 484	$ 6,489	$ 19,931	$ 52,474	$ 59,109	$ 61,802

Notes:

[1] Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when (1) an external party, such as the State of Georgia or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City. There are no restrictions currently reported as a result of enabling legislation.

City of East Point, Georgia
Chart-Total Government-wide Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
($1,000's)



City of East Point, Georgia

General Governmental Revenues by Source (Unaudited) [1]
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

Revenue Source	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Taxes	$ 20,999	$ 20,831	$ 20,881	$ 24,063	$ 26,995	$ 30,514	$ 32,897	$ 31,967	$ 30,594	$ 30,131
Licenses and permits	900	1,042	1,096	1,372	2,112	915	1,265	1,359	1,468	1,793
Intergovernmental	1,169	632	897	2,064	2,498	764	398	567	353	934
Charges for services	-	27	15	38	53	46	35	1,029	806	757
Fines and forfeitures	3,670	3,089	2,542	2,795	2,452	2,406	2,119	2,300	2,396	1,986
Investment earnings	269	100	188	245	168	144	37	114	4	5
Miscellaneous	1,258	1,503	1,009	1,173	2,692	3,041	586	4,228	1,148	1,775
Total revenues	$ 28,265	$ 27,224	$ 26,628	$ 31,750	$ 36,970	$ 37,830	$ 37,337	$ 41,564	$ 36,769	$ 37,381
% change from prior year	#REF!	-3.7%	-2.2%	19.2%	16.4%	2.3%	-1.3%	11.3%	-11.5%	1.7%
Taxes	74.3%	76.5%	78.4%	75.8%	73.0%	80.7%	88.1%	76.9%	83.2%	80.6%
Licenses and permits	3.2%	3.8%	4.1%	4.3%	5.7%	2.4%	3.4%	3.3%	4.0%	4.8%
Intergovernmental	4.1%	2.3%	3.4%	6.5%	6.8%	2.0%	1.1%	1.4%	1.0%	2.5%
Charges for services	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	2.5%	2.2%	2.0%
Fines and forfeitures	13.0%	11.3%	9.5%	8.8%	6.6%	6.4%	5.7%	5.5%	6.5%	5.3%
Investment earnings	1.0%	0.4%	0.7%	0.8%	0.5%	0.4%	0.1%	0.3%	0.0%	0.0%
Miscellaneous	4.4%	5.5%	3.8%	3.7%	7.3%	8.0%	1.5%	10.1%	3.0%	3.0%
Total revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:
[1] Includes all governmental fund types.

Data Source:
Applicable years' comprehensive annual financial report.

City of East Point, Georgia
Chart-Total General Governmental Revenues
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

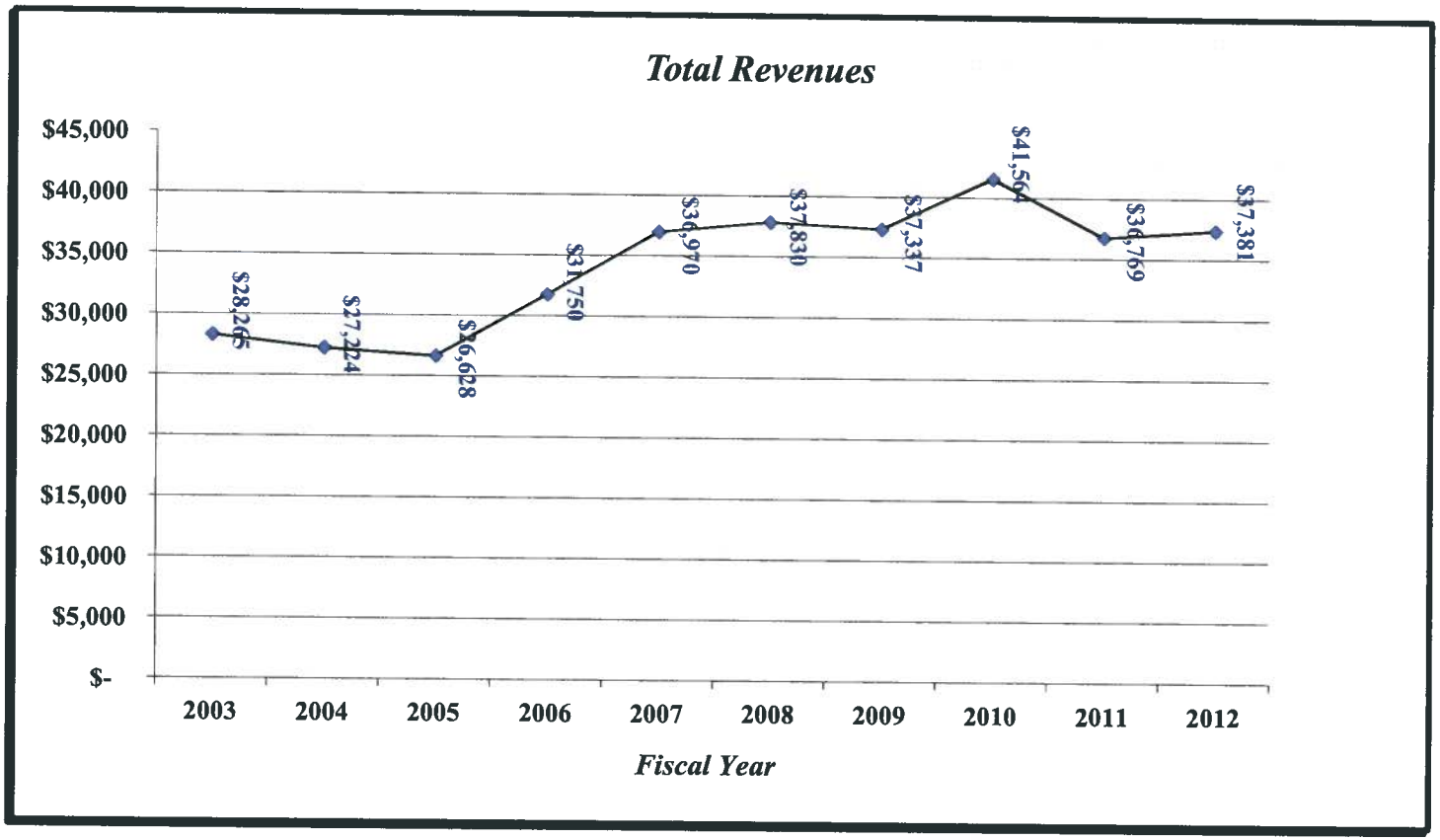


Exhibit VII

City of East Point, Georgia

Tax Revenues by Source - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

For The Fiscal Year Ended June 30,	Property	Local Option Sales	Franchise	Other [1]	Total
			Amounts		
2003	9,096	7,992	1,038	2,873	20,999
2004	8,764	8,356	728	2,983	20,831
2005	7,965	8,700	950	3,266	20,881
2006	9,368	10,043	1,036	3,616	24,063
2007	11,330	10,606	1,067	3,992	26,995
2008	14,033	10,548	1,563	4,370	30,514
2009	17,004	9,698	1,253	4,942	32,897
2010	17,666	9,508	986	3,807	31,967
2011	15,863	9,538	1,100	4,093	30,594
2012	13,673	10,291	1,026	5,140	30,130
% Change in Dollars Over 10 Years	191.1%	5.8%	-1.2%	72.6%	70.5%
			Percentage of Total		
2003	43.3%	38.1%	4.9%	13.7%	100.0%
2004	42.1%	40.1%	3.5%	14.3%	100.0%
2005	38.1%	41.7%	4.5%	15.7%	100.1%
2006	38.9%	41.7%	4.3%	15.1%	100.1%
2007	42.0%	39.3%	4.0%	14.9%	100.1%
2008	46.0%	34.6%	5.1%	14.3%	100.0%
2009	51.7%	29.5%	3.8%	15.0%	100.0%
2010	55.3%	29.7%	3.1%	11.9%	100.0%
2011	51.9%	31.2%	3.6%	13.4%	100.0%
2012	45.4%	34.2%	3.4%	17.1%	100.0%

Notes:

[1] Includes insurance premium taxes, alcoholic beverage taxes, hotel/motel taxes and other taxes.

Data Source:

Applicable years' comprehensive annual financial report.

City of East Point, Georgia
Chart-Tax Revenues by Source - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

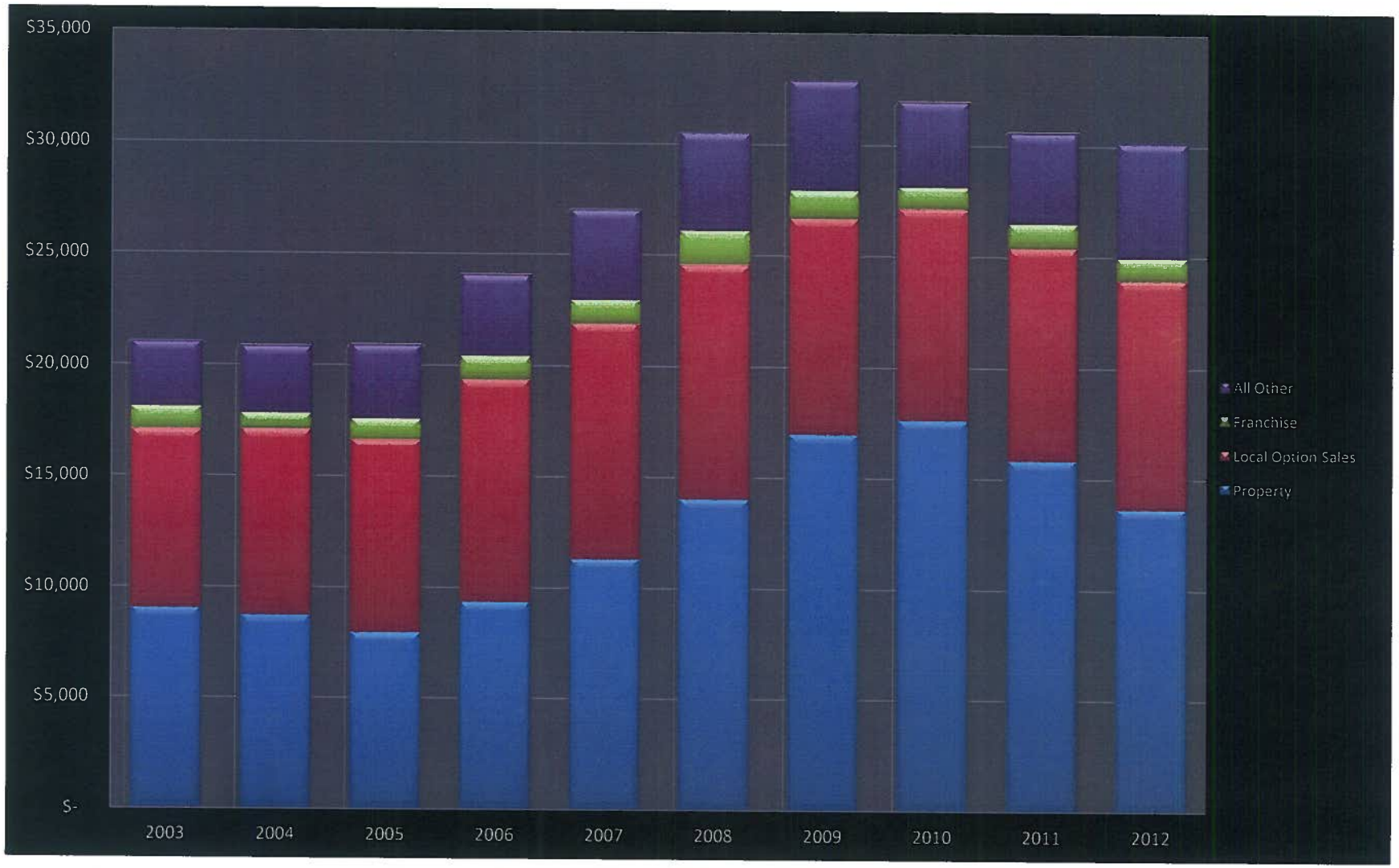


Exhibit VIII

City of East Point, Georgia

General Governmental Expenditures by Function (Unaudited) [1]

Last Ten Fiscal Years

(modified accrual basis of accounting)

(in $1,000's)

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Current:										
General government	$ 11,745	$ 15,292	$ 14,975	$ 14,895	$ 12,581	$ 12,179	$ 11,450	$ 8,379	$ 6,662	$ 7,505
Judicial	-	-	-	-	675	644	499	545	664	595
Public safety	16,894	17,894	19,818	20,625	22,683	21,913	17,862	17,829	19,689	21,036
Public works	1,687	1,295	1,788	3,453	2,271	1,773	1,586	1,135	1,585	1,889
Culture and recreation	1,240	-	-	1,098	-	-	-	1,316	1,198	1,185
Planning/community development	-	-	-	-	1,205	297	80	1,350	1,263	1,797
Total Current	31,566	34,481	36,581	40,071	39,415	36,806	31,477	30,554	31,061	34,007
% Change From Prior Year	-4.9%	9.2%	6.1%	9.5%	-1.6%	-6.6%	-14.5%	-2.9%	1.7%	9.5%
Capital Outlay	-	-	-	-	4,093	1,850	-	669	3,043	2,164
% Change From Prior Year	-100.0%	0.0%	0.0%	0.0%	100.0%	-54.8%	-100.0%	100.0%	354.9%	-28.9%
Debt Service										
Principal	3,188	11,070	2,026	1,584	1,978	1,820	2,154	3,236	3,520	3,045
Interest and fees	3,150	3,018	2,208	1,281	2,912	2,672	2,973	3,037	1,970	1,738
Total Debt Service	6,338	14,088	4,234	2,865	4,890	4,492	5,127	6,273	5,490	4,783
% Change From Prior Year	91.6%	122.3%	-69.9%	-32.3%	70.7%	-8.1%	14.1%	22.4%	-12.5%	-12.9%
Total Expenditures	$ 37,904	$ 48,569	$ 40,815	$ 42,936	$ 48,398	$ 43,148	$ 36,604	$ 37,496	$ 39,594	$ 40,954
% Change From Prior Year	-14.0%	28.1%	-16.0%	5.2%	12.7%	-10.8%	-15.2%	2.4%	5.6%	3.4%
Debt Service as a % of Noncapital Expenditures	16.7%	29.0%	10.4%	6.7%	11.0%	10.9%	14.0%	17.0%	15.0%	12.3%

Notes:

[1] Includes all governmental fund types.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit IX

City of East Point, Georgia
General Governmental Current Expenditures by Function (Unaudited) [1]
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Current:										
General government	$ 11,745	$ 15,292	$ 14,975	$ 14,895	$ 12,581	$ 12,179	$ 11,450	$ 8,379	$ 6,662	$ 6,320
Judicial	-	-	-	-	675	644	499	545	664	595
Public safety	16,894	17,894	19,818	20,625	22,683	21,913	17,862	17,829	19,689	19,805
Public works	1,687	1,295	1,788	3,453	2,271	1,773	1,586	1,135	1,585	1,889
Parks, recreation and culture	1,240	-	-	1,098	-	-	-	1,316	1,198	1,157
Planning/community development	-	-	-	-	1,205	297	80	1,350	1,263	1,457
Total Current	$ 31,566	$ 34,481	$ 36,581	$ 40,071	$ 39,415	$ 36,806	$ 31,477	$ 30,554	$ 31,061	$ 31,223
Current:										
General government	37.2%	44.3%	40.9%	37.2%	31.9%	33.1%	36.4%	27.4%	21.4%	20.2%
Judicial	0.0%	0.0%	0.0%	0.0%	1.7%	1.7%	1.6%	1.8%	2.1%	1.9%
Public safety	53.5%	51.9%	54.2%	51.5%	57.5%	59.5%	56.7%	58.4%	63.4%	63.4%
Public works	5.3%	3.8%	4.9%	8.6%	5.8%	4.8%	5.0%	3.7%	5.1%	6.1%
Parks, recreation and culture	3.9%	0.0%	0.0%	2.7%	0.0%	0.0%	0.0%	4.3%	3.9%	3.7%
Planning/community development	-0.1%	0.0%	0.0%	0.0%	3.1%	0.8%	0.3%	4.4%	4.1%	4.7%
Total Current	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:
[1] Includes all governmental fund types.

Data Source:
Applicable years' comprehensive annual financial report.

City of East Point, Georgia

Chart-Total General Governmental Current Expenditures

Last Ten Fiscal Years

(modified accrual basis of accounting)

($1,000's)

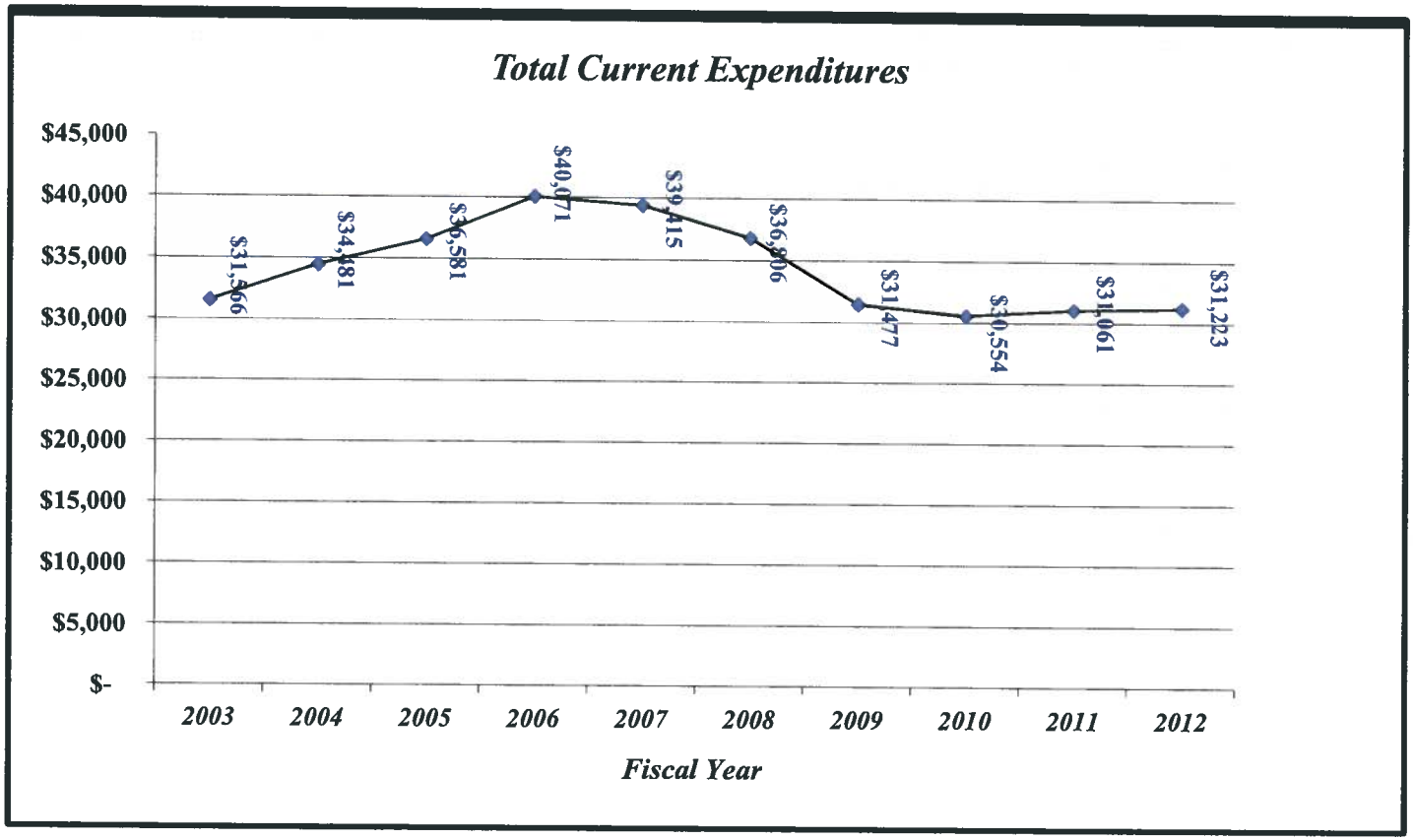


Exhibit X

City of East Point, Georgia
Summary of Changes in Fund Balances - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in $1,000's)

	For the Fiscal Year Ended June 30,									
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
Total Revenues	$ 28,265	$ 27,224	$ 26,628	$ 31,750	$ 36,970	$ 37,830	$ 37,337	$ 41,564	$ 36,769	$ 37,381
Total Expenditures	37,904	48,569	40,815	42,936	48,398	43,148	36,604	37,496	39,594	40,954
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,639)	(21,345)	(14,187)	(11,186)	(11,428)	(5,318)	733	4,068	(2,825)	(3,573)
Other Financing Sources (Uses)										
Sale of capital assets	-	-	-	-	77	76	53	-	-	
Inception of capital lease	-	785	428	-	2,073	-	-	-	1,194	362
Issuance of bonds	-	9,480	-	-	-	-	-	-	1,150	
Transfers in (out)	129	7,490	15,382	10,852	12,261	6,321	3,952	3,810	1,815	2,401
Total Other Financing Sources (Uses)	129	17,755	15,810	10,852	14,411	6,397	4,005	3,810	4,159	2,763
Net Change in Fund Balances	$ (9,510)	$ (3,590)	$ 1,623	$ (334)	$ 2,983	$ 1,079	$ 4,738	$ 7,878	$ 1,334	$ (810)

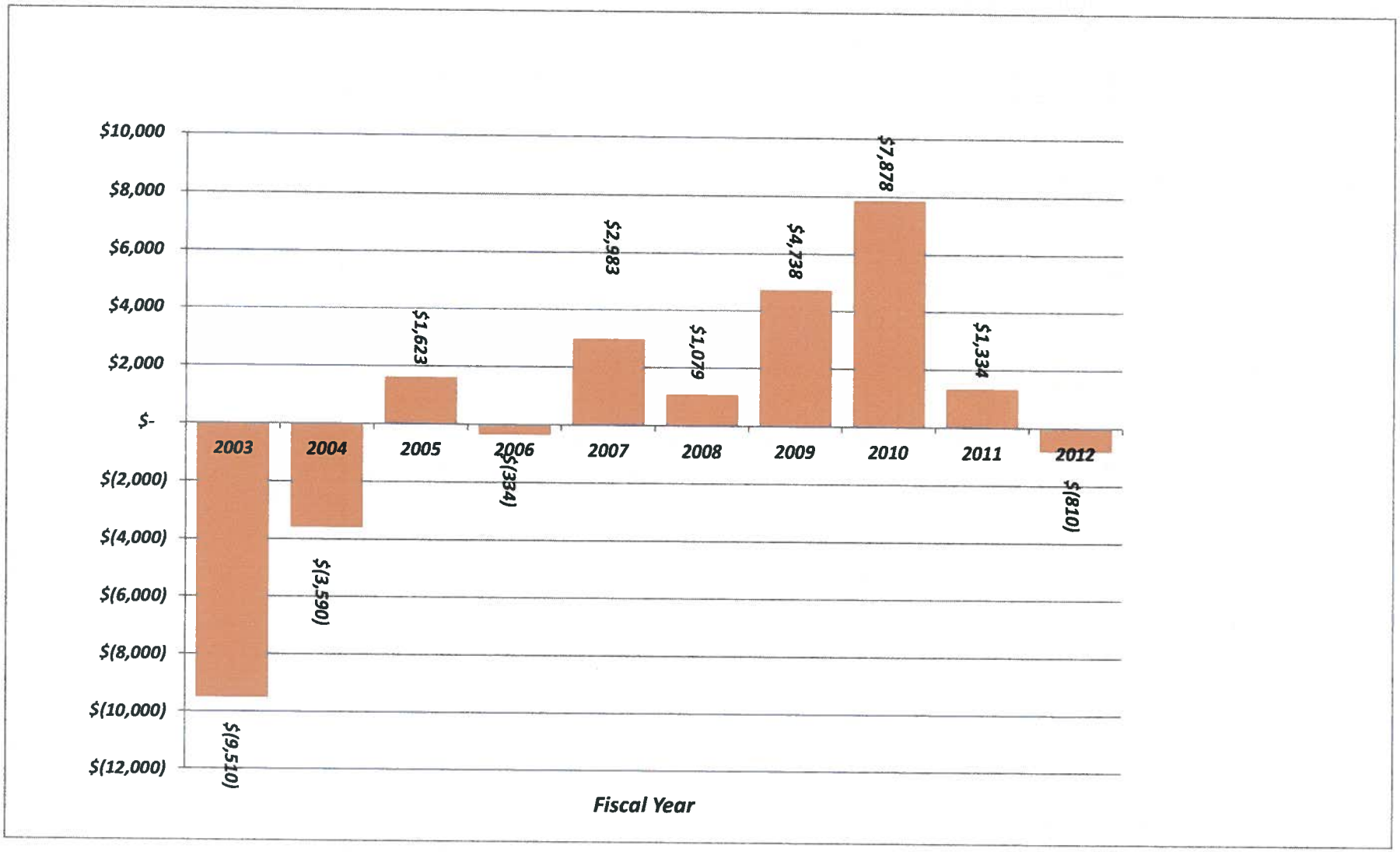
Data Source:
Applicable years' comprehensive annual financial report.

City of East Point, Georgia

Chart-Changes in Fund Balances - Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)



City of East Point, Georgia
Fund Balances - Governmental Funds (Unaudited)
Fiscal Years 2003 - 2012
(modified accrual basis of accounting)
(in $1,000's)

	At June 30,									
	2003	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
General Fund										
Reserved	$ 158	$ -	$ -	$ -	$ -	$ 52	$ 176	$ 32	$ 274	$ 284
Unreserved	(569)	164	1,079	441	2,750	(6,304)	(2,408)	3,286	3,805	1,365
Subtotal General Fund	(411)	164	1,079	441	2,750	(6,252)	(2,232)	3,318	4,079	1,649
General Fund Percentage Change	-119.4%	-139.9%	557.9%	-59.1%	523.6%	-327.3%	-64.3%	-248.7%	22.9%	-59.6%
All Other Governmental Funds										
Reserved	7,841	5,796	4,749	-	656	2,047	2,050	4,379		
Unreserved										
Special Revenue Funds	-	-	-	-	-	-	-	-	429	139
Debt Service Funds	-	-	-	(2,579)	(2,579)	-	-	-	4,229	5,828
Capital Projects Funds	(4,971)	(3,385)	(2,585)	(2,717)	(3,373)	-	-	-	293	605
Subtotal All Other Governmental Funds	2,870	2,411	2,164	(5,296)	(5,296)	2,047	2,050	4,379	4,951	6,572
All Other Governmental Funds Percentage Change	-75.7%	-16.0%	-10.2%	-344.7%	0.0%	-138.7%	0.1%	113.6%	13.1%	32.7%
Total Governmental Funds										
Reserved	7,999	5,796	4,749	-	656	2,099	2,226	4,411	274	284
Unreserved	(5,540)	(3,221)	(1,506)	(2,276)	(623)	(6,304)	(2,408)	3,286	8,756	7,937
Total Governmental Funds	$ 2,459	$ 2,575	$ 3,243	$ (2,276)	$ 33	$ (4,205)	$ (182)	$ 7,697	$ 9,030	$ 8,221
All Governmental Funds Percentage Change	-84.3%	4.7%	25.9%	-170.2%	-101.4%	-12842.4%	-95.7%	-4329.1%	17.3%	-9.0%

Data Source:
Applicable years' comprehensive annual financial report.

Exhibit XIA

City of East Point, Georgia
Fund Balances - Governmental Funds
June 30, 2012
(modified accrual basis of accounting)

General Fund		
Nonspendable		
Unassigned		283,939
	$	1,365,043
Total General Fund		1,648,982
General Fund Percentage Change		-59.6%
All Other Governmental Funds		
Restricted		
Special Revenue Funds		138,959
Debt Service Fund		5,827,800
Capital Projects Funds		605,307
Subtotal All Other Governmental Funds		6,572,066
All Other Governmental Funds Percentage Change		32.7%
Total Governmental Funds		
Nonspendable		283,939
Restricted		6,572,066
Unassigned		1,365,043
Total Governmental Funds	$	8,221,048
All Governmental Funds Percentage Change		-9.0%

Notes:
The City implemented GASB Statement No. 54 in fiscal year 2011.

Data Source:
June 30, 2012 comprehensive annual financial report.

City of East Point, Georgia

Taxable Assessed Value [1] and Estimated Actual Value of Property By Type (Unaudited) [2]
Last Ten Calendar Years

Fiscal Year Ended June 30,[2]	Residential Property	Commercial Property	Industrial Property	Preferential & Conservation Use Property	Utility Property	Motor Vehicles and Mobile Homes	Other Property [3]	Less: Tax Exempt Property	Total Taxable Assessed Value[1]	Total Direct Tax Rate [4]	Estimated Actual Value	Annual Percentage Change
	Amounts											
2003	329,626,890	196,985,520	56,012,580	34,760	65,791,503	49,970,490	37,920	16,977,062	681,482,601	15.000	1,703,706,503	-21.8%
2004	384,183,970	231,321,900	59,358,450	8,480	69,674,505	48,476,638	37,920	15,493,501	777,568,362	12.500	1,943,920,905	14.1%
2005	408,265,250	267,528,140	54,814,050	8,480	69,199,998	42,059,673	37,920	16,279,894	825,633,617	12.370	2,064,084,043	6.2%
2006	417,542,630	265,840,340	80,991,520	37,920	22,795,186	38,820,765	37,920	20,644,266	805,422,015	12.370	2,013,555,038	-2.4%
2007	475,812,460	301,257,930	95,019,860	37,920	23,341,237	38,922,930	42,306	23,062,462	911,372,181	12.163	2,278,430,453	13.2%
2008	532,435,830	365,294,360	120,100,440	1,105,960	25,842,460	41,017,609	66,583	24,399,935	1,061,463,307	14.750	2,653,658,268	16.5%
2009	552,971,490	389,390,570	150,050,930	335,240	22,036,051	46,685,620	58,205	25,181,220	1,136,346,886	14.750	2,840,867,215	7.1%
2010	531,952,950	442,895,180	136,849,230	335,240	23,238,120	49,416,700	120,249	33,374,630	1,151,433,039	14.750	2,878,582,598	1.3%
2011	398,209,340	421,109,940	116,160,480	319,480	48,152,647	42,619,270	37,355	43,768,359	982,840,153	14.750	2,457,100,383	-14.6%
2012	223,862,940	379,720,170	133,627,240	317,080	48,832,166	46,234,219	-	38,846,977	793,746,838	13.750	1,984,367,095	-19.2%
*	$ 425,486,375	$ 326,134,405	$ 100,298,478	$ 254,056	$ 41,890,387	$ 43,805,936	$ 47,638	$ 25,802,831	$ 912,730,900		$ 2,281,827,250	
**	-32.1%	92.8%	138.6%	812.2%	-25.8%	-7.5%	-100.0%	128.8%	16.5%		16.5%	
	Percentage of Total											
2003	47.2%	28.2%	8.0%	0.0%	9.4%	7.2%	0.0%	2.5%	97.5%			
2004	48.4%	29.2%	7.5%	0.0%	8.8%	6.1%	0.0%	2.0%	98.0%			
2005	48.5%	31.8%	6.5%	0.0%	8.2%	5.0%	0.0%	2.0%	98.0%			
2006	50.5%	32.2%	9.8%	0.0%	2.8%	4.7%	0.0%	2.6%	97.4%			
2007	50.9%	32.2%	10.2%	0.0%	2.5%	4.2%	0.0%	2.5%	97.5%			
2008	49.0%	33.6%	11.1%	0.1%	2.4%	3.8%	0.0%	2.3%	97.7%			
2009	47.6%	33.5%	12.9%	0.0%	1.9%	4.0%	0.0%	2.2%	97.8%			
2010	44.9%	37.4%	11.6%	0.0%	2.0%	4.2%	0.0%	2.9%	97.1%			
2011	38.8%	41.0%	11.3%	0.0%	4.7%	4.2%	0.0%	4.5%	95.5%			
2012	26.9%	45.6%	16.0%	0.0%	5.9%	5.6%	0.0%	4.9%	95.1%			

* Dollar average for ten years.
** Percentage change in dollars over ten years.

Notes:

[1] All property is assessed at 40% of fair market value.

[2] The tax year is one year prior to the fiscal year.

[3] Generally includes timber and heavy equipment.

[4] Tax rates expressed in rate per $1,000

Data Source:

Georgia Department of Revenue, Tax Digest Consolidation Summary, http://www.etax.dor.ga.gov/PTD/cds/csheets/index.aspx

City of East Point, Georgia
Chart-Total Assessed Value
Last Ten Fiscal Years
(modified accrual basis of accounting)

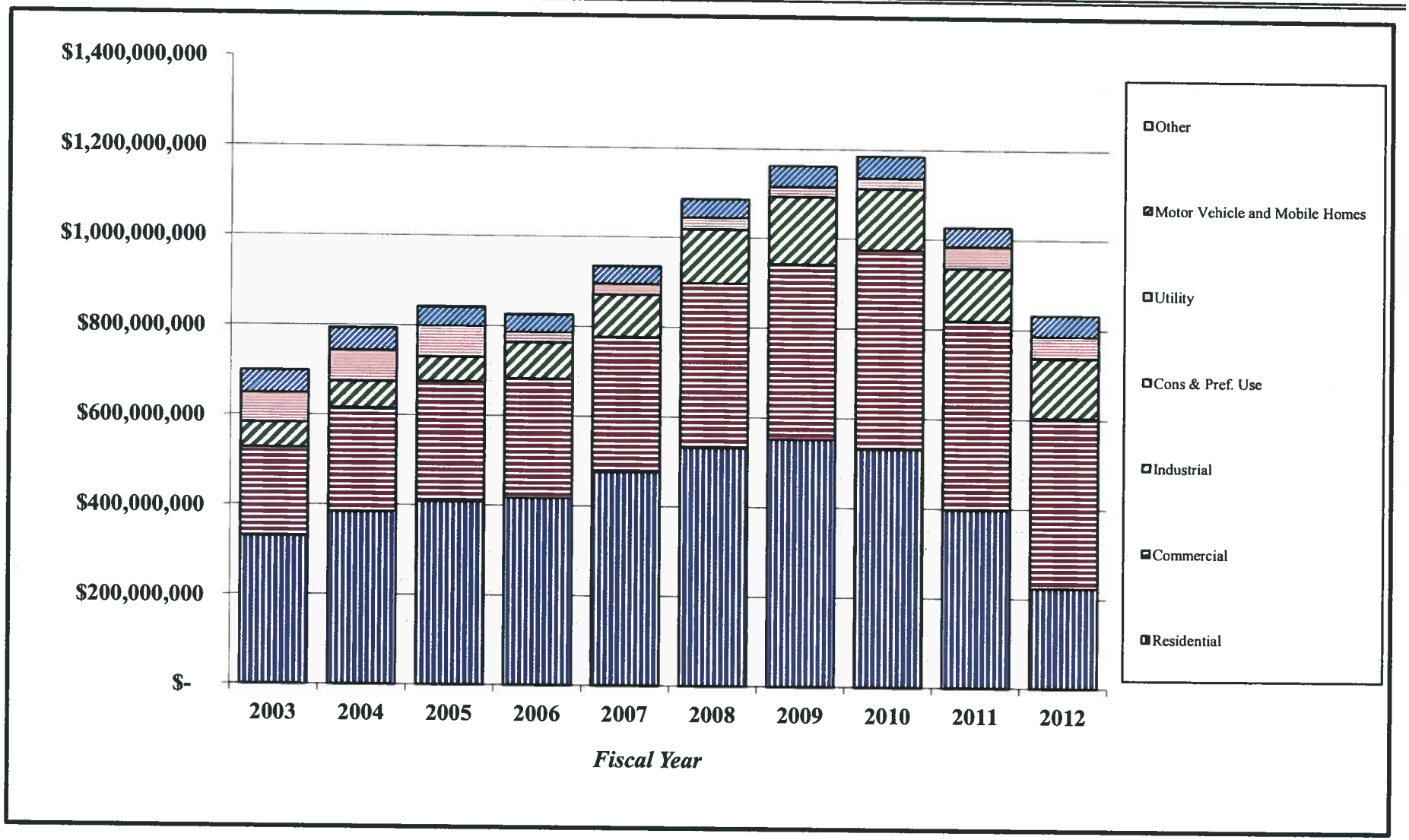


Exhibit XIII

City of East Point, Georgia

Direct and Overlapping Property Tax Rates (Unaudited)

Last Ten Fiscal Years

(rate per $1,000 of assessed taxable value)

	Direct	Overlapping [1]		
Fiscal Year	City Rate	State of Georgia[2]	Fulton County	Fulton County School Board
2003	15.000	0.250	12.810	18.770
2004	12.500	0.250	12.320	18.056
2005	12.370	0.250	11.650	17.606
2006	12.370	0.250	11.650	18.107
2007	12.163	0.250	11.470	18.107
2008	14.750	0.250	10.281	18.091
2009	14.750	0.250	10.281	17.502
2010	14.750	0.250	10.281	17.502
2011	14.750	0.250	10.281	18.502
2012	13.750	0.200	10.281	18.502

Notes:

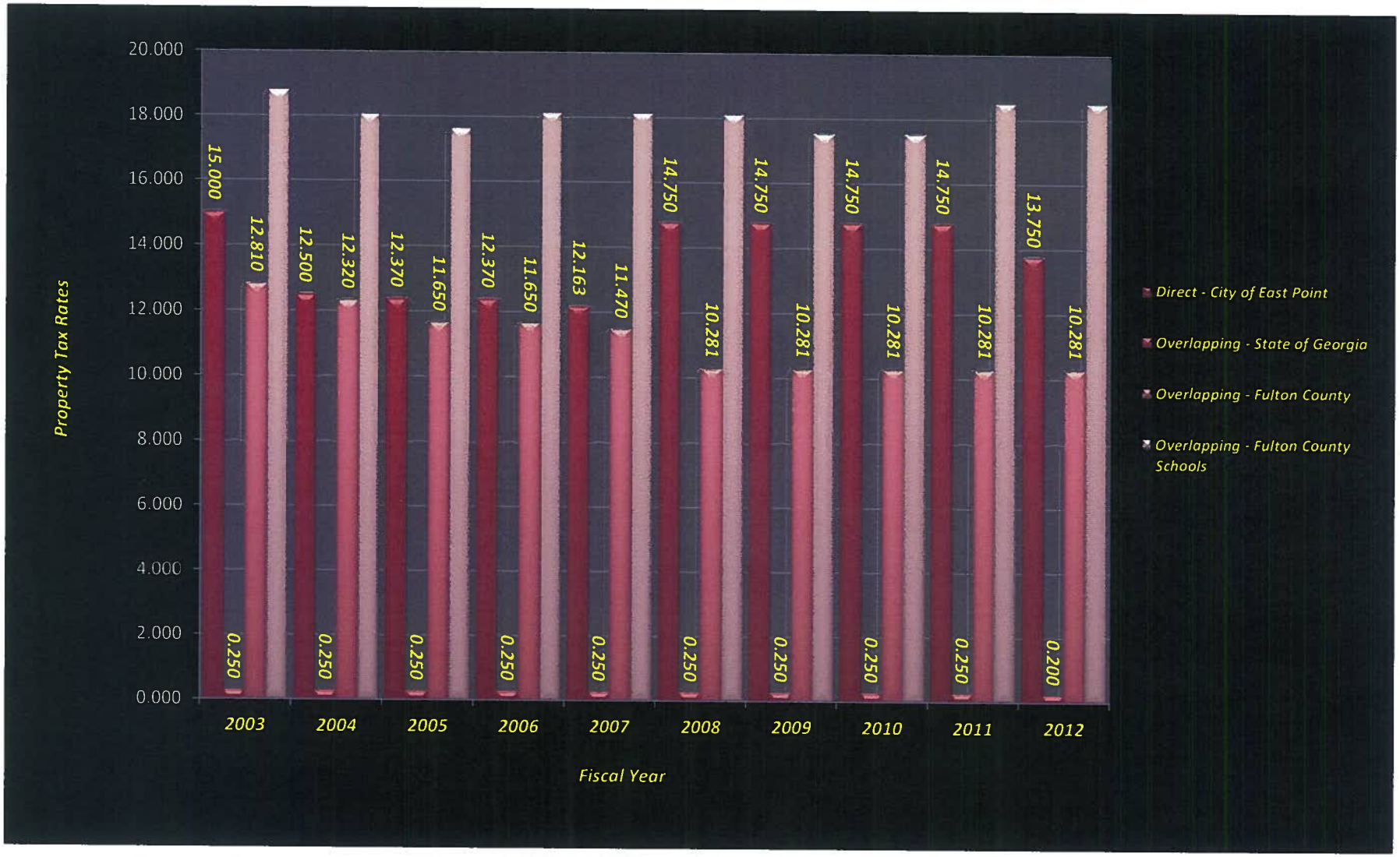
[1] Overlapping rates are those of governments that overlap the City's geographic boundaries.

[2] The State of Georgia levies one quarter of one mill on each City's taxable property to help finance their certification of each Georgia city's tax digest.

Data Source:

Georgia Department of Revenue, Property Tax Division,
http://www.etax.dor.ga.gov/PTD/cds/csheets/millrate.aspx

City of East Point, Georgia
Chart-Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $1,000 of assessed taxable value)



City of East Point, Georgia

Property Tax Levies and Collections (Unaudited)
Last Ten Fiscal Years
(in $1,000)

Fiscal Year	Taxes Levied for the Calendar Year	Collected Within the Fiscal Year of The Levy		Collections in Subsequent Years	Total Collections to Date		Total Uncollected Taxes [1,3]	
		Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2003	$ 8,653,405	$ 7,648,781	88.39%	$ 956,797	$ 8,605,578	99.45%	$ 47,827	99.45%
2004	8,838,914	8,571,939	96.98%	192,616	8,764,555	99.16%	74,359	99.16%
2005	9,477,848	9,312,171	98.25%	90,675	9,402,846	99.21%	75,002	99.21%
2006	9,139,733	7,922,384	86.68%	927,136	8,849,520	96.82%	290,213	96.82%
2007	10,364,866	8,986,638	86.70%	36,737	9,023,375	87.06%	1,341,491	87.06%
2008	14,742,245	12,478,414	84.64%	79,052	12,557,466	85.18%	2,184,779	85.18%
2009 [3]	16,988,643	13,753,805	80.96%	40,192	13,793,997	81.20%	3,194,646	81.20%
2010 [3]	17,490,805	11,913,969	68.12%	528,908	12,442,878	71.14%	5,047,928	71.14%
2011	14,799,156	11,181,875	75.56%	-	11,181,875	75.56%	3,617,281	75.56%
2012	10,615,451	9,777,328	92.10%	612,402	10,389,730	97.87%	225,721	97.87%

Notes:

[1] The amounts reported in the total uncollected taxes column are the uncollected taxes for each tax levy.

[2] When restating this exhibit to reflect the requirements of GASB Statement No. 44, the collections in the prior year have been applied to the year prior to collection, since restating this table was not practicable. As a result, some years report more than a 100% collection rate.

[3] A large portion of the Fulton tax digest was protested, resulting in lower property tax collections.

Data Source:
City Tax Office

City of East Point, Georgia
Principal Property Taxpayers (Unaudited)
Fiscal Years Ended June 30, 2012 and 2007

2012				2007			
Principal Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Principal Taxpayer**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
DUKE REALTY LIMITED PARTNERSHIP	$ 31,856,680	1	3.86%	OWENS BROCKWAY GLASS CONTAINER	$ 25,729,072	1	2.93%
AT&T COMMUNICATIONS	22,821,289	2	2.77%	BELLSOUTH TELECOM INC.	15,761,380	2	1.80%
NAP CAMP CREEK MARKETPLACE LLC.	13,227,700	3	1.60%	NAP CAMP CREEK MARKETPLACE LLC.	13,163,352	3	1.50%
LANDMARK AT CREEKSIDE GRAND LLC	11,751,199	4	1.42%	DUKE WEEKS REALTY LTD PTNRSHIP	11,462,696	4	1.31%
OWENS BROCKWAY GLASS CONTAINER ONE	9,488,454	5	1.15%	HPT IHG THREE PROPERTIES LLC	8,741,200	5	1.00%
DUKE REALTY LIMITED	9,394,840	6	1.14%	DUKE REALTY LIMITED	18,791,560	6	2.14%
NEWELL RECYCLING OF ATLANTA	8,489,485	7	1.03%	NEWELL RECYCLING OF ATLANTA	9,380,797	7	1.07%
TENET SOUTH FULTON	7,760,960	8	0.94%	OXFORD RIDGE JV LLC	7,608,000	8	0.87%
HPT IHG THREE PROPERTIES LLC.	7,000,000	9	0.85%	WASHINGTON PARK LLC	6,931,640	9	0.79%
BELLSOUTH TELECOMMUNICATIONS	6,889,750	10	0.83%	LOWE'S HOME CENTERS INC.	6,258,096	10	0.71%
Total Principal Taxpayers	128,680,357		15.59%	**Total Principal Taxpayers**	123,827,793		14.12%
All Other Taxpayers	696,584,251		84.41%	**All Other Taxpayers**	752,933,773		85.88%
Total	$ 825,264,608		100.00%	**Total**	$ 876,761,566		100.00%

Data Source:
City Tax Office

Note:
Taxpayers for 2003 were unavailable.

City of East Point, Georgia
Direct and Overlapping Sales Tax Rates (Unaudited)
Last Ten Calendar Years

Calendar Year	Direct	Overlapping				Total Direct and Overlapping Rates
	City LOST [1]	Fulton County	State of Georgia	Fulton County Schools [2]	MARTA [3]	
2003	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2004	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2005	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2006	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2007	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2008	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2009	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2010	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2011	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%
2012	1.00%	1.00%	4.00%	1.00%	1.00%	8.00%

Notes:

[1] The local option sales tax (LOST) was approved by referendum effective January 1, 1979 and is effective indefinitely. The City is required to reduce their property tax millage rate in the current year by the amount of these taxes collected in the prior year.

2 An education special purpose local option sales tax was approved effective July 1, 2002 and expired June 30, 2007. The current education special purpose local option sales tax was approved effective July 1, 2007 and expires June 30, 2012. The latter tax is being used to construct new school buildings and renovate existing school buildings.

[3] This sales tax rate is levied in counties in the Metropolitian Atlanta Rapid Transit Authority (MARTA) district which have a service contract with MARTA, currently Fulton and DeKalb counties.

Data Source:

Georgia Department of Revenue, Sales and Use Tax Division,
https://etax.dor.ga.gov/salestax/salestaxrates/LGS_2009_Apr_Rate_Chart_Historical_rates_09.pdf

City of East Point, GA

Taxable Sales by Group (Unaudited) [2]

Calendar Years 2006 - 2010 [1]

By Group	2006 Amount	2006 Percentage	2007 Amount	2007 Percentage	2008 Amount	2008 Percentage	2009 Amount	2009 Percentage	2010 Amount	2010 Percentage
NAICS codes:[4]										
General merchandise	$ -	-	$ -	-	$ -	-	$ 16,232,562	7.48%	$ 27,467,089	12.73%
Food/bars	-	-	-	-	-	-	27,424,757	12.64%	43,489,917	20.16%
Manufacturing	-	-	-	-	-	-	8,681,075	4.00%	12,447,497	5.77%
Utilities	-	-	-	-	-	-	9,438,093	4.35%	15,516,232	7.19%
Other retail	-	-	-	-	-	-	16,732,759	7.71%	28,680,933	13.30%
Wholesale	-	-	-	-	-	-	7,679,644	3.54%	14,921,503	6.92%
Automotive	-	-	-	-	-	-	8,740,443	4.03%	14,541,053	6.74%
Home furnishings	-	-	-	-	-	-	10,807,468	4.98%	17,984,958	8.34%
Miscellaneous services	-	-	-	-	-	-	19,949,730	9.19%	24,842,900	11.52%
Other services	-	-	-	-	-	-	1,589,193	0.73%	3,161,945	1.47%
Accommodations	-	-	-	-	-	-	6,482,739	2.99%	11,134,572	5.16%
Construction	-	-	-	-	-	-	1,066,196	0.49%	1,508,165	0.70%
SIC codes:[5]										
Food	49,406,213	20.97%	52,058,580	21.45%	47,392,157	20.31%	17,343,673	7.99%	-	0.00%
Automotive	24,967,778	10.60%	25,711,101	10.59%	24,444,920	10.48%	7,989,309	3.68%	-	0.00%
General merchandise	24,590,936	10.44%	25,854,154	10.65%	24,271,716	10.40%	9,423,384	4.34%	-	0.00%
Utilities	21,540,949	9.14%	21,698,538	8.94%	23,977,263	10.28%	9,315,147	4.29%	-	0.00%
Lumber, building and contractors	17,346,672	7.36%	16,908,860	6.97%	12,054,208	5.17%	3,617,654	1.67%	-	0.00%
Home furnishing and equipment	29,130,063	12.37%	27,595,068	11.37%	25,603,812	10.98%	8,503,182	3.92%	-	0.00%
Miscellaneous	20,171,725	8.56%	26,813,101	11.05%	26,058,863	11.17%	10,959,519	5.05%	-	0.00%
Manufacturing	10,105,496	4.29%	8,523,385	3.51%	8,452,155	3.62%	2,317,149	1.07%	-	0.00%
Miscellaneous service	28,897,874	12.27%	27,739,543	11.43%	31,451,920	13.48%	8,995,589	4.15%	-	0.00%
Apparel	9,430,628	4.00%	9,803,320	4.04%	9,584,762	4.11%	3,679,250	1.70%	-	0.00%
Total Taxable Sales	$ 235,588,333	100.00%	$ 242,705,650	100.00%	$ 233,291,777	100.00%	$ 216,968,515	100.00%	$ 215,696,765	100.00%
Total percentage change	N/A		3.0%		-3.9%		-7.0%		-0.6%	

Notes:

[1] Only five years of data is available.

[2] Information only available for the total Fulton County.

[3] Beginning in May 2009, the Georgia Department of Revenue changed their sales classifications.

[4] North American Industry Classification System (NAICS)

[5] Standard Industrial Classification (SIC)

Data Source:

Georgia Department of Revenue

Exhibit XVIII

City of East Point, Georgia
Number of Utility Customer Accounts at Year-end
By Service
Last Ten Fiscal Years

Fiscal Year	Electric		Water		Total	
	Number	% Change	Number	% Change	Number	% Change
2003	14,638	-1.0%	14,638	-1.0%	29,276	-1.0%
2004	15,122	3.3%	15,122	3.3%	30,243	3.3%
2005	15,605	3.2%	15,605	3.2%	31,210	3.2%
2006	15,529	-0.5%	15,529	-0.5%	31,058	-0.5%
2007	16,226	4.5%	16,226	4.5%	32,452	4.5%
2008	15,146	-6.7%	15,146	-6.7%	30,292	-6.7%
2009	15,502	2.4%	15,502	2.4%	31,004	2.4%
2010	15,543	0.1%	15,543	0.1%	31,086	0.1%
2011	14,066	-9.5%	14,066	-9.5%	28,132	-9.5%
2012	15,053	7.0%	9,044	-35.7%	24,097	-14.3%

Data Source:
City Customer Service Department.

City of East Point, Georgia
Electric Service Rates
Last Ten Fiscal Years

	For the Fiscal Year Ended June 30,									
	2003	*2004*	*2005*	*2006*	*2007*	*2008*	*2009*	*2010*	*2011*	*2012*
Residential:										
Winter Rates:										
Base Charge	$7.25	$7.25	-	-	-	-	-	-	-	-
First 600 kWh	$0.0710	$0.0710	-	-	-	-	-	-	-	-
Next 400 kWh	$0.0665	$0.0665	-	-	-	-	-	-	-	-
Over 1000 kWh	$0.0665	$0.0665	-	-	-	-	-	-	-	-
Summer Rates:										
Base Charge	$7.25	$7.25	-	-	-	-	-	-	-	-
First 600 kWh	$0.0710	$0.0710	-	-	-	-	-	-	-	-
Next 400 kWh	$0.0950	$0.0950	-	-	-	-	-	-	-	-
Over 1000 kWh	$0.1070	$0.1070	-	-	-	-	-	-	-	-
Winter Rates:		-								
Base Charge	-	-	$9.00	$9.00	$9.00	$10.00	$10.00	$10.00	$12.00	$12.00
First 500 kWh	-	-	$0.064	$0.064	$0.064	$0.082	$0.082	$0.082	$0.098	$0.092
Next 500 kWh	-	-	$0.060	$0.060	$0.060	$0.076	$0.076	$0.076	$0.091	$0.085
Over 1000 kWh	-		$0.056	$0.056	$0.056	$0.070	$0.070	$0.070	$0.084	$0.078
Summer Rates:		-								
Base Charge	-	-	$9.00	$9.00	$9.00	$10.00	$10.00	$10.00	$12.00	$12.00
First 500 kWh	-	-	$0.064	$0.064	$0.064	$0.082	$0.082	$0.082	$0.098	$0.092
Next 500 kWh	-	-	$0.084	$0.084	$0.084	$0.102	$0.102	$0.102	$0.122	$0.116
Over 1000 kWh	-	-	$0.096	$0.096	$0.096	$0.116	$0.116	$0.116	$0.139	$0.133
Commercial:										
Base charge	$10.00	$10.00	-	-	-	-	-	-	-	
First 200 X KW:										
First 3000 kWh	$0.1290	$0.1290	-	-	-	-	-	-	-	
Next 7000 kWh	$0.1175	$0.1175	-	-	-	-	-	-	-	
Next 190000 kWh	$0.1010	$0.1010	-	-	-	-	-	-	-	
Over 200000 kWh	$0.0835	$0.0835	-	-	-	-	-	-	-	
Next 200 X KW	$0.0365	$0.0365	-	-	-	-	-	-	-	
Next 200 X KW	$0.0330	$0.0330	-	-	-	-	-	-	-	
Over 600 X KW	$0.0315	$0.0315	-	-	-	-	-	-	-	
General Service										
Winter Rates:										
Base Charge	-	-	$15.00	$15.00	$15.00	$15.00	$15.00	$15.00	$16.50	$16.50
All kWh	-	-	$0.095	$0.095	$0.095	$0.110	$0.110	$0.110	$0.120	$0.120
Summer Rate	-	-								
Base Charge	-	-	$15.00	$15.00	$15.00	$15.00	$15.00	$15.00	$16.50	$16.50
All kWh			$0.120	$0.120	$0.120	$0.135	$0.135	$0.135	$0.148	$0.148
Small Power										
Base Charge	-	-	$25.00	$25.00	$25.00	$25.00	$25.00	$25.00	$28.00	$28.00
Demand Charge	-	-	$2.25	$2.25	$2.25	$2.25	$2.25	$2.25	$2.50	$2.500
First 200 X KW:	-	-	$0.092	$0.092	$0.092	$0.110	$0.110	$0.110	$0.123	$0.123
Next 200 X KW	-	-	$0.032	$0.032	$0.032	$0.045	$0.045	$0.045	$0.050	$0.050
Next 200 X KW	-	-	$0.028	$0.028	$0.028	$0.040	$0.040	$0.040	$0.045	$0.045
Over 600 X KW	-	-	$0.028	$0.028	$0.028	$0.040	$0.040	$0.040	$0.045	$0.045
Medium Power										
Base Charge	-	-	$50.00	$50.00	$50.00	$50.00	$50.00	$50.00	$60.00	$60.00
Demand Charge	-	-	$2.50	$2.50	$2.50	$2.50	$2.50	$2.50	$2.90	$2.900
First 200 X KW:	-	-								
First 6000 kWh	-	-	$0.086	$0.086	$0.086	$0.100	$0.100	$0.100	$0.115	$0.115
Over 6000 kWh	-	-	$0.076	$0.076	$0.076	$0.090	$0.090	$0.090	$0.103	$0.103
Next 200 X KW	-	-	$0.032	$0.032	$0.032	$0.045	$0.045	$0.045	$0.052	$0.052
Next 200 X KW	-	-	$0.028	$0.028	$0.028	$0.040	$0.040	$0.040	$0.046	$0.046
Over 600 X KW	-	-	$0.028	$0.028	$0.028	$0.040	$0.040	$0.040	$0.046	$0.046
Large Power										
Base Charge	-	-	$75.00	$75.00	$75.00	$75.00	$75.00	$75.00	$90.00	$90.00
Demand Charge	-	-	$3.00	$3.00	$3.00	$3.00	$3.00	$3.00	$3.50	$3.500
First 200 X KW:	-	-								
First 100000 kWh	-	-	$0.074	$0.074	$0.074	$0.090	$0.090	$0.090	$0.106	$0.106
Over 100000 kWh	-	-	$0.068	$0.068	$0.068	$0.080	$0.080	$0.080	$0.094	$0.094
Next 200 X KW	-	-	$0.032	$0.032	$0.032	$0.045	$0.045	$0.045	$0.053	$0.053
Next 200 X KW	-	-	$0.028	$0.028	$0.028	$0.040	$0.040	$0.040	$0.047	$0.041
Over 600 X KW	-	-	$0.024	$0.024	$0.024	$0.035	$0.035	$0.035	$0.041	$0.041
Power Cost Adjustment										
Per kWh	n/a	n/a	0.00146	0.00146	0.00446	-	-	-	0.00200	$0.002

Exhibit XX

City of East Point, Georgia
Ten Largest Customers - Electric Service [1]
Fiscal Years 2004 & 2012

	Fiscal Year 2004				Fiscal Year 2012			
Rank	Customer	MWh Used [2]	Amount	Dollar %	Customer	MWh Used [2]	Amount	Dollar %
1	Fulton County Board of Education	14,605	$ 1,000,060	19.7%	Tenet South Fulton Hospital	14.653	$ 1,112,817	19.0%
2	Tenet South Fulton Hospital	12,766	1,282,841	25.3%	Fulton County Schools	10.593	957,566	16.4%
3	Kroger Warehouse	7,808	540,633	10.6%	Pittsburg Plate Glass	8.516	666,211	11.4%
4	Pittsburg Plate Glass	7,261	500,754	9.9%	Reddy Ice	7.909	643,678	11.0%
5	BellSouth	5,634	403,610	7.9%	Kroger Warehouse	7.030	568,990	9.7%
6	Crown Plaza--Harvey Hotel	4,602	401,175	7.9%	Bell South	5.683	497,863	8.5%
7	United Inns	3,250	256,715	5.1%	Dicks Sporting	5.317	466,987	8.0%
8	BJ's Wholesale	3,681	254,984	5.0%	BJ's Wholesale	3.269	275,240	4.7%
9	Lowe's	2,909	275,801	5.4%	Lowe's	3.858	249,871	4.3%
10	Target	2,154	162,089	3.2%	Williams	2.601	413,631	7.1%
	Total Ten Largest Customers	64,670	$ 5,078,662	100.0%	**Total Ten Largest Customers**	69.429	$ 5,852,854	100.0%

Notes:
[1] Fiscal year 2004 oldest data available.
[2] Presented in order MWh used.
[3] Total MWh used not available, therefore, percentage of total not available.

Data Source:
City Electric Department

Exhibit XXI

City of East Point, Georgia
Water Service Rates
Last Ten Fiscal Years

Inside city: Gallons	2003	2004	2005	2006	2007
Minimum charge (0-3k gal)	$ 5.81	$ 5.81	$ 5.81	$ 6.39	$ 6.39
4k-50k gal	1.85	1.85	1.85	2.04	2.04
51k-1000k	1.95	1.95	1.95	2.15	2.15
1001k +	2.05	2.05	2.05	2.26	2.26

Inside city: Gallons	2008	2009	2010	2011	2012
	per 1000 gals				
Minimum charge (0-3k gal)	$ 13.00	$ 13.00	$ 13.00	$ 24.25	$ 24.25
4k-7k gal	2.50	2.50	2.50	3.91	3.91
8k-15k	3.20	3.20	3.20	4.89	4.89
16k +	4.50	4.50	4.50	6.84	6.84

Data Source:
City Customer Service Department

Exhibit XXII

City of East Point, Georgia
Ten Largest Customers - Water Service
Fiscal Years 2005 & 2012

	Fiscal Year 2005			Fiscal Year 2012		
Rank	**Customer**	**Consumption Gallons**	**%**	**Customer**	**Consumption Gallons**	**%**
1	City of College Park 145510	844,348,000	24.9%	City of College Park 145510	709,458,000	39.6%
2	City of College Park 145512	486,234,000	14.3%	City of College Park 145512	265,559,000	14.8%
3	Owens Illinois 145086	108,405,000	3.2%	Reddy Ice 145464	42,069,000	2.4%
4	Club Candlewood Apt 147574	49,279,000	1.5%	Allians LTS 9274	41,333,000	2.3%
5	Reddy Ice 145464	46,896,000	1.4%	Owens Illinois 145086	21,745,000	1.2%
6	Tenet South Filton 2120	38,556,000	1.1%	Tenet South Filton 2120	17,971,000	1.0%
7	Regency Park Apt 146978	30,128,000	0.9%	Harvey Hotel 3490	14,779,000	0.8%
8	Allians LTS 9274	27,722,000	0.8%	Fort Mcperson CAGE	10,549,000	0.6%
9	Fort McPherson 137726	25,558,000	0.8%	SSC Industries Inc	10,024,000	0.6%
10	Harvey Hotel 3490	25,469,000	0.8%	Howard Johnson Co	7,375,000	0.4%
	Total Ten Largest Customers	1,682,595,000	49.6%	**Total Ten Largest Customers**	1,140,862,000	63.7%
	All Other Customers	1,710,013,392	50.4%	**All Other Customers**	649,208,000	36.3%
	Total	3,392,608,392	100.0%	**Total**	1,790,070,000	100.0%

Data Source:

City Water Department

Exhibit XXIII

City of East Point, Georgia
Sewer Service Rates
Last Ten Fiscal Years

	For the Fiscal Year Ended June 30,				
	2003	**2004**	**2005**	**2006**	**2007**
Inside city: Gallons					
Minimum charge	$ 4.50	$ 4.50	$ 4.50	$ 4.95	$ 4.95
1k +	2.43	2.43	2.43	2.67	2.67

	For the Fiscal Year Ended June 30,		
	2008	**2009**	**2010**
Inside city: Gallons			
Minimum charge (0-3k gal)	$ 6.50	$ 6.50	$ 6.50
4k-7k gal	2.75	2.75	2.75
8k-15k	3.75	3.75	3.75
16k +	4.50	4.50	4.50

	2011	**2012**
Inside city: Gallons		
Minimum charge	$ 23.55	$ 23.55
1k +	5.78	5.78

Data Source:

Water & Sewer Department
of the City

City of East Point, Georgia
Direct and Overlapping Governmental Activities Debt (Unaudited)
June 30. 2012

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [1]	Estimated Share of Underlying Debt
Overlapping Debt[2]			
Fulton County Board of Education:			
General obligation bonds	$ 165,600,000	2.2%	$ 3,643,200
Building Authority of Fulton County	21,600,000	2.2%	475,200
Fulton-DeKalb Hospital Authority	15,300,000	2.2%	336,600
Total Overlapping Debt			4,455,000
City Direct Debt			
Building Authority revenue Bonds	$ 1,088,624		
Tax allocation bonds	19,650,000		
Capital leases	942,612		
Total	21,681,236	100.0%	21,681,236
Total Direct and Overlapping Debt			$ 26,136,236

Notes:

[1] Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the City's geographic boundaries and dividing it by each government's total assessed valuation.

[2] Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City.

Data Source:

[3] Each specific government

City of East Point, Georgia
Legal Debt Margin (Unaudited)
Last Ten Fiscal Years

	June 30,				
	2003	**2004**	**2005**	**2006**	**2007**
Taxable Assessed Value [1]	$ 681,482,601	$ 777,568,362	$ 825,633,617	$ 805,422,015	$ 876,761,566
Legal Debt Margin					
Debt limit (10% of assessed value)[2]	$ 68,148,260	$ 77,756,836	$ 82,563,362	$ 80,542,202	$ 87,676,157
Debt applicable to limit:					
General obligation bonds	-	-	-	-	-
Less: Amount reserved for repayment of general obligation debt	-	-	-	-	-
Total debt applicable to limit	-	-	-	-	-
Legal Debt Margin	$ 68,148,260	$ 77,756,836	$ 82,563,362	$ 80,542,202	$ 87,676,157
Total net debt applicable to the limit as a % of the debt limit	0.00%	0.00%	0.00%	0.00%	0.00%
	2008	**2009**	**2010**	**2011**	**2012**
Taxable Assessed Value [1]	$ 1,061,463,307	$ 1,136,346,886	$ 1,151,433,039	$ 982,840,153	$ 825,264,608
Legal Debt Margin					
Debt limit (10% of assessed value)[2]	$ 106,146,331	$ 113,634,689	$ 115,143,304	$ 98,284,015	$ 82,526,461
Debt applicable to limit:					
General obligation bonds	-	-	-	-	-
Less: Amount reserved for repayment of general obligation debt	-	-	-	-	-
Total debt applicable to limit	-	-	-	-	-
Legal Debt Margin	$ 106,146,331	$ 113,634,689	$ 115,143,304	$ 98,284,015	$ 82,526,461
Total net debt applicable to the	0.00%	0.00%	0.00%	0.00%	0.00%

Notes:

[2] Under Article 9, Section 5, Paragraph 1 of the State of Georgia Constitution, the City's outstanding general obligation debt should not exceed 10% of the assessed value of the taxable property located within the City.

Data Source:

[1] Exhibit XII

City of East Point, Georgia
Demographic and Economic Statistics (Unaudited)
Last Ten Calendar Years

Calendar Year	Population [1]	(thousands of dollars) Personal Income [2]	Per Capita Personal Income [3]	Per Capita Personal Income % of U.S. [3]	Median Age [4]	School Enrollment [5]	Unemployment Rate County [6]	Unemployment Rate State of Georgia [6]	Unemployment Rate United States [7]
2003	39,556	40,645,306	46,095	143%	N/A	71,372	5.6%	5.5%	6.3%
2004	37,867	43,670,962	48,217	142%	N/A	73,319	5.1%	5.2%	5.6%
2005	37,220	47,393,823	50,731	143%	N/A	75,891	5.5%	5.0%	5.1%
2006	33,670	51,539,185	53,486	142%	N/A	81,100	4.9%	5.0%	4.6%
2007	33,500	53,867,066	54,844	139%	N/A	83,861	4.7%	4.8%	4.6%
2008	33,500	55,097,265	53,579	133%	N/A	86,225	6.2%	6.3%	5.6%
2009	33,500	52,177,501	52,343	133%	N/A	88,299	10.2%	10.2%	9.5%
2010	33,712	49,411,619	46.861	130%	N/A	90,199	10.3%	10.3%	9.5%
2011	33,712	46,792,803	43.507	125%	N/A	91,864	10.5%	10.5%	9.2%
2012	33,712	40,059,553	30,759	138%	31.5	93,800	12.8%	8.6%	8.9%

Notes:
The personal income data only available for Fulton County. Note that the County data may not reflect similar trends within the City do to different demographics.

Data Sources:
[1] Estimated by management.
[2] 2002 - 2009 - U.S. Bureau of Economic Analysis - http://www.bea.gov/regional/reis/. 2010 & 2011 estimated by management.
[3] 2002 - 2009 Bureau of Economic Analysis - http://www.bea.gov/regional/reis/drill.cfm. 2010 & 2011 estimated by management.
[4] U.S. Census Bureau - http://usgovinfo.about.com/gi/dynamic/offsite.htm?site=http://factfinder.census.gov/
[5] Fulton County Board of Education - includes 100% of County enrollment
[6] Real Estate Center. http://recenter.tamu.edu/data/empc/LAUCN132850.htm
[7] U.S. Department of Labor. Bureau of Labor Statistics.
N/A - Not Available

Exhibit XXVIII

City of East Point, Georgia

Principal Employers (Unaudited)

For the Fiscal Years Ended June 30, 2012 and 2003

Employer	Type of Business	2012 Number of Employees	2012 Rank	2012 Percentage of Major County Employers
TENET SOUTH FULTON INC	Medical	626	1	4.59%
NEWELL RECYCLING, LLC	Manufacturer	613	2	4.50%
CITY OF EAST POINT	Government	450	3	3.30%
STAFFING SOLUTIONS SOUTHEAST	Manufacturer	450	3	3.30%
ALLIANCE LAUNDRY & TEXTILE SER	Service	264	4	1.94%
DICK'S SPORTING GOODS	Warehouse	248	5	1.82%
OWENS-BROCKWAY GLASS CONT.INC.	Manufacturer	220	6	1.61%
CEVA LOGISTICS	Warehouse	142	7	1.04%
LOWE'S HOME CENTERS, INC #1715	Home Improvement	124	8	0.91%
CROWNE PLAZA ATLANTA AIRPORT	Hospitality	123	9	0.90%
Total Principal Employers		3,260		23.92%
Estimated Other Employers [1]		10,367		76.08%
Total Employers		13,627		100.00%

Employer	Type of Business	2003 Number of Employees	2003 Rank	2003 Percentage of Major County Employers
Tenet - South Fulton Medical Center	Medical	975	1	7.50%
Ownes - Brockway Glass Company, Inc.	Manufacturer	381	2	2.93%
CSI Perishable Warehouse-(Kroger)	Food Distribution	215	3	1.65%
Target	Retail	210	4	1.62%
Newell Recycling	Srap Processor	189	5	1.45%
Crowne Plaza Hotel - Atlanta Airport	Hospitality	146	6	1.12%
Lowe's	Home Improvement	131	7	1.01%
PPG Industries	Manufacturer	115	8	0.88%
Tenneco Packaging	Manufacturer	103	9	0.79%
Atlanta Christian College	Education	82	10	0.63%
Total Principal Employers		2,547		19.59%
Estimated Other Employers [1]		10,453		80.41%
Total Employers		13,000		100.00%

Notes:

[1] Estimated by Management

Data Source:

City Planning and Zoning Department

City of East Point, Georgia
City Employees by Function/Program (Unaudited)
Last Eight Fiscal Years

	Fiscal Year							
	2005	2006	2007	2008	2009	2010	2011	2012
Function/program								
General Government								
Management services	30	30	-	-	-	70	64	64
Finance and information technology	17	19	-	-	-	14	13	14
Purchasing	3	5	-	-	-	6	6	6
Planning	9	9	-	-	-	14	13	13
Building	16	16	-	-	-	16	17	17
Courts	11	13		-	-	11	11	11
Police								
Police	160	148	-	-	-	163	172	172
Jail	19	16	-	-	-	18	18	18
E-911	16	16	-	-	-	16	16	16
Fire	98	112	-	-	-	74	71	71
Sanitation	42	44	-	-	-	44	41	41
Public Works								
Public Works	14	14	-	-	-	23	22	22
Garage	10	10	-	-	-	9	9	9
Economic Development	4	4	-	-	-	5	4	4
Parks & Recreation	9	9	-	-	-	17	27	27
Electric	75	76	-	-	-	44	40	40
Water	29	22	-	-	-	41	35	35
Sewer	20	20	-	-	-	15	12	12
Total	582	583	-	-	-	600	591	592

Notes:
Fiscal years 2003 - 2004 not available
Fiscal years 2007 - 2009 not available

City of East Point, Georgia
Operating Statistics by Function/Program (Unaudited)
Last Eight Fiscal Years [1]

Function/program	For the Fiscal Year Ended June 30.							
	2005	2006	2007	2008	2009	2010	2011	2012
General Govermnent								
Permit Applications Processed	594	687	3,996	2,749	2,532	2,258	2,567	3,111
Inspection Completed	17,471	20,308	5,228	7,422	4,116	4,956	3,720	5,027
Business Licenses Issued	-	-	1,981	1,846	1,788	1,863	1,408	1,993
Zoning-Related Applications Processed	-	-	-	60	25	31	53	66
Police								
Average Respone Time	-	-	7:14	7:07	6:55	7:33	7:33	7:23
Investigations Arrests	3,245	3,760	4,480	3,563	2,958	3,335	3,335	3,290
Fire								
Respond to all Requests	465	512	6,780	6,980	6,482	6,463	6,457	7,010
Provide Free Home Inspections Within 3 days	45	61	-	2	4	3	2	141
Sanitation								
Collected & Disposed of Tons of Refuse	28,462	27,482	21,709	20,206	20,546	19,833	19,016	17,220
Collected & Disposed of Yard Debris	23,589	25,896	6,513	6,062	6,164	5,950	5,705	4,857
Other Public Works								
Repaired Potholes	140	256	-	-	-	414	523	211
Installed Street Signs	65	75	-	-	-	67	129	508
Electric								
Respond to Power Outage	47	52	-	-	-	-	-	69
Average Time of Power Restoration	3.4 hrs	2.50 hrs	-	-	-	-	-	169
Water								
Responded to Water Leaks	174	164	-	-	-	-	-	348
Sewer								
Install New Snitary Sewer Taps	125	135	-	-	-	-	-	17
Parks & Recreation								
Classes (recreation centers)	87	96	73	55	67	61	43	796
Soccer Box Program	106	144	125	0	0	0	0	0
Senior Trips	19	16	3	5	17	22	15	15

Data Source
Various City Departments
Fiscal Years 2003 to 2004 were unavailable

City of East Point, Georgia
Operating Indicators By Utility Service
Last Ten Fiscal Years [1]

Utility Service	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Electric Service:										
Coincident peak (kW)	65,276	69,787	75,358	79,174	85,753	82,379	75,061	79,200	79,200	74,005
Reserves (kW)										
Total requirements (kW)	65,276	69,787	75,358	79,174	85,753	82,379	75,061	79,200	79,200	74,005
Southeastern Power Administration (kW)	31,595	32,213	32,213	32,412	32,397	32,397	32,397	32,397	32,397	32,397
MEAG projects 1, 2, 3 & 4 (kW)	55,886	64,326	75,350	75,817	75,778	75,585	76,041	75,428	75,160	75,542
MEAG combined cycle (kW)	-	-						-	-	-
Total resources (kW)	87,481	96,539	107,563	108,229	108,175	107,982	108,438	107,825	107,557	107,939
Excess capacity (deficit) (kW)	22,205	26,752	32,205	29,055	22,422	25,603	33,377	28,625	28,357	33,934
Percent reserve of capacity	65.9%	71.2%	74.6%	62.1%	42.0%	51.2%	78.2%	61.2%	60.6%	81.6%
Water Service:										
Maximum daily capacity of plant (in gallons)	13	13	13	13	13	13	13	13	13	13
Elevated storage capacity (gallons)	4	4	4	4	4	4	4	4	4	4
Reservoir storage capacity (gallons)	1,110,000,000									

Data Source:
Applicable Department

Notes:
[1] Data for fiscal year 2011 not yet available.

City of East Point, Georgia
Capital Asset Statistics by Function/Program (Unaudited)
Last Ten Fiscal Years [1]

	Fiscal Year									
Function/Program	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone offices	2	3	3	3	3	3	3	2	2	2
Patrol units	106	106	106	106	91	89	78	78	80	83
Fire Stations	4	4	4	5	5	3	3	3	3	3
Refuse Collections										
Collection Trucks	7	7	7	7	9	9	9	11	11	11
Other Public Works										
Streets*miles)	150	150	150	150	150	150	150	150	150	150
Streetlights	9,532	9,708	9,984	10,060	n/a	n/a	n/a	8,342	8,170	8,230
Traffic Signals	63	63	72	72	62	62	62	62	62	62
Parks & Recreation										
Acreage	164.5	176.5	176.5	176.5	179	179	179	179	179	179
Community Centers	2	2	2	2	3	1	1	1	1	1
Water										
Miles of water mains	164	164	164	164	164	164	164	164	164	164
Number of wells										
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Number of elevated tanks	4	4	4	4	4	4	4	4	4	4
Number of reservoirs	2	2	2	2	2	2	2	2	2	2
Sewer Service:										
Miles of sanitary sewers	154	154	154	154	154	154	154	154	154	154

Data Source
Various City Departments

Follow us online:

www.eastpointcity.org

www.facebook.com/cityofeastpoint

www.twitter.com/cityofeastpoint

The city of EAST POINT Georgia

East Point City Hall
2777 East Point Street
East Point, Ga. 30344