Comprehensive Annual Financial Report

DeKalb County, Georgia

Year Ended December 31, 2011

COMPREHENSIVE ANNUAL FINANCIAL REPORT

DEKALB COUNTY, GEORGIA

YEAR ENDED DECEMBER 31, 2011

Prepared by:
Department of Finance

DEKALB COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2011

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INTRODUCTORY SECTION

LETTER OF TRANSMITTAL
CERTIFICATE OF ACHIEVEMENT
ORGANIZATIONAL CHART
PRINCIPAL OFFICIALS

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

June 29, 2012

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

The Comprehensive Annual Financial Report (CAFR) of DeKalb County, Georgia, (DeKalb or the County) for the fiscal year ended December 31, 2011 is submitted herewith. This report is prepared in accordance with the requirements of the Act providing uniform standards for audits of municipalities and counties within the State of Georgia, approved April 21, 1967 (Ga. Laws 1967, p. 883) as amended by an Act approved March 28, 1968 (Ga. Laws 1968, p. 464).

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

The County's financial statements have been audited by KPMG LLP, licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for

the fiscal year ended December 31, 2011, are fairly presented in all material respects, in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

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

Profile of the Government

DeKalb County is an urban county providing a full range of services to 691,893 citizens. Included in these services are traditional county functions such as road maintenance and court-related activities, as well as a number of municipal services such as police, fire, solid waste collection and disposal, and water and sewer. There are ten incorporated municipalities within the County, including a portion of the City of Atlanta. Those municipalities comprise approximately 18% of the total population of the County, and provide services to their citizens in varying degrees. Selected county demographic information is provided in the statistical section of this report.

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

The financial statements, schedules, and statistical tables included in this report pertain to all functions and funds directly under the control of the DeKalb County CEO and Board of Commissioners. Also included are trust and agency funds administered and controlled by various elected or appointed officials, which are not reported upon by any other entity. The Board of Health and the Public Library are included as component units of the County. These component units are partially funded by the County, and derive significant funding from Federal and State grants and user fees. The Board of Health provides a broad range of physical health services, and the Public Library provides a wide range of information services. Both units ended the year in good financial positions.

Certain other entities are not included within the scope of this report. These exclusions consist of the DeKalb County Board of Education, the Fulton-DeKalb Hospital Authority, the Atlanta Regional Commission, the DeKalb Board of Family and Children Services, the DeKalb Community Service Board, the DeKalb Housing Authority and the Development Authority of DeKalb County. These entities are not considered component units and have not met the established criteria for inclusion in this report. However, any amounts appropriated for disbursement to these entities as well as any amounts

for which the County has contractual liability have been included in the County's financial statements. The Fulton-DeKalb Hospital Authority and the Atlanta Regional Commission are considered joint ventures and summary financial information is provided in the notes to the financial statements.

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

Factors Affecting Financial Condition

Property tax revenues decreased in 2011 and are expected to decrease further in 2012 as real estate property values have declined. The 2011 millage increase of 26% was not enough to completely offset the decline in property tax values. The tax digest peaked in 2008 and has decreased nearly 20% as of 2011. The expected decrease for 2012 is six percent. Foreclosed residential property has been a main factor to affect property values in the County. The decrease in values has spurred some growth in the number of sales but it remains to be seen the effect on the tax digest.

The County experienced an 8.4% increase in sales tax in 2011 compared to 2010. Sales tax had peaked in 2007 at just over $100 million and fell to $87 million in 2009. This revenue source has shown some improvement in each of the last three years. Some of that improvement is due to the inclusion of all food items as taxable sales starting in 2011. However, the trend is a positive sign of increased economic activity in the County.

The County's annual unemployment rate fell to 9.4% at the end of 2011 compared to 10.2% in 2010. However, the 2011 average for the year was 10.1% according to the Georgia Department of Labor. The County has a total workforce in excess of 367,000. The majority of that workforce (73.8%) works in the service providing sectors and approximately 18% of the employment is in the government sector based on Department of Labor information. The County has expanded its capital improvement plan for the Watershed System to include $1.3 billion in projects over the next 5 years. As part of this effort, the County is encouraging contractors to employ the local workforce.

DeKalb County is a mature County, which is mostly developed in many areas. The Atlanta metropolitan area, of which DeKalb is a part, serves as a center for banking, communications, transportation, accounting, insurance, and other services for the State of Georgia and the southeastern United States.

Incorporation of cities continues to be a trend in the Atlanta region and DeKalb County specifically. In 2008 the City of Dunwoody was created in the northern part of the County. The population of Dunwoody represents approximately 6.7% of the County, and the property tax digest in Dunwoody represents 11.9% of the County. Beginning in 2009, Dunwoody taxpayers did not pay the County for special district services such as Parks and Recreation, Police and Roads and Drainage. The County's revenue was impacted by the loss of business registration fees, excise taxes and fines in Dunwoody estimated to be $18 million per year. Other sections of the County have organized to create new cities or push to annex unincorporated areas into existing cities. Depending on the outcome of these efforts, the County could see reductions in property taxes, business licenses, permits, fines, and sales taxes in the range of $20 million to $30 million per year. The County is looking at the appropriate reduction in services and budget adjustments.

On March 18, 1997, the voters of the County approved a permanent one-percent Homestead Option Sales Tax (HOST), to be effective July 1, 1997. In 2011, 91.7% of this sales tax (exclusive of payments to DeKalb municipalities) was used to reduce County property taxes (in the form of a homestead exemption credit) collected for County operations (including General Government, Fire Protection, Hospital Services and Special District Services) from homestead properties. In 2011, $8.2 million was dedicated to capital outlay (infrastructure) projects from HOST funds.

In response to the rising cost of personnel, the County offered an early retirement incentive program in April, 2010. As a result, 843 employees retired, the vast majority as of May 31, 2010, and the refilling of these vacated positions has been predominantly in the areas of sworn public safety. The County realized an annual reduction in salaries and benefits of approximately $30 million in 2011. This was part of an effort to respond to changing economic conditions and reduce the County's operating budget in the tax related funds. The tax funds budget has been reduced from $636 million in 2008 to $530 million in 2011.

Cash management policies and practices

The County maintains a pooled cash and investments account for most County funds through the Georgia Fund One which is a local government investment pool (LGIP). The County seeks to obtain market rates of return on its investments, consistent with constraints imposed by its safety objectives, cash flow considerations, and Georgia state laws. Safety of principal is the foremost objective. Competitive bids are required on all County investments that are not allocated to the LGIP. As of December 31, 2011, the County had not issued tax anticipation notes (TANs) in the previous 10 years. Since property taxes are not collected until the last quarter of the year, the County issued TAN's in March 2012 and will do so as needed in future years. The short-term borrowing will be used in the general fund and other operating funds to better manage cash balances and interfund transfers. In accordance with state law, the loan will be repaid by the end of the calendar year.

Risk Management and Employee Services

DeKalb County has a Risk Management and Employee Services Division within its Finance Department. The focus of this office is to minimize loss to the County through data analysis and loss prevention programs, and to administer the County's property, liability, surety and employee group insurance programs including workers' compensation and pension administration. The number of workers' compensation claims decreased from 844 in 2010 to 742 in 2011, and the lost work days per 1,000 employees remains below national levels.

Pension and other post employment benefits

The County sponsors a single-employer two-tiered defined benefit pension plan for all County employees. Each year, an independent actuary engaged by the Pension Board calculates the amount of the annual contribution that the County must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As of April 1, 2011, the date of the last actuarial report, the County's pension plan had funded 68% of the actuarial accrued liability of the plan. Effective September 1, 2005, new employees are covered by pension benefits that have been scaled back. Contribution rates from the employer and employees have been increased since 2004 to maintain adequate funding levels.

The County currently offers to provide post employment health and life insurance benefits for all retirees. These benefits are financed on a pay-as-you-go basis. GASB Statement No. 45 establishes standards for the measurement, recognition and display of OPEB expense/expenditures and related liabilities (assets). GASB Statement No. 45 requires the financial reports of governments to provide a systematic, accrual-basis measurement of the annual OPEB cost. For 2011, the OPEB liability was increased by $82.9 million in the governmental funds, and $28.1 million in the business-type funds. The total government-wide expense was $111.1 million compared to $149.9 million in 2010.

Awards

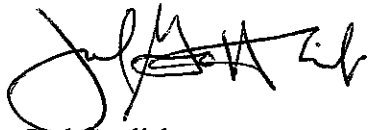
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to DeKalb County for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This was the 36th consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

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

Respectfully submitted,



Joel Gottlieb
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

DeKalb County Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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.



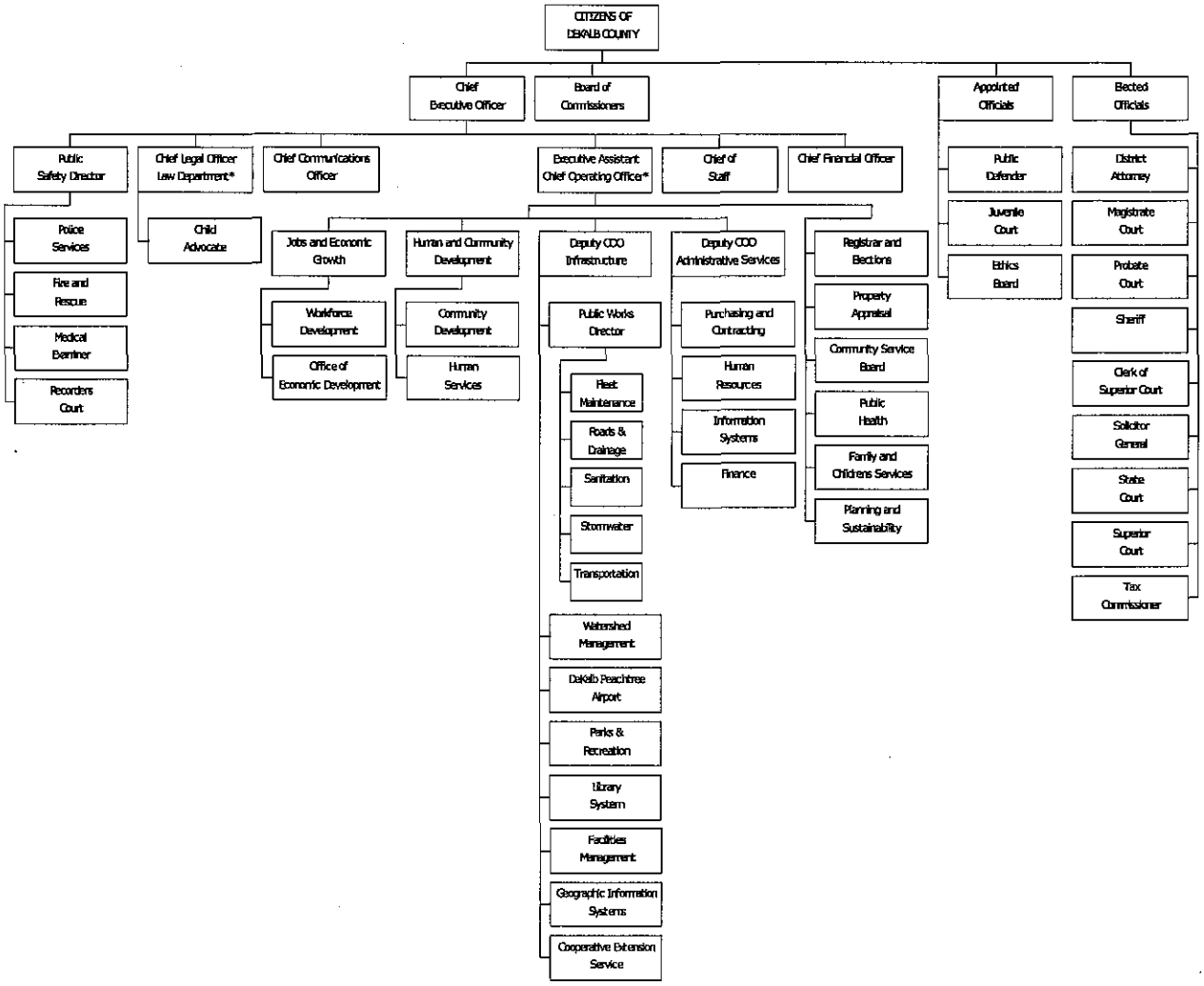
Linda C. Davidson

President

Jeffrey L. Esser

Executive Director

DEKALB COUNTY ORGANIZATIONAL CHART



*These positions are a dual report to the Board of Commissioners.

DeKalb County, Georgia

Chief Executive Officer

W. Burrell Ellis, Jr.

Board of Commissioners

Elaine Boyer	District One
Jeff Rader	District Two
Larry Johnson, Presiding Officer	District Three
Sharon Barnes Sutton	District Four
Lee May, Deputy Presiding Officer	District Five
Kathie Gannon	District Six
Stan Watson	District Seven

Executive Assistant
Chief Operating Officer
Richard A. Stogner

Department of Finance

Director	Joel I. Gottlieb
Assistant Director	Thomas J. Gray
Deputy Director for:	
Treasury and Accounting Services	Rhonda Y. Naadueba
Budget and Grants (Acting)	Gwendolyn Brown-Patterson
Internal Audit and Licensing (Acting)	Cornelia Louis
Risk Management and Employee Services	Larry C. Jacobs



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT
MANAGEMENT'S DISCUSSION AND ANALYSIS
BASIC FINANCIAL STATEMENTS

KPMG LLP
Suite 2000
303 Peachtree Street, N.E.
Atlanta, GA 30308-3210

Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Georgia (the County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the DeKalb County Board of Health and the DeKalb County Public Library, which collectively represent all of the County's aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the DeKalb County Board of Health and the DeKalb County Public Library is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of DeKalb County, Georgia as of December 31, 2011, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Special Tax District – Designated Services Fund, the Special Tax District – Unincorporated Fund, and the Special Tax District - Police Service Fund for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in note 16 to the accompanying financial statements, the County has certain risks associated with deficits in its general fund and certain major funds and aggregate remaining fund information at December 31, 2011.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2012 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

U.S. generally accepted accounting principles require that the management's discussion and analysis, the schedules of funding progress and the schedules of employer contributions for the pension plan and other postemployment benefit plan on pages F3-F17, F59 and F60 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 about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

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KPMG

statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling sucb information directly to the underlying accounting and other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

KPMG LLP

June 29, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)

As management of DeKalb County (DeKalb or the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2011.

Financial Highlights

The assets of the County exceeded its liabilities at the close of the fiscal year by $1.62 billion (net assets). There are negative unrestricted assets of $437.1 million as all net assets are currently restricted to debt, capital assets and capital projects.

The County's total net assets decreased $16.5 million during 2011. Revenues increased $83.9 million predominantly in the areas of charges for services ($33.4 million), property taxes ($29.8 million) and sales taxes ($10.2 million). Governmental activities' net assets decreased by $23.1 million compared to $116.5 million in the previous year. Business-type funds experienced an increase in net assets of $6.7 million compared to $31.5 million in 2010. Both types of activities experienced revenue increases compared to the previous year. Governmental activities reflect a property tax increase due to an increase in the millage rate approved by the Board of Commissioners at the mid-year budget adjustment. Charges for services increased in the business-type activities based on water and sewer rate increases to be used for a capital improvement program for the watershed system. Governmental activities expenditures decreased by $48.9 million offsetting some of the $64.3 million increase in business-type expenditures for a net $15.4 million increase in expenditures government-wide.

As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of $156.3 million, an increase of $14.2 million over the previous year. The increase was a result of increased revenues reflecting a millage increase in tax revenues and decreases in expenditures in operations and debt service.

At the close of the fiscal year, the General Fund had a deficit fund balance of $18.5 million. This is an improvement in the General Fund compared to the prior year which ended with a $33.8 million deficit. Revenues in the General Fund increased $30.2 million while expenditures remained flat. Net of transfers, the fund balance in the General Fund increased $15.3 million.

The County has placed a focus on reversing the trend of negative fund balances in certain funds, particularly the General Fund, and building back adequate reserves. The current General Fund deficit poses significant liquidity risk and potentially could increase the cost of any new bond issuances, and a reduction in services and service levels. The County currently limits its borrowings to fixed interest obligations for essential projects. In response, the County has implemented a number of major deficit reduction initiatives that decreased expenditures and increased revenues in 2011 and the improved fund balance reflects those changes. The County is continuing its efforts in those areas to maintain the positive direction begun during the year.

In mid-2010, the County offered early retirement incentives to 1,200 eligible employees, resulting in 843 employees opting for early retirement and a reduction in annual salaries totaling more than $30 million. The Board of Commissioners eliminated all vacated positions, and authorized primarily the re-creation of certain critical public safety and business type activity positions. The County also implemented changes to the employee insurance programs to limit the growing cost of health insurance; this effort is on-going and is expected to continue to result in significant cost reductions. As a part of the 2011 budget, three unpaid holidays were implemented and were converted to furlough days for employees. The County continues to control budgetary expenditures via "absolute funds checking" to mitigate the risk of unauthorized over-spending, and the CEO continues to direct activities under his office's control to reduce expenditure levels.

In mid-2010, the CEO and Board of Commissioners established a Revenue Enhancement Commission consisting of business representatives and community leaders. The Commission made its recommendations for new and enhanced revenues with potential increases in business registration fees, identifying under-reported property values, and other revenue streams. The County continues to review these and other recommendations for increasing revenues where warranted. For example, at the end of 2011 the County implemented a business license compliance program using an outside consulting firm to contact and educate businesses that are non-compliant on business registration requirements. Effective as of January 1, 2011, the state legislature amended the application of the Homestead Option Sales Tax (HOST) to include food items increasing revenues by more than $10 million annually. Other adopted State legislation will increase fees charged by various courts starting in 2012. The County has devoted considerable attention to increasing revenues through the collection of unpaid traffic fines, and implementing a paperless citation procedure and other court measures to streamline collections.

The County's total debt relative to governmental activities decreased by $28.4 million during the fiscal year due to bond and capital lease repayments. In 2011, were no new debt issues in the governmental funds. The County did, however, issue $381.S million in new Water and Sewer revenue bonds during 2011 for the acquiring, constructing, installing, and equipping certain additions, extensions, and improvements to the Watershed System. The County did not enter into any additional capital lease agreements.

The County did issue tax anticipation notes (TANs) in March 2012 for the first time in over 10 years. The General Fund and other "tax funds" generate the majority of revenues from property taxes which are not due until September and November each year. This means that the County receives a large portion of its cash for operations in the governmental funds late in the fiscal year. The County plans to issue TANs in years going forward to provide sufficient cash flow where needed in these funds to decrease the need for interfund borrowing.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements

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

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future or prior fiscal periods.

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

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate Board of Health and the Public Library Board for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages F18-F19 of this report.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The County maintains 46 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances (deficit) for the general fund, the special tax district designated services fund, the special tax district unincorporated fund, police services fund, and the 2006 Transportation, Parks and Libraries Bond Fund, which are considered to be major funds. Data from the other 41 funds is combined into a single aggregated presentation.

The basic governmental fund financial statements can be found on pages F20-F26 of this report.

Proprietary funds -The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its watershed system fund, sanitation fund, DeKalb Peachtree Airport fund, and stormwater utility fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its vehicle maintenance fund, vehicle replacement fund, and risk management fund. Because the risk management fund predominantly benefits governmental activities rather than business-type functions, it has been included within governmental activities in the government-wide financial statements. Because the vehicle maintenance fund and vehicle replacement fund predominantly benefit business-type functions rather than governmental, they have been included within business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the watershed system fund and the sanitation fund. The DeKalb Peachtree Airport fund and stormwater utility fund are combined into a single aggregated presentation. Conversely, all three internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages F27-F29 of this report.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages F30-F31 of this report.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages F34-F58 of this report.

Government-wide Financial Analysis

In the government-wide financial statements, all of the activities of the County, aside from its discretely presented component units, are considered either governmental or business-type activities. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. As shown Table 1 of page F7, the County's government-wide assets exceeded liabilities by $1.620 billion at the close of the fiscal year compared to $1.636 billion in the previous year.

The County's net assets allocated to capital assets reflect its investment in capital assets (e.g., land, buildings, infrastructure, equipment, etc.), less any related debt used to acquire those assets that is still outstanding (see Table 2). The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets ($97.8 million or 6.0%) represent resources that are subject to external restrictions on how they may be used. The County shows a deficit unrestricted net assets balance a $437.1 million compared to the prior year deficit of $385.5 million. Since 2007, there has a dramatic decrease in the County's unrestricted net assets due to the County's implementation of GASB Statement No. 45 which requires the accrual of liabilities associated with OPEB costs. At the end of 2011, the County had a cumulative total of $571.9 million in OPEB liabilities compared to $460.9 million at the end of 2010. The majority of the OPEB liability is reflected in the governmental type funds at $432.4 million. See Table 4 on page F10 for details of the increase related to OPEB.

Table 3 reflects the changes in net assets and is essentially the income statement for the County as a whole. The County had a decrease in net assets for 2011 of $16.5 million compared to $84.9 million the prior year. The basic financial statements include a reconciliation (page F23) between the fiscal year 2011 governmental funds statement of revenues, expenditures, and changes in fund balances (page F22) which reports an increase of $14.2 million in fund balances and the $23.1 million decrease in net assets reported in the government-wide statement of activities (page F19), a difference of $37.3 million.

Key elements of the reconciliation of these two statements are that the government-wide statement of activities reports the issuance of debt as a liability, the purchases of capital assets as assets which are then charged to expense over their useful lives (depreciated) and changes in long-term liabilities as adjustments of expenses. Conversely, the governmental funds statements report the issuance of debt as another financing source of funds, the repayment of debt as an expenditure, the purchase of capital assets as an expenditure and do not reflect changes in long-term liabilities.

Current assets and long-term liabilities both increased significantly reflecting the bond proceeds and related debt for the water and sewerage bond issue that was completed at the end of 2011. The $381.5 million bond issue will fund a portion of the County's projected $1.3 billion in watershed management infrastructure upgrades and capital improvement program.

In both the governmental and business-type activities, any increases or decreases in net assets relate to capital assets. The County continues to acquire capital assets in the form of parks, libraries and transportation improvements funded by a 2006 general obligation bond issue. See more explanation of the capital asset activity in later sections of this analysis.

Table 1
DeKalb County's Net Assets
December 31, 2011 and 2010
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	$ 272,003	$ 289,540	$ 721,511	$ 238,962	$ 993,514	$ 528,502
Capital assets	1,349,858	1,328,301	1,397,249	1,410,656	2,747,107	2,738,957
Total assets	$ 1,621,861	$ 1,617,841	$ 2,118,760	$ 1,649,618	$ 3,740,621	$ 3,267,459
Long-term liabilities (other than OPEB)	$ 412,315	$ 443,691	$ 965,778	$ 579,513	$ 1,378,093	$ 1,023,204
OPEB long-term liabilities	432,385	349,427	139,581	111,472	571,966	460,899
Other liabilities	118,527	132,976	62,524	14,363	181,051	147,339
Total liabilities	$ 963,227	$ 926,094	$ 1,167,883	$ 705,348	$ 2,131,110	$ 1,631,442
Net assets (deficit):						
Capital assets, net of related debt	$ 1,037,278	$ 1,015,406	$ 921,594	$ 914,991	$ 1,958,872	$ 1,930,397
Restricted	96,257	87,196	1,497	3,948	97,754	91,144
Unrestricted (deficit)	(464,901)	(410,855)	27,830	25,331	(437,071)	(385,524)
Total net assets	$ 668,634	$ 691,747	$ 950,921	$ 944,270	$ 1,619,555	$ 1,636,017

The accumulation of governmental net assets reported in the government-wide statements of net assets is a result of several factors. The following table summarizes the main components of those governmental net assets:

Table 2

Components of DeKalb County's Governmental Net Assets
December 31, 2011 and 2010
(in thousands of dollars)

	Governmental Activities	
	2011	2010
Net Assets Invested in Capital Assets, net of related debt	$ 1,037,278	$ 1,015,406
Net Assets restricted for:		
Debt service	12,059	13,096
Public safety	56,271	43,477
Capital projects	14,605	22,671
Other purposes	13,322	7,952
Total restricted net assets	96,257	87,196
Unrestricted Net Assets (Deficit)		
Unrestricted in governmental funds	(21,560)	(54,755)
Unrestricted in internal service funds	(6,306)	(731)
Unearned revenue accruals	4,802	4,774
Certain long-term obligations that do not require current funding:		
OPEB obligation	(432,385)	(349,427)
Pension asset	23,200	22,688
Compensated absences	(32,652)	(32,104)
Claims and judgments	-	(1,300)
Total unrestricted net assets (deficit)	(464,901)	(410,855)
Total Net Assets	$ 668,634	$ 691,747

Table 3
DeKalb County's Changes in Net Assets
For the Years Ended December 31, 2011 and 2010
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program revenues:						
Charges for services	$ 105,951	$ 100,166	$ 310,555	$ 282,967	$ 416,506	$ 383,133
Operating grants and contributions	48,964	40,224	-	-	48,964	40,224
Capital grants and contributions	12,164	15,503	982	740	13,146	16,243
General revenues:						
Property taxes	289,690	259,848	-	-	289,690	259,848
Sales taxes	98,839	88,622	-	-	98,839	88,622
Other taxes	75,914	71,711	-	-	75,914	71,711
Other	9,093	8,494	216	158	9,309	8,652
Total revenues	640,615	584,568	311,753	283,865	952,368	868,433
Expenses:						
General government	113,278	123,999	-	-	113,278	123,999
Public safety	221,585	220,431	-	-	221,585	220,431
Civil and criminal court system	177,155	178,462	-	-	177,155	178,462
Planning and development	4,379	2,063	-	-	4,379	2,063
Public works	37,443	48,529	-	-	37,443	48,529
Human services and community development	16,082	30,757	-	-	16,082	30,757
Parks and recreation	15,426	22,576	-	-	15,426	22,576
Library	15,557	16,919	-	-	15,557	16,919
Health and welfare	36,443	41,473	-	-	36,443	41,473
Interest on long-term debt	20,405	21,459	-	-	20,405	21,459
Water	-	-	95,120	69,771	95,120	69,771
Sewer	-	-	121,061	88,800	121,061	88,800
Stormwater utility	-	-	17,356	12,978	17,356	12,978
Sanitation	-	-	73,335	70,977	73,335	70,977
Airport	-	-	4,205	4,213	4,205	4,213
Total expenses	657,753	706,668	311,077	246,739	968,830	953,407
Change in net assets before transfers	(17,138)	(122,100)	676	37,126	(16,462)	(84,974)
Transfers	(5,975)	5,592	5,975	(5,592)	-	-
Change in net assets	(23,113)	(116,508)	6,651	31,534	(16,462)	(84,974)
Net assets - beginning	691,747	808,255	944,270	912,736	1,636,017	1,720,991
Net assets - ending	$ 668,634	$ 691,747	$ 950,921	$ 944,270	$ 1,619,555	$ 1,636,017

In 2007 the County implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB). GASB Statement No. 45 establishes standards for the measurement, recognition and display of OPEB expense/expenditures and related liabilities and assets, note disclosures, and, if applicable, required supplementary information in the financial reports of state and local governmental employers. Prior to GASB Statement No. 45, most OPEB plans were reported on a pay-as-you-go basis and governments' financial statements did not report the financial effects of these postemployment benefits until paid. GASB Statement No. 45 requires the financial reports of governments to provide a systematic, accrual-basis measurement of an annual OPEB cost. Table 4 below shows that the total effect for the County in 2011 was $111.1 million compared to $149.9 million in 2010.

Table 4
(in thousands of dollars)

	2011			2010		
Functions/Programs	Expenses per Statement of Activities	GASB 45 Expenses	Expenses excluding GASB 45	Expenses per Statement of Activities	GASB 45 Expenses	Expenses excluding GASB 45
Governmental:						
General government	$ 113,278	$ 16,300	$ 96,978	$ 123,999	$ 21,995	$ 102,004
Public safety	221,585	31,798	189,787	220,431	42,910	177,521
Civil and criminal court system	177,155	22,435	154,720	178,462	30,276	148,186
Planning and development	4,379	327	4,052	2,063	442	1,621
Public works	37,443	6,546	30,897	48,529	8,833	39,696
Human services and community development	16,082	1,780	14,302	30,757	2,403	28,354
Parks and recreation	15,426	3,772	11,654	22,576	5,091	17,485
Library	15,557	-	15,557	16,919	-	16,919
Health and welfare	36,443	-	36,443	41,473	-	41,473
Interest on long-term debt	20,405	-	20,405	21,459	-	21,459
Total governmental expenses	657,753	82,958	574,795	706,668	111,950	594,718
Business-type:						
Water	95,120	7,858	87,262	69,771	10,190	59,581
Sewer	121,061	10,000	111,061	88,800	12,968	75,832
Stormwater utility	17,356	-	17,356	12,978	-	12,978
Sanitation	73,335	9,451	63,884	70,977	13,439	57,538
Airport	4,205	799	3,406	4,213	1,312	2,901
Total business-type expenses	311,077	28,108	282,969	246,739	37,909	208,830
Total expenses	$ 968,830	$ 111,066	$ 857,764	$ 953,407	$ 149,859	$ 803,548

Analysis of governmental activities

Overall, governmental activities revenues (see table 3) were $640.6 million compared to $584.6 million in the prior year. This represents an increase of $56.0 million or 9.6%. Expenditures decreased $48.9 million to $657.8 million from $706.7 million, a 6.9% decrease from the prior year. However, the County's governmental activities net assets decreased by $23.1 net of transfers for 2011.

In 2011, the County increased property tax millage by 26% resulting in an increase in property taxes of $29.8 million. Property taxes of $289.7 million accounted for 45% of the governmental activities revenues. Sales tax collections increased to $98.8 million compared to $88.6 million the year before. A major factor in this increase of $10.2 million (11.5%) was changed state legislation that includes previously excluded food items for sales tax. Sales taxes accounted for 15.4% of total governmental activity revenue during 2011.

Operating grants and contributions revenue increased $8.7 million to $48.9 million offsetting some of the decrease of $3.3 million received in capital grants. This fluctuation is a product of timing, availability of Federal funds, and the funds that the County qualifies to receive. Other taxes also showed an increase of $4.2 million increasing to $75.9 million in 2011. This revenue source increased as a result of a timing issue caused by a delay in state certification of the public utility digest in a prior year.

Public safety expenses accounted for 33.6% of governmental activities expenses during 2011 and were used for police, fire and rescue services. The civil and criminal court system accounted for an additional 26.9% of the total expenses during 2011 for governmental activities. Public safety expenditures increased slightly by $1.15 million. The expenditures for courts decreased $1.31 million (0.7%) during 2011. Comparable cost savings were not realized in these areas as in other County operations since these areas deal with requirements for jail staffing, criminal prosecution, court trials, and fire protection.

General government expenses, which represented 17.3% of the total expenses for governmental activities, included the general administration of the County such as management of finances, information systems, human resources, and facilities management, as well as the executive and legislative functions of County government. Staffing and operational changes related to the early retirement program offered in 2010 and departmental restructuring showed significant reductions in expenditures of over $10.4 million (or 8.4%) when compared to the prior year.

Public works, which includes the management of roads and transportation networks of the County, accounted for 5.7% of the total expenditures of the governmental activities and decreased $11.1 million during 2011 due to similar changes in staffing and operations. Another area that experienced a significant decrease of $14.7 million is human services and community development reflecting a decrease in the expenditure of grant funds. Health and welfare expenditures declined $5.0 million or 12.1%. This reflects the lower payments to the local hospital authority for indigent care. The payments are based on revenues collected via a property tax millage accounted for in a separate special revenue fund.

In 2010 the County initiated cost saving measures including furloughs by implementing seven unpaid holidays for employees. In 2011 the County reduced the number of unpaid holidays to three which accounted for some of the cost reductions in each area.

Analysis of business-type activities

Business-type activities for the County include water and sewer service to the majority of the County residence and businesses, sanitation services to most of the County, stormwater utility for unincorporated areas, and operation of a regional airport which is the second busiest airport in the state. Overall, business-

type activities net assets increased $6.7 million including transfers with other funds. Revenues of $311.8 million reflect an increase of $27.9 million over the prior year or 10%. Capital grants and contributions, which include developer assessments, impact and tap fees, increased slightly and remained lower than past years at only $0.98 million reflecting the continued downturn in residential and commercial development.

Charges for services accounted for 99% of business-type activities revenues during 2011. The Watershed System's metered sales accounts for nearly 70% of the revenue in the business-type activities. Watershed revenues increased $30 million or 15.7% in 2011 due to a phased-in increase in rates and charges.

The DeKalb County Board of Commissioners approved rate increases based on water and sewer rates effective 2008. For the average residential customer, the rate change reflects increases of 16% in each year from 2008 to 2011. Subsequently during 2011, the Board approved additional rate increases of 11% each year in 2012, 2013, and 2014. These rate increases were brought about to maintain coverage ratios related to debt issues planned for a $1.3 billion capital improvement plan. Some of the projects in that plan are to comply with a consent decree with the Federal Environmental Protection Agency and the Georgia Environmental Protection Division of the Department of Natural Resources related to multiple sewer spills over several years.

Overall, business-type activity expenses increased $64.3 million or 26%. The majority of that increase was in the Watershed system where operating expenses increased $40.1 million or 30% compared to the prior year. The overall result was a $6.7 million increase in net assets during 2011 for all business-type activities.

Watershed salaries and employee benefits decreased $16.8 million. In 2010, the financial statements included a $16.3 million adjustment for OPEB that increased salaries and employee benefits. Negating the effect of the prior year increase, watershed salaries and employee benefits decreased less than one percent in 2011. Other areas of Watershed experienced significant expense increases. Supplies increased $32.6 million, compared to the prior year. Operating services and charges increased $11.2 million. Depreciation increased $9.8 million during 2011 reflecting current year depreciation.

Business-type activities showed a substantial cash balance at year end compared to the prior year. This reflects the proceeds of the water and sewer revenue bond issue during December 2011. The debt proceeds will be used for capital improvements.

Analysis of the County's Funds

Governmental Funds

As noted earlier, the focus of the County's governmental fund statements is to provide information on near-term inflows, outflows, and balances of resources available to spend. Total governmental funds include the general fund, special tax district funds, special revenue funds, debt service funds and capital project funds. The combined total fund balance at year end for 2011 was $156.3 million compared to $142.1 million the year prior. This was an increase of $14.2 million or 10.0%.

The General Fund is the chief operating fund of the County and ended 2011 with a deficit unassigned fund balance of $22.7 million. This is an improvement over the prior year deficit of $33.8 million (classified as unreserved, undesignated in prior year). General Fund revenues increased from $234.1 million to $264.6 million or 13% compared to the prior year. The majority of this increase was due to a millage rate increase of 26% increasing property taxes by $25.9 million or 13%. General Fund expenditures remained flat at $250.8 million during 2011 resulting in an increase in fund balance of $15.3 million net of transfers.

During 2011, the County separated operations in the Special Tax District (STD)-Designated Services fund into two funds. Public safety functions were shifted into a STD-Police Services Fund. The STD-Designated Services maintained functions such as public works, parks, recreation, roads, and drainage. The STD-

Designated Services ended 2011 with a fund balance deficit of $16,000 compared to an $8.3 million deficit in the prior year (combined with STD- Police Services). Revenues for the STD-Designated Services were $23.8 million and expenditures were $25.3 million. Net of transfers the fund increased fund balance by $8.3 million.

The new STD-Police Services Fund was created by the County as part of the mid-year budget adjustment. The purpose of the fund is to fund police services that are delivered in the unincorporated areas of DeKalb County and to some incorporated areas. The Board set a separate millage rate for the special tax district digest and revenues related to the STD area such as license, permits, and charges for services were allocated between the two STD funds. The Police Services fund ended with a fund balance of $14.3 million. The County started this fund in mid-year and did not allocate any of the fund balance deficit for the STD-Designated Services from the prior year to the new fund. If that allocation had been made it would have been 75% of the deficit ($6.2 million). Revenues for the new STD-Police Services Fund were $66.4 million and expenditures were $105.9 million. Transfers to the fund from other funds for related revenue were $54.1 million.

When taken together, the STD-Designated Services and the STD-Police Services funds ended with a combined fund balance of $14.1 million compared to the prior year deficit of $8.3 million. Combined revenues for the funds increased by $38.0 million compared to the prior year. Property tax collections increased by $38.1 million in the combined funds due the previously mentioned millage rate increase. Expenditures for the combined funds increased less than $1.0 million. Increases in public safety expenditures of $10.8 million were offset by decreases in public works, parks and recreation. The low level of revenue compared to expenditures is offset by the net transfers of $72.2 million combined for both funds. These transfers are for related revenues that are first accounted for in other funds such as the Special Tax District-Unincorporated from revenue sources designed to fund operations in multiple funds. These sources include licenses, permits, fines, forfeitures, and charges for services.

The 2006 Transportation, Parks and Libraries Bonds Fund ended with a $65.2 million fund balance accounting for 42% of the governmental fund balance. In 2011, this fund expended $25.3 million in capital projects on park land acquisition, recreation facilities, library buildings, and transportation improvements. This represents a $1.7 million increase compared to the prior year.

Proprietary Funds

The County's proprietary funds report the activities of the watershed, sanitation, airport, and stormwater utility services within the County. Overall, proprietary funds increased net assets $28.9 million, yet when netted with related activity in the internal service funds the increase was only $6.6 million. This reflects the level of support the internal service funds provide the proprietary funds such as vehicle maintenance, vehicle replacement, and risk management.

The staged rate increase mentioned above as part of the discussion on business-type activities is intended to increase revenues for debt service coverage. The increase is anticipated to facilitate an expanded capital improvement program geared primarily towards sewer treatment facility improvements. The Watershed System reports unrestricted net assets of $72.7 million and $1.5 million restricted for debt service. The fund had restricted cash balances of $463.0 million which includes revenue bond proceeds.

The Sanitation Fund's net assets increased $1.0 million compared to a decrease of $5.5 million the prior year. An operating loss of $6.7 million was offset by $7.7 million in transfers to the sanitation fund for County related usage.

The Airport proprietary fund revenues decreased $343,000 compared to 2010. Although rental fees increased 10.9%, intergovernmental revenues decreased approximately $800,000 reflecting less revenue recognition of federal grants. Operating expenses remained relatively constant compared to the prior year at $4.1 million. This resulted in a smaller increase in net assets of only $2.4 million in 2011 compared to $2.6 million in 2010.

Stormwater utility net assets increased $11.3 million in 2011 compared to $6.3 million in 2010. Revenues decreased slightly by $699,000 or 3.7% compared to the prior year. The decrease in revenues was due to a continuing decline in intergovernmental revenues of $2.0 million. Stormwater fees generated $17.4 million which is an increase of $1.3 million compared to the prior year. Stormwater expenses increased $4.0 million or 31.5% compared to the prior year. Prior to 2011, stormwater salaries and employee benefits were accounted for as a transfer from the roads and drainage department in the governmental funds. Starting in 2011 these expenses are charged directly to the fund and totaled $3.8 million.

General Fund Budgetary Highlights

The General Fund original adopted budget was $270.5 million compared to the prior year amended budget of $277.9 million or a decrease of 2.7%. However, since millage rates are not set until midway through the year (see Note1.D. on page F36 for explanation of budget process), drastic changes were required in the General Fund (and other funds reliant on property revenues) due to a 17.4% decline in the tax digest since 2008.

At the mid-year, the County amended the General Fund budget increasing the expenditure totals to $277.0 million. Revenues in most categories were projected to decline, especially property tax. The County increased the unincorporated millage rate 26% to offset the decline in the tax digest and other revenue sources. The purpose was to enable the County to keep expenditure levels at or near 2010 levels. Revenue increases were projected in sales tax due to the change in state law for covered transactions and increased efforts in business license compliance.

All departments were directed to reduce expenditures to match the anticipated revenue shortfalls. Each department's budget was reduced accordingly. The County eliminated merit increases, instituted three unpaid employee holidays, and a freeze of open positions helped to reduce personnel services and employee benefits costs in the General Fund as well as other tax related funds.

However, the County did increase some expenditure areas at the mid-year budget due to operational requirements. The functions that reflected budgetary increases were public safety and the court system. These areas include supervision and care for prisoners, operations of the judicial system, police, fire protection, and the district attorney's office. The budgets for these functions were increased $2.7 million. In addition, the non-departmental budget was increased for budgetary reserves.

Funds availability monitoring against the annual budget within the County's automated purchasing and financial management information system was established at the absolute level which is the department level within each fund, the legal level of budget control in the County. In order for a department to receive a purchase order for goods or services, the automated purchasing system would determine whether funds were currently available within the requesting department's budget. Additionally, potential savings from vacant position salaries were excluded from discretionary spending categories such as purchased or contracted services and supplies. This prevents departments from purchasing more goods or services with salary savings.

Capital Assets

The County's investment in capital assets as of year-end amounts to $ 2.747 billion (net of accumulated depreciation) compared to $2.739 billion the prior year. This is an increase of $8.2 million or 0.3%. The investment in capital assets includes land, land improvements, buildings, plants, infrastructure, vehicles and portable equipment, other equipment, leaseholds, and construction in progress. The County continued to purchase land in 2011 under the Greenspace Program and the 2006 General Obligation Bond program, adding $3.2 million in land assets. Governmental infrastructure assets increased by $13 million

relating to roads, sidewalks, and drainage improvements funded by the same general obligation bonds. Construction in progress related to governmental activities decreased from $255.8 million to $238.1 million during 2011 as projects were completed.

The County has been awarded ARRA Stimulus Funds from the Federal government to be used for capital projects. The projects that are in progress during 2011 include, $7.1 million Sanitation CNG fueling station, $6.5 million in facility energy efficiency improvements, and $3.6 million in transportation projects. In addition, the County started expansion of landfill capacity that should be completed in 2012 estimated at $12.5 million.

Capital asset balances at year-end are as follows:

Table 5

Capital Assets
December 31, 2011 and 2010
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	$ 233,004	$ 229,803	$ 58,288	$ 53,814	$ 291,292	$ 283,617
Land improvements	42,349	24,001	155,197	157,917	197,546	181,918
Buildings	292,326	284,978	32,033	4,071	324,359	289,049
Plants	-	-	249,346	257,802	249,346	257,802
Infrastructure	527,048	514,078	567,416	527,420	1,094,464	1,041,498
Vehicles and portable equipment	-	-	35,467	38,949	35,467	38,949
Other equipment	17,050	19,614	22,602	32,717	39,652	52,331
Leaseholds	-	-	124,506	127,986	124,506	127,986
Construction in progress	238,081	255,827	152,394	209,980	390,475	465,807
Total	$ 1,349,858	$ 1,328,301	$ 1,397,249	$ 1,410,6S6	$ 2,747,107	$ 2,738,957

Debt Administration

DeKalb County's financial condition is measured by the current ratings of its bonds as of December 31, 2011:

Table 6

	Moody's Investors Service	Standard and Poor's
General obligation	Aa3	No rating
Refunded general obligation	Aa3	No rating
Water and sewerage system revenue	Aa2/Aa3	AA-/A+
Certificates of participation	A1	No rating

In March 2011, Standard & Poor's lowered the County's general obligation rating as well as the water and sewerage rating. Subsequently the rating agency withdrew their ratings. The rating agency cited concerns about cash flow, liquidity and revenue projections. During 2011 the County addressed those concerns. Revenues in particular were addressed as the County increased property tax rates as part of the mid-year budget adjustment. In November 2011, Standard & Poor's restored the County's water and sewage rating in connection with the issuance of $412.5 million ($381.5 million par value) in revenue bonds.

Moody's Investors Service also lowered its ratings of the County during 2011. However, in addition to the recent water and sewage rating in December 2011 in Table 6, Moody's issued a rating of MIG-1 for short term credit when the County issued $157.9 million in tax anticipation notes (TANs) in March 2012. The County continues to provide financial information to the rating agencies for evaluation.

During 2011, $22.2 million of general obligation bonds were retired. The County's gross principal amount, less debt retirement funds available on general obligation debt at year-end was $297.0 million. The constitutional debt limit for general obligation bonds is 10% of the assessed value of taxable property within the County. Based on current gross assessed property values of $22.5 billion, the County's net outstanding general obligation debt represented only 1.3% of gross assessed property values.

Table 7

Outstanding Debt
December 31, 2011 and 2010
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
General obligation bonds	$ 309,085	$ 331,305	$ -	$ -	$ 309,085	$ 331,305
Certificates of participation	17,810	18,930	-	-	17,810	18,930
Revenue bonds	88,270	91,715	923,680	555,685	1,011,950	647,400
Capital leases payments	1,553	3,181	0	30	1,553	3,211
Total	$ 416,718	$ 445,131	$ 923,680	$ 555,715	$ 1,340,398	$ 1,000,846

In terms of bonded debt per capita, the net direct general obligation debt outstanding at year-end decreased as a result of debt retirement to $428.01 per capita, compared to $459.98 in the previous year. Total direct and overlapping debt applicable to the County at December 31, 2011 was $351.4 million or $506.11 per capita. This compares to $550.48 at December 31, 2010. Details of direct and overlapping debt and legal debt margin are contained in the Statistical Section of this report.

Readers should refer to note 6 of the financial statements for more information on long-term debt activity.

Economic Factors and Next Year's Budgets and Rates

In accordance with the Homestead Option Sales Tax legislation, the County may allocate up to 20% of the previous year's receipts to capital outlay projects. In order to mitigate a potential tax burden, the 2011 Budget was adopted by the County providing for the use of only 8.3%, or $8.2 million, for capital outlay projects exclusive of payments to DeKalb municipalities. As a result, the Homestead Exemption Credit in 2011 was at 46%.

Primarily due to historically low home mortgage interest rates, the number of homestead properties in the County has increased from 125,000 in 1999 to 148,556 in 2011, or an increase of 18.8%. The 2011 count is a slight decrease compared to 2010 reflecting the changes in the residential market from the economic recession and resulting foreclosures.

Population has increased from 610,000 in 1999 to 731,200 in 2009. Foreclosures and other economic conditions have resulted in the population decreasing to 691,893 in 2010 according to the U5 Census. The major factor affecting the local economy continues to be the decline in the real estate market specifically residential property values. The County's property tax digest has declined over 20% over the last three years and is expected to further decline more in 2012. In addition, the County has experienced unemployment rates between 9.0% to 10.0% during the recent recession. Unemployment continues to be higher than the local M5A, state, and national levels.

The recent trend in the Atlanta metropolitan area for cityhood (the creation of and annexation by cities) has been a major factor to consider when planning, budgeting, and determining service delivery levels. The City of Dunwoody was created in December 2008. The City of Chamblee will seek voter approval on potential annexation during 2012. In addition, Decatur, Doraville and Avondale Estates have already received required approval from the state for annexations during 2012. There is also proposed the City of Brookhaven on the ballot this summer that will affect 49,000 plus residents and include major commercial and residential areas. These expansions of municipal boundaries will have significant ramifications on County operations. Certain services such as parks, recreation, roads, and drainage are funded through a special services tax district. This tax district is separate from the General Fund and includes all unincorporated areas of the County and limited incorporated areas. Police services are also funded as a special tax district in the unincorporated areas only. The incorporation of these areas will reduce revenues in these special services tax district revenue funds and will require the County to make major adjustments to operations and delivery services. The County's revenues will also be impacted by the loss of business registration fees, excise fees and fines.

In 2010, a homestead freeze was extended by DeKalb voters pursuant to state law. The freeze exemption will be in effect through 2016, unless extended. This allows homestead values to be frozen during this period for current owners. The revenue lost as a result of this legislation is approximately $4-5 million each year.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Finance Director, 1300 Commerce Drive, Decatur, Georgia 30030, 404-371-2741.

DeKalb County, Georgia

Statement of Net Assets

December 31, 2011

(in thousands of dollars)

	Primary Government			
ASSETS	Governmental Activities	Business-type Activities	Total	Component Units
Cash and cash equivalents	$ 187,705	$ 181,946	$ 369,651	$ 5,077
Investments	-	-	-	807
Accounts receivable (net)	3,420	49,857	53,277	1,044
Taxes receivable (net)	45,473	-	45,473	-
Due from other governments	7,993	2,121	10,114	2,567
Due from others	-	14,197	14,197	-
Inventories and prepaid items	2,583	6,249	8,832	-
Deferred bond issuance costs	1,629	4,124	5,753	-
Restricted assets:				
Cash and cash equivalents	-	463,017	463,017	162
Net pension assets	23,200	-	23,200	-
Capital assets not being depreciated	471,085	210,682	681,767	-
Capital assets net of accumulated depreciation	878,773	1,186,567	2,065,340	1,365
Total assets	1,621,861	2,118,760	3,740,621	11,022
LIABILITIES				
Accounts payable	27,984	19,302	47,286	407
Accrued interest payable	2,924	-	2,924	-
Other accrued liabilities	4,445	1,182	5,627	-
Advanced payments and deposits	2,643	267	2,910	-
Due to other governments	-	5,978	5,978	1,303
Internal balances	13,601	596	14,197	-
Due to others	1,595	-	1,595	-
Unearned revenue	1,608	795	2,403	-
Liabilities payable from restricted assets:				
Accrued interest on revenue bonds	-	11,570	11,570	-
Due to others	-	1,254	1,254	-
Noncurrent liabilities:				
Due within one year	53,727	21,580	75,307	288
Due in more than one year	844,700	1,105,315	1,950,015	1,141
Total liabilities	953,227	1,167,839	2,121,066	3,139
NET ASSETS (deficit)				
Invested in capital assets, net of related debt	1,037,278	921,594	1,958,872	1,349
Restricted for debt service	12,059	1,497	13,556	-
Restricted for public safety	56,271	-	56,271	-
Restricted for capital projects	14,605	-	14,605	209
Restricted for other purposes	13,322	-	13,322	-
Unrestricted (deficit)	(464,901)	27,830	(437,071)	6,325
Total net assets	$ 668,634	$ 950,921	$ 1,619,555	$ 7,883

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

DeKalb County, Georgia
Statement of Activities
For the Year Ended December 31, 2011
(in thousands of dollars)

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	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	$ 113,278	$ 30,078	$ 10,224	$ 3,071	$ (69,905)	$ -	$ (69,905)	$ -
Public safety	221,585	17,865	6,957	-	(196,763)	-	(196,763)	-
Civil and criminal court system	177,155	43,135	3,966	577	(129,477)	-	(129,477)	-
Planning and development	4,379	4,707	-	-	328	-	328	-
Public works	37,443	6,748	-	8,236	(22,459)	-	(22,459)	-
Human services and community deve	16,082	-	23,126	-	7,044	-	7,044	-
Parks and recreation	15,426	3,116	482	188	(11,640)	-	(11,640)	-
Library	15,557	-	-	92	(15,465)	-	(15,465)	-
Health and welfare	36,443	302	4,209	-	(31,932)	-	(31,932)	-
Interest on long-term debt	20,405	-	-	-	(20,405)	-	(20,405)	-
Total governmental activities	657,753	105,951	48,964	12,164	(490,674)	-	(490,674)	-
Business-type activities:								
Water	95,120	97,565	-	432	-	2,877	2,877	-
Sewer	121,061	124,173	-	550	-	3,662	3,662	-
Sanitation	73,335	64,071	-	-	-	(9,264)	(9,264)	-
DeKalb Peachtree Airport	4,205	6,429	-	-	-	2,224	2,224	-
Stormwater	17,356	18,317	-	-	-	961	961	-
Total business-type activities	311,077	310,555	-	982	-	460	460	-
Total primary government	$ 968,830	$ 416,506	$ 48,964	$ 13,146	(490,674)	460	(490,214)	-
Component units:								
Board of health	31,209	16,814	9,945	-	-	-	-	(4,450)
Public library board	14,634	703	12	320	-	-	-	(13,599)
Total component units	$ 45,843	$ 17,517	$ 9,957	$ 320	-	-	-	(18,049)
General revenues:								
Sales tax					98,839	-	98,839	-
Property tax					289,690	-	289,690	-
Motor vehicle tax					22,558	-	22,558	-
Hotel / motel tax					4,606	-	4,606	-
Alcoholic beverage tax					3,963	-	3,963	-
Insurance premium tax					22,888	-	22,888	-
Business license tax					21,899	-	21,899	-
Payments from primary government					-	-	-	16,522
Unrestricted investment earnings					9,093	216	9,309	4
Grants and contributions not restricted to specific programs					-	-	-	1,308
Miscellaneous					-	-	-	159
Transfers					(5,975)	5,975	-	-
Total general revenues and transfers					467,561	6,191	473,752	17,993
Change in net assets					(23,113)	6,651	(16,462)	(56)
Net assets - beginning					691,747	944,270	1,636,017	7,939
Net assets - ending					$ 668,634	$ 950,921	$ 1,619,555	$ 7,883

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

DeKalb County, Georgia
Governmental Funds
Balance Sheet
December 31, 2011
(in thousands of dollars)

ASSETS	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	Special Tax District - Police Services	2006 Transportation, Parks, and Libraries Bonds	Other Governmental Funds	Total Governmental Funds
Cash and cash equivalents	$ -	$ 218	$ -	$ 14,864	$ 67,608	$ 102,361	$ 185,051
Taxes receivable (net)	11,523	1,220	23,810	1,611	-	7,309	45,473
Accounts receivable (net)	730	381			-	2,309	3,420
Due from other governments	-	-	-	-	92	7,901	7,993
Due from other funds	162	-	-	-	-	8	170
Inventories and prepaid items	103	-	-	-	-	-	103
Total assets	$ 12,518	$ 1,819	$ 23,810	$ 16,475	$ 67,700	$ 119,888	$ 242,210
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts and contracts payable	$ 14,730	$ 596	$ 249	$ 1,378	$ 2,477	$ 5,553	$ 24,983
Other accrued liabilities	2,247	271	79	-	-	1,848	4,445
Advance payments and deposits	524	-	2,090	-	-	29	2,643
Due to other funds	8,041	-	455	-	-	7,519	16,015
Due to others	443	-	-	-	-	1,152	1,595
Unearned revenue	182	-	-	-	-	1,426	1,608
Deferred revenue	4,802	968	23,457	810	-	4,564	34,601
Total liabilities	30,969	1,835	26,330	2,188	2,477	22,091	85,890
Fund balances (deficit):							
Nonspendable	92	-	-	-	-	-	92
Restricted	-	-	-	14,287	65,223	86,642	166,152
Assigned	4,165	-	-	-	-	19,165	23,330
Unassigned (deficit)	(22,708)	(16)	(2,520)		-	(8,010)	(33,254)
Total fund balances (deficit)	(18,451)	(16)	(2,520)	14,287	65,223	97,797	156,320
Total liabilities and fund balances (deficit)	$ 12,518	$ 1,819	$ 23,810	$ 16,475	$ 67,700	$ 119,888	$ 242,210

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

DeKalb County, Georgia

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
(in thousands of dollars)

December 31, 2011

Total fund balances for governmental funds		$ 156,320
Total net assets reported for governmental activities in the Statement of Net Assets differs from total fund balances for governmental funds because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,349,858
An internal service fund is used by management to charge the costs of risk management to individual funds. The assets and liabilities of the risk management fund have been allocated to the governmental activities on the Statement of Net Assets.		(6,306)
Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the governmental funds.		34,601
Deferred bond issuance cost is not recognized as an asset in the governmental funds.		1,629
Deferred loss on debt refunding is not recognized as an asset in the governmental funds.		1,317
Net pension assets is not recognized as an asset in the governmental funds.		23,200
Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the Statement of Net Assets.		
Accrued interest on bonds	$ (2,924)	
Capital lease payable	(1,553)	
Certificates of participation payable	(17,810)	
General obligation bonds payable	(309,085)	
Revenue bonds payable	(88,270)	
Unamortized premium on bonds payable	(7,306)	
Claims and judgments not accounted for in the internal service funds	-	
Net other postemployment benefits (OPEB) obligation	(432,385)	
Compensated absences	(32,652)	
Total long-term liabilities		(891,985)
Total net assets of governmental activities		$ 668,634

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

DeKalb County, Georgia
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
For the Year Ended December 31, 2011
(in thousands of dollars)

REVENUES	General	Special Tax District - Designated Services	Special Tax District - Unincorporated	Special Tax District - Police Services	2006 Transportation, Parks, and Libraries Bonds	Other Governmental Funds	Total Governmental Funds
Taxes	$ 224,341	$ 20,888	$ 28,027	$ 65,081	$ -	$ 114,108	$ 452,445
Licenses and permits	128	232	22,632	787	-	3,437	27,216
Use of money and property	-	-	1	11	93	8,458	8,563
Intergovernmental	1,023	-	-	-	324	59,062	60,409
Fines and forfeitures	9,680	-	23,311	-	-	4,002	36,993
Charges for services	24,034	1,940	-	300	-	7,641	33,915
Miscellaneous	5,403	756	-	172	4,243	15,260	25,834
Total revenues	264,609	23,816	73,971	66,351	4,660	211,968	645,375
EXPENDITURES							
Current:							
General government	72,757	1,225	1,387	-	-	13,822	89,191
Public safety	11,713	30	22	105,900	-	66,548	184,213
Civil and criminal court system	139,251	-	2,827	-	-	4,620	146,698
Planning and development	860	-	2,733	-	-	49	3,642
Public works	257	10,237	-	-	-	8,601	19,095
Human and community development	-	-	-	-	-	13,533	13,533
Parks and recreation	-	13,837	-	-	-	1,526	15,363
Library	12,064	-	-	-	-	-	12,064
Health and welfare	9,386	-	-	-	-	25,835	35,221
Debt service:							
Principal	3,598	-	-	-	-	25,895	29,493
Interest	916	-	-	-	-	19,026	19,942
Capital outlay:							
General government	-	-	-	-	-	11,115	11,115
Public safety	-	-	-	-	-	1,683	1,683
Civil and criminal court system	-	-	-	-	-	382	382
Public works	-	-	-	-	6,870	11,950	18,820
Parks and recreation	-	-	-	-	14,490	6,244	20,734
Library	-	-	-	-	3,984	-	3,984
Total expenditures	250,802	25,329	6,969	105,900	25,344	210,629	625,173
Excess (deficiency) of revenues over expenditures	13,807	(1,513)	67,002	(39,549)	(20,684)	1,139	20,202
OTHER FINANCING SOURCES (USES)							
Transfers in	7,393	18,037	-	54,111	-	16,156	95,697
Transfers out	(5,883)	(8,231)	(69,430)	(275)	-	(17,853)	(101,672)
Total other financing sources (uses)	1,510	9,806	(69,430)	53,836	-	(1,697)	(5,975)
Net change in fund balance	15,317	8,293	(2,428)	14,287	(20,684)	(558)	14,227
Fund balance (deficit) - beginning	(33,768)	(8,309)	(92)	-	85,907	98,355	142,093
Fund balance (deficit) - ending	$ (18,451)	$ (16)	$ (2,520)	$ 14,287	$ 65,223	$ 97,797	$ 156,320

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

DeKalb County, Georgia
Reconciliation of Governmental Funds Statement of Revenues, Expenditures
and Changes in Fund Balances (Deficit) to the Statement of Activities
For the Year Ended December 31, 2011
(in thousands of dollars)

Net change in fund balance (deficit) - Total Governmental Funds		$ 14,227
The change in net assets reported for governmental activities in the Statement of Activities differs from net change in fund balance for total governmental funds because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and reported as depreciation expense over their estimated useful lives. This is the amount by which capital outlays ($58,789 net of $130 that was not capitalized due to capitalization thresholds) and donated infrastructure assets ($113) exceeded depreciation ($37,214) in the current period.		21,558
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Assets, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the related long-term liability in the Statement of Net Assets. This adjustment combines the net changes of the following:		
Repayments of bonds	$ 26,785	
Amortization of bond issuance expense	(202)	
Amortization of premium on bond sales	950	
Amortization of loss on bond refunding	(332)	27,201
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is recognized under the modified accrual basis of accounting when it is due, rather than as it accrues. This adjustment combines the net changes of the following:		
Net pension asset	$ 512	
Net other postemployment benefits (OPEB) obligations	(82,958)	
Claims and judgments	1,300	
Compensated absences	(548)	
Capital leases	1,627	
Accrued interest on bonds	175	(79,892)
Deferred revenue in governmental funds is susceptible to full accrual on the Statement of Activities.		(632)
An internal service fund is used by management to charge the costs of risk management to individual funds. The net revenue of the risk management fund is reported within governmental activities.		(5,575)
Change in net assets of governmental activities		$ (23,113)

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

DeKalb County, Georgia
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2011
Non-GAAP Budget Basis (in thousands of dollars)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:				
Property taxes	$ 144,930	$ 192,969	$ 154,169	$ (38,800)
Sales taxes	57,864	55,113	62,588	7,475
Other taxes	34,315	6,268	5,861	(407)
Licenses and permits	-	100	128	28
Intergovernmental	4,459	3,208	3,984	776
Charges for services	6,076	25,499	24,312	(1,187)
Fines and forfeitures	10,388	10,376	9,695	(681)
Investment income	395	384	(25)	(409)
Miscellaneous	6,220	6,543	3,952	(2,591)
Total revenues	264,647	300,460	264,664	(35,796)
Expenditures:				
Current:				
General government:				
Chief executive officer	1,592	1,571	1,720	149
Board of commissioners	2,900	2,867	2,633	(234)
Law department	3,287	3,252	2,972	(280)
Ethics	8	8	1	(7)
Geographic information system	1,860	1,838	1,505	(333)
Facilities management	13,980	13,928	13,679	(249)
Purchasing	2,841	2,788	3,082	294
Human resources and merit system	2,677	2,642	2,318	(324)
Office of information systems	17,305	17,880	16,697	(1,183)
Finance	5,514	5,432	5,196	(236)
Property appraisal and assessments	3,808	4,040	3,983	(57)
Tax commissioner	6,955	6,857	6,762	(95)
Registrar and elections	1,494	1,828	1,747	(81)
Economic development	645	637	545	(92)
Cooperative extension	698	689	655	(34)
Non-departmental	26,185	31,197	14,756	(16,441)
Total general government	91,749	97,454	78,251	(19,203)
Public safety:				
Police	4,462	4,282	2,072	(2,210)
Fire and rescue services	11,313	11,991	11,960	(31)
Totel public safety	15,775	16,273	14,032	(2,241)
Civil and criminal court system:				
Sheriff	74,546	75,792	73,849	(1,943)
Juvenile court	8,747	9,304	9,129	(175)
Superior court	6,981	7,709	7,893	184
Clerk, superior court	5,093	5,360	5,257	(103)
State court	11,525	12,144	12,749	605
Solicitor, state court	5,152	5,137	4,998	(139)
District attorney	11,647	9,884	10,448	584
Child advocate	1,645	1,619	1,740	121
Probate court	1,470	1,592	1,547	(45)
Medical examiner	1,962	2,051	2,067	16
Public defender	6,543	6,838	6,760	(78)
Magistrate court	2,345	2,414	2,415	1
Total civil and criminal court system	137,656	139,824	138,852	(972)

(Continued)

DeKalb County, Georgia
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2011
Non-GAAP Budget Basis (in thousands of dollars)
(continued)

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Expenditures (continued):				
Current (continued):				
Planning and development	1,150	1,135	861	$ (274)
Public works:		-		
Administration	284	278	254	(24)
Library system	12,456	12,266	12,071	(195)
Health and welfare:				
Public health	4,431	4,481	4,481	-
Community service board	1,786	1,785	1,785	-
Human and community development	3,800	2,090	2,172	82
Family and children services	1,422	1,421	1,422	1
Total health and welfare	11,439	9,777	9,860	83
Total expenditures	270,509	277,007	254,181	(22,826)
Excess (deficiency) of revenues over expenditures	(5,862)	23,453	10,483	(12,970)
Other financing sources (uses):				
Transfers in	16,631	7,833	7,393	(440)
Transfers out	(3,231)	(5,961)	(5,883)	78
Excess (deficiency) of revenues and other sources over expenditures and other uses	7,538	25,325	11,993	(13,332)

Explanation of differences between budget basis and GAAP:	
Deficiency of revenues and other sources over expenditures and other uses - budget basis	$ 11,993
Differences - budget basis to GAAP:	
Net change in revenue accruals	1,292
Net change in expenditure accruals	2,032
Net change in fund balance (deficit) - GAAP basis	$ 15,317

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

DeKalb County, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the Year Ended December 31, 2011
Non-GAAP Budget Basis (in thousands of dollars)

	Major Special Revenue Funds Special Tax District - Designated Services				Major Special Revenue Funds Special Tax District - Unincorporated				Major Special Revenue Funds Special Tax District - Police Services			
	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:												
Property taxes	$ 69,105	$ 4,732	$ 12,309	$ 7,577	$ -	$ -	$ -	$ -	$ -	$ 55,470	$ 58,516	$ 3,046
Sales taxes	1,929	405	11,226	10,821	31,195	15,615	-	(15,615)	-	1,432	5,766	4,334
Other taxes	6,587	-	-	-	450	15,435	28,151	12,716	-	-	-	-
Licenses and permits	1,015	-	232	232	22,615	22,723	22,736	13	-	1,018	787	(231)
Charges for services	2,594	2,347	1,940	(407)	83	-	-	-	-	342	300	(42)
Fines and forfeitures	-	-	-	-	16,000	18,542	23,311	4,769	-	-	-	-
Investment income	(1)	(45)	(32)	13	11	12	1	(11)	-	(129)	11	140
Miscellaneous	127	264	341	77	2	(24)	(104)	(80)	-	87	172	85
Total revenues	80,356	7,703	26,016	18,313	70,356	72,303	74,095	1,792	-	58,220	65,552	7,332
Expenditures:												
Current:												
General government:												
Chief executive officer	-	-	-	-	346	346	380	34	-	-	-	-
Finance	-	-	-	-	594	585	609	24	-	-	-	-
Total general government	-	-	-	-	940	931	989	58	-	-	-	-
Public safety:												
Police	102,235	188	17	(171)	1,818	2	10	8	-	104,588	104,524	(64)
Total public safety	102,235	188	17	(171)	1,818	2	10	8	-	104,588	104,524	(64)
Civil and criminal court system - recorders court	-	-	-	-	3,883	3,618	3,368	(250)	-	-	-	-
Planning and development	-	-	-	-	839	3,210	2,712	(498)	-	-	-	-
Public works:												
Transportation	2,906	2,868	3,111	243	-	-	-	-	-	-	-	-
Roads and drainage	11,825	12,127	8,359	(3,768)	-	-	-	-	-	-	-	-
Total public works	14,731	14,995	11,470	(3,525)	-	-	-	-	-	-	-	-
Parks and recreation	14,408	14,282	14,191	(91)	-	-	-	-	-	-	-	-
Arts, culture, and entertainment	-	-	20	20	-	-	-	-	-	-	-	-
Miscellaneous:												
Non-departmental	5,511	6,379	2,606	(3,773)	211	407	407	-	-	-	-	-
Total miscellaneous	5,511	6,379	2,606	(3,773)	211	407	407	-	-	-	-	-
Total expenditures	136,885	35,844	28,304	(7,540)	7,471	8,168	7,486	(682)	-	104,588	104,524	(64)
Excess (deficiency) of revenues over expenditures	(56,529)	(28,141)	(2,288)	25,853	62,885	64,135	66,609	2,474	-	(46,368)	(38,972)	7,396
Other financing sources (uses):												
Transfers in	78,349	20,164	18,037	(2,127)	(78,349)	(78,349)	(69,430)	8,919	-	58,185	54,111	(4,074)
Transfers out	-	-	(8,231)	(8,231)	-	-	-	-	-	(274)	(275)	(1)
Excess (deficiency) of revenues and other sources over expenditures and other uses	21,820	(7,977)	7,518	(459)	(15,464)	(14,214)	(2,821)	11,393	-	11,543	14,864	3,321

Explanation of differences between budget basis and GAAP:		
Deficiency of revenues and other sources over expenditures and other uses - budget basis	$ 7,518	$ (2,821)
Differences - budget basis to GAAP:		
Net change in revenue accruals	(2,201)	(124)
Net change in expenditure accruals	2,976	517
Net change in fund balance (deficit) - GAAP basis	$ 8,293	$ (2,428)

Major Special Revenue Funds Special Tax District - Police Services	
Actual Amounts (Budgetary Basis)	$ 14,864
Net change in revenue accruals	801
Net change in expenditure accruals	(1,378)
Net change in fund balance (deficit) - GAAP basis	$ 14,287

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

The Police Services Fund was added mid-year.

DeKalb County, Georgia
Proprietary Funds
Statement of Net Assets
December 31, 2011
(in thousands of dollars)

	Watershed System	Sanitation	Other Proprietary Funds	Total Proprietary Funds	Internal Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	$ 116,915	$ 33,767	$ 29,655	$ 180,337	$ 4,263
Restricted cash and cash equivalents	9,805	-	-	9,805	-
Accounts receivable (net)	44,593	3,510	1,754	49,857	-
Due from other funds	-	-	-	-	16,441
Due from other governments	722	-	1,399	2,121	-
Inventories and prepaid items	3,261	-	-	3,261	5,468
Total current assets	175,296	37,277	32,808	245,381	26,172
Noncurrent assets:					
Restricted cash and cash equivalents	453,212	-	-	453,212	-
Deferred bond issuance costs	4,124	-	-	4,124	-
Capital assets (net)	1,142,703	123,194	94,725	1,360,622	36,627
Total noncurrent assets	1,600,039	123,194	94,725	1,817,958	36,627
Total assets	1,775,335	160,471	127,533	2,063,339	62,799
LIABILITIES					
Current liabilities:					
Accounts payable	8,014	6,323	955	15,292	7,011
Claims and judgments payable, current portion	453	-	115	568	5,778
Compensated absences payable	2,458	1,568	404	4,430	467
Other accrued liabilities	600	389	82	1,071	111
Advance payments and deposits	233	-	34	267	-
Due to other governments	5,978	-	-	5,978	-
Due to other funds	-	-	-	-	596
Unearned revenue	-	-	795	795	-
Payable from restricted assets:					
Revenue bonds payable, current portion	14,205	-	-	14,205	-
Accrued interest on revenue bonds	11,570	-	-	11,570	-
Due to others	1,254	-	-	1,254	-
Total current liabilities	44,765	8,280	2,385	55,430	13,963
Noncurrent liabilities:					
Claims and judgments payable, long-term portion	-	-	-	-	4,905
Landfill closure and postclosure cost	-	22,293	-	22,293	-
Pollution remediation obligation	-	1,432	-	1,432	-
Net OPEB obligation	71,429	41,412	3,738	116,579	23,001
Compensated absences payable	324	348	12	684	114
Revenue bonds payable, long-term portion	909,475	-	-	909,475	-
Unamortized premium on bonds payable	51,487	-	-	51,487	-
Deferred loss on debt refunding	(17,840)	-	-	(17,840)	-
Total noncurrent liabilities	1,014,875	65,485	3,750	1,084,110	28,020
Total liabilities	1,059,640	73,765	6,135	1,139,540	41,983
NET ASSETS					
Invested in capital assets, net of related debt	641,547	123,194	94,725	859,466	62,128
Restricted for debt service	1,497	-	-	1,497	-
Unrestricted (deficit)	72,651	(36,488)	26,673	62,836	(41,312)
Total net assets	$ 715,695	$ 86,706	$ 121,398	923,799	$ 20,816
Adjustment to reflect the consolidation of internal service fund activities related to proprietary funds				27,122	
Net assets of business-type activities				$ 950,921	

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

DeKalb County, Georgia
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended December 31, 2011
(in thousands of dollars)

	Watershed System	Sanitation	Other Proprietary Funds	Total Proprietary Funds	Internal Service Funds
Operating revenues:					
Metered sales	$ 218,396	$ -	$ -	$ 218,396	$ -
Collection and disposal fees	-	63,481	-	63,481	-
Rental fees	-	-	5,197	5,197	-
Intergovernmental	-	-	2,153	2,153	207
Charges for services	-	-	17,396	17,396	140,449
Miscellaneous	3,342	590	-	3,932	1,007
Total operating revenues	221,738	64,071	24,746	310,555	141,663
Operating expenses:					
Salaries and employee benefits	56,732	35,825	5,810	98,367	11,709
Supplies	33,403	2,117	526	36,046	18,754
Operating services and charges	40,767	28,230	13,686	82,683	113,214
Leasehold operating expenses	197	-	-	197	-
Miscellaneous	15,531	1,342	-	16,873	630
Depreciation and amortization	44,264	3,270	790	48,324	13,625
Total operating expenses	190,894	70,784	20,812	282,490	157,932
Operating income (loss)	30,844	(6,713)	3,934	28,065	(16,269)
Nonoperating revenues (expenses)					
Interest income	166	26	24	216	23
Interest expense	(17,768)	-	-	(17,768)	-
Loss on sale of capital assets	-	-	-	-	(148)
Income (loss) before capital donations and transfers	13,242	(6,687)	3,958	10,513	(16,394)
Capital donations	982	-	-	982	-
Transfers in	65	7,699	9,749	17,513	-
Transfers out	-	-	-	-	(11,538)
Change in net assets	14,289	1,012	13,707	29,008	(27,932)
Net assets - beginning	701,406	85,694	107,691		48,748
Net assets - ending	$ 715,695	$ 86,706	$ 121,398		$ 20,816
Adjustment to reflect the consolidation of internal service fund activities related to proprietary funds				(22,357)	
Change in net assets of business-type activities				$ 6,651	

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

DeKalb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2011
(in thousands of dollars)

	Watershed System	Sanitation	Other Proprietary Funds	Total Proprietary Funds	Internal Service Funds
Cash flows from operating activities:					
Cash received from customers	$ 212,263	$ 66,845	$ 19,992	$ 299,100	$ -
Receipt by interfund services provided	-	-	-	-	162,362
Cash payments to suppliers for goods and services	(76,128)	(23,511)	(12,601)	(112,240)	(128,643)
Cash payments to employees for services	(56,732)	(35,825)	(5,810)	(98,367)	(11,709)
Other operating revenues	3,342	590	2,153	6,085	-
Net cash provided by operating activities	82,745	8,099	3,734	94,578	22,010
Cash flows from noncapital financing activities:					
Transfers (to) from other funds	65	7,699	9,749	17,513	(11,538)
Net cash provided (used in) by noncapital financing activities	65	7,699	9,749	17,513	(11,538)
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(5,513)	(12,809)	(1,788)	(20,110)	(10,224)
Proceeds from sale of capital assets	-	-	-	-	148
Principal and interest paid on revenue bonds	(41,402)	-	-	(41,402)	-
Sale of revenue bonds	410,474	-	-	410,474	-
Bond issuance expenses	(2,924)	-	-	(2,924)	-
Decrease in escrow deposits	352	-	-	352	-
Net cash provided (used in) by capital and related financing activities	360,987	(12,809)	(1,788)	346,390	(10,076)
Cash flows from investing activities:					
Interest on investments	166	26	24	216	23
Net cash provided by investing activities	166	26	24	216	23
Net increase in cash and cash equivalents	443,963	3,015	11,719	458,697	419
Cash and cash equivalents at beginning of year	135,969	30,752	17,936	184,657	3,844
Cash and cash equivalents at end of year	$ 579,932	$ 33,767	$ 29,655	$ 643,354	$ 4,263
Reconciliation of operating income (loss) to net cash provided by operating activities:					
Operating income (loss)	$ 30,844	$ (6,713)	$ 3,934	$ 28,065	$ (16,269)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation and amortization	44,264	3,270	790	48,324	13,625
OPEB obligation	15,381	8,140	689	24,210	3,898
Change in assets and liabilities:					
(Increase) decrease in receivables	(6,124)	1,417	(2,601)	(7,308)	20,699
(Increase) decrease in inventories	(906)	-	-	(906)	(581)
Increase (decrease) in payables	(721)	1,975	960	2,214	636
Increase (decrease) in other liabilities	16	10	(37)	(11)	2
Increase (decrease) in advance deposits	(9)	-	(1)	(10)	-
Net cash provided by operating activities	$ 82,745	$ 8,099	$ 3,734	$ 94,578	$ 22,010
Noncash capital donations	$ 982	$ -	$ -	$ 982	$ -

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

DeKalb County, Georgia
Fiduciary Funds
Statement of Fiduciary Net Assets
December 31, 2011
(in thousands of dollars)

	General Employees' Pension	Agency Funds
ASSETS		
Cash and cash equivalents	$ 91,687	$ 25,849
Investments:		
US Government securities	109,447	-
Collateralized mortgage obligations	30,853	-
Corporate bonds	142,357	-
Corporate stocks	655,442	-
Accrued interest receivable	2,228	-
Total assets	1,032,014	25,849
LIABILITIES		
Accounts payable	1,654	-
Due to others	95	25,849
Total liabilities	1,749	25,849
NET ASSETS		
Held in trust for pension benefits and other purposes	$ 1,030,265	

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

DeKalb County, Georgia

Fiduciary Funds

Statement of Changes in Fiduciary Net Assets

For the Year Ended December 31, 2011
(in thousands of dollars)

	General Employees' Pension
Additions:	
Contributions:	
Employer	$ 47,413
Employee	22,523
Other	81
Total contributions	70,017
Investment earnings:	
Dividends and interest	23,447
Net decrease in fair market value of investments	(29,615)
Total investment earnings	(6,168)
Less investment expense	(4,603)
Net investment earnings	(10,771)
Total additions	59,246
Deductions:	
Benefit payments	111,967
Refunds of contributions	2,534
Administrative expenses	157
Total deductions	114,658
Change in net assets	(55,412)
Net assets, beginning of year	1,085,677
Net assets, end of year	$ 1,030,265

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

DeKalb County, Georgia

Component Units

Statement of Net Assets

December 31, 2011
(in thousands of dollars)

	Board of Health	Public Library Board	Total
ASSETS			
Cash and cash equivalents	$ 3,718	$ 1,359	$ 5,077
Cash and cash equivalents, restricted	162	-	162
Investments	-	807	807
Accounts receivable (net)	1,037	7	1,044
Due from other governments	2,567	-	2,567
Prepaid items	-	-	-
Capital assets (net)	215	1,150	1,365
Total assets	7,699	3,323	11,022
LIABILITIES			
Accounts and contracts payable	339	68	407
Due to other governments	1,303	-	1,303
Noncurrent liabilities:			
Due within one year	283	5	288
Due in more than one year	1,130	11	1,141
Total liabilities	3,055	84	3,139
NET ASSETS			
Invested in capital assets (net of related debt)	215	1,134	1,349
Restricted for special use	162	47	209
Unrestricted	4,267	2,058	6,325
Total net assets	$ 4,644	$ 3,239	$ 7,883

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

DeKalb County, Georgia

Component Units

Statement of Activities

Year Ended December 31, 2011

(in thousands of dollars)

	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Board of Health	Net (Expense) Revenue and Changes in Net Assets: Public Library Board	Net (Expense) Revenue and Changes in Net Assets: Total
Board of Health	$ 31,209	$ 16,814	$ 9,945	$ -	$ (4,450)	$ -	$ (4,450)
Public Library Board	14,634	703	12	320	-	(13,599)	(13,599)
Total component units	$ 45,843	$ 17,517	$ 9,957	$ 320	(4,450)	(13,599)	(18,049)
General revenues:							
Intergovernmental, not restricted for specific programs					-	1,308	1,308
Payments from DeKalb County					4,481	12,041	16,522
Unrestricted investment earnings					-	4	4
Miscellaneous					-	159	159
Total general revenues					4,481	13,512	17,993
Change in net assets					31	(87)	(56)
Net assets - beginning					4,613	3,326	7,939
Net assets - ending					$ 4,644	$ 3,239	$ 7,883

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

DEKALB COUNTY, GEORGIA

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

1. Summary of Significant Accounting Policies

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

(A) The Financial Reporting Entity

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

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

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

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

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

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

DeKalb County Public Library Board
215 Sycamore Street
Decatur, GA 30030

In 2003, the County established the DeKalb County Building Authority (the "Building Authority") which is governed by a board comprised solely of members appointed by the Chief Executive Officer of the County and the County's Board of Commissioners. The Public Safety and Judicial Facilities Authority was also created in 2003, established to construct and equip County court-related facilities. Although both are legally separate from the County's Board of Commissioners, these authorities are reported as if they were a part of the primary government, blended component units, because their sole purpose is to finance and construct and equip County public buildings. The Building Authority's funds are included as non-major debt service and capital projects funds. The Public Safety and Judicial Facilities Authority's funds are included as non-major capital projects funds. No separate financial statements are available.

The County is also responsible for appointing the members of the DeKalb County Housing Authority. The County's accountability does not extend beyond making these appointments.

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

(B) Basis of presentation

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

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

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

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

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

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

The County reports the following major governmental funds:

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

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

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

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

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

The County reports the following major proprietary funds:

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

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

The County reports the following fiduciary funds:

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

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

The County reports the following other fund types:

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

(C) Measurement Focus, Basis of Accounting

The government-wide, proprietary and fiduciary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

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

All governmental and business-type activities of the County follow FASB Statements and Interpretations issued on or before November 30, 1989 unless those pronouncements conflict with GABS pronouncements. The County has elected not to follow the option allowed under GASB Statement 20 and thus does not follow any FASB Statements issued after November 30, 1989.

(D) Budgetary Data

An operating budget is legally adopted each fiscal year for all governmental funds except capital projects funds. The level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is the department level. Supplemental appropriations may be made annually at mid-year by the Board of Commissioners. Supplemental appropriations are also made out of the County's General Fund contingency account by the Board of Commissioners to fund unforeseen expenditures within the County's governmental funds at any time during the year. Presented final budgetary information reflects all supplemental appropriations as legally adopted by the Board of Commissioners. The Board of Commissioners must approve any department-level changes to a previously adopted budget. Management may amend the budget without seeking the approval of the Board at any level below the department level.

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

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

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

(E) Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the appropriation, is employed in the governmental funds.

(F) Property Taxes

Property tax billing and collection cycle dates are as follows: lien date - January 1 of each year; levy date - Fourth Tuesday in June; due dates - August 15 and November 15; and collection dates - anytime during the year.

(G) Cash, Cash Equivalents, and Investments

Cash management pools which are used essentially as demand deposit accounts and investments with maturities within 90 days of purchase are considered cash equivalents for purposes of the statement of cash flows. Investments are stated at fair value, based on quoted market prices. The Georgia Fund 1 investment pool (a local government investment pool) is not SEC registered, but is operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Therefore, fair value of the County's investment in the Georgia Fund 1 is based on the price of the County's share in the pool. The Office of the State Treasurer in accordance with 2010 House Bill 296 is the agency with regulatory oversight for the Georgia Fund 1.

(H) Inventories and Prepaid Items

Inventories are determined by actual physical count and are stated at cost (using average cost flow assumptions) for the governmental activities and at the lower of average cost or market for the business-type activities. Inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to suppliers reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

(I) Restricted Assets

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

The government-wide statement of net assets reports $97,963,000 of restricted net assets, which is restricted by enabling legislation.

(J) Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets consist of the road network assets that were acquired or that received substantial improvements subsequent to January 1, 1980 and are reported at estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or matarially extend assets' useful lives are not capitalized. The County capitalized $6,098,235 of interest incurred in business-type activities for the year. Capital assets are depreciated using the straight-line method over the following estimated useful lives and with the following capitalization thresholds:

Asset Class	Estimated Useful Lives (In years)	Capitalization Threshold
Buildings	20-50	$ 40,000 - 100,000
Land improvements	15-50	30,000 - 100,000
Infrastructure	10-50	20,000 - 100,000
Vehicles	1-10	All Capitalized
Equipment	5	5,000

(K) Claims, Judgments, and Compensated Absences

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

Employees earn annual leave at the rate of 15 days per year for the first 5 years of employment up to a maximum of 30 days per year after 25 years of employment. There is no requirement that annual leave be taken, but the maximum permissible accumulation at year-end is 60 days. Any accumulation of annual leave greater than 60 days is converted to sick leave at year-end. At termination, employees are paid for any accumulated annual leave up to the 60 day maximum. Employees earn sick leave at the rate of 13 days per year with no limitations. At termination, accumulated sick leave is converted to annual leave at the rate of 15 days to 1 day and is subject to the 60-day limitation. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

(L) Landfill Closure and Postclosure Care Costs

State and federal laws and regulations require the County to place a final cover on its Seminole Road landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense during each period based on landfill capacity used as of each financial reporting date. The $22,293,000 reported as landfill closure and postclosure cost liability at year-end represents the cumulative amount reported to date based on the use of 86% of the estimated capacity of the landfill, net of related expenditures to date of $4,766,000. The County will recognize the remaining estimated cost of closure and postclosure care of $5,591,000 as the remaining estimated capacity is filled. These amounts are based on the estimated cost to perform all closure and postclosure in 2011. Actual cost may differ due to inflation, changes in technology, or changes in regulations. Closure and postclosure care financial assurance requirements will be met by adjusting the sanitation rate structures in the enterprise fund as required. The County expects to close the current landfill cell in the year 2012, but has previously acquired enough additional land to meet landfill needs through 2019.

(M) Fund Balance Classifications

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

Under this statement, the five classifications are: Nonspendable, Restricted, Committed, Assigned, and Unassigned. Nonspendable fund balances are amounts that are not in a spendable form, such as inventories and prepaid items, contractually required to remain intact, or will not be converted to cash in the next operating cycle. Nonspendable will replace the previous inventories and prepaid items reserve fund balance category. Restricted fund balances are amounts on which constraints have been placed by an external party, such as a grantor, creditor, or regulations legally enforceable by external parties. Restricted resembles the definition of the restricted net assets under the previous categorization. Committed fund balances are amounts on which constraints are placed by a formal action from the government's highest level of decision-making authority, such as the Board of Commissioners. The formal action for commitments must occur before the end of the fiscal year. Committed amounts may be changed or rescinded through the same formal action. Committed essentially replaces the reserved fund balance under the previous categorization. Assigned fund balances are amounts reported in all funds including; general, special revenue, capital projects, debt service, or those not otherwise classified. These amounts are constrained by the government's intent to use for a special purpose, but restrictions are not externally enforceable. Assigned replaces the designated fund balance under the previous categorization. Unassigned fund balances are amounts reported only in the General Fund, the residual fund balances not otherwise classified, or the excess of Nonspendable, Restricted, Committed, or Assigned. Unassigned replaces unreserved, undesignated fund balance under the previous category. Other governmental funds with a deficit fund balance report negative unassigned fund balance.

Fund Balances (in thousands of dollars)	General Fund	Special Revenue Funds	Debt Services Funds	Capital Projects Funds	Governmental Funds
Nonspendable (in form):					
Prepaid Items	$ 92	$ -	$ -	$ -	$ 92
Restricted:					
Tax Allocation Districts	-	14,287	-	-	14,287
Intergovernmental Grants	-	21,721	-	-	21,721
Other Special Revenue	-	3,787	-	-	3,787
Debt Services	-	-	12,204	-	12,204
Capital Projects	-	-	-	114,153	114,153
Assigned:					
Other Special Revenue	-	8,993	-	-	8,993
Capital Projects	-	-	-	10,172	10,172
Other	4,165	-	-	-	4,165
Unassigned:					
Tax Allocation Districts	-	(2,536)	-	-	(2,536)
Intergovernmental Grants	-	(8)	-	-	(8)
Other Special Revenue		(2,176)	-		(2,176)
Capital Projects	-	-	-	(5,826)	(5,826)
Other	(22,708)	-	-		(22,708)
	$ (18,451)	$ 44,068	$ 12,204	$ 118,499	$ 156,320

The General Fund contains certain assigned amounts ($4,165,000) that are related to information technology improvements. Other aggregate remaining funds contains certain assigned amounts ($9,975,000) that are related to infrastructure improvements.

(N) Management Estimates

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

2. Joint Ventures

DeKalb County is party to a contract with Fulton County, Georgia and the Fulton-DeKalb Hospital Authority (the "Hospital Authority") for the operation of Grady Memorial Hospital (the "Hospital"). The Hospital provides health services to indigent citizens of both counties. Three members of the Hospital Authority's Board of Trustees are appointed by the DeKalb County Board of Commissioners with another seven members appointed by the Fulton County Board of Commissioners. The entire operations of the Hospital Authority are disclosed as a component unit in the Fulton County, Georgia Comprehensive Annual Financial Report. DeKalb County has a financial interest in the Hospital Authority because operating deficits of the Hospital, up to an annually predetermined amount relating to indigent care, must be funded by Fulton County or DeKalb County under the terms of the contract. The funding formula is based on the ratio of patient levels between the two counties. For the year 2011, DeKalb County funded $10,963,344 of the Hospital's operating deficit. DeKalb County has limited control over the operating budget of the Hospital, but must approve any debt issuance of the Hospital Authority. The Hospital Authority's debt is secured by a pledge of the operating revenues of the Hospital. Payments to the Hospital Authority are made from the County's other governmental funds. For the year 2011, DeKalb County paid an additional $7,705,744 towards the Hospital Authority's debt service. Separate financial statements of the Hospital Authority may be obtained from: Fulton-DeKalb Hospital Authority; 80 Butler St. SE; Atlanta, Georgia 30314.

Condensed financial information for the Hospital Authority as of and for the year ended December 31, 2010 (December 31, 2011 amounts are unavailable) is as follows (in thousands of dollars):

Total Assets	$ 747,542	Total Operating Revenues	$ 800,951
Total Liabilities	523,211	Total Operating Expenses	865,916
Total Net Assets	224,331	Non-operating Revenue (Expenses)	(7,217)
Current Debt	20,468	Fulton County and DeKalb County Contributions	70,659
Long-term Debt	209,819	Increase in Net Assets	15,538

The Atlanta Regional Commission (ARC) is the regional planning and intergovernmental coordination agency for the 10-county Atlanta metropolitan area. Under Georgia law, the County, in conjunction with other cities and counties in metropolitan Atlanta, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto. During 2011, the County paid $730,180 in such dues. Membership in the ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the ARC. The ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any obligations of the ARC. Separate ARC financial statements may be obtained from: Atlanta Regional Commission; 40 Courtland St NE; Atlanta, Georgia 30303.

There were, otherwise, no known related-party transactions involving either joint venture during 2011.

3. Budget Basis of Accounting

Due to legal requirements, revenues and appropriations for governmental funds are budgeted on a basis that is not consistent with GAAP. The actual results of operations on the budget basis for the General Fund and Major Special Revenue Funds are presented in this report.

The major differences between the budget basis and GAAP are:

(1) Revenues (principally property taxes, grants, and interest) are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);

(2) Expenditures (principally payroll, workers' compensation, and purchases) are recorded when paid (budget basis) as opposed to when incurred (GAAP);

4. Cash, Cash Equivalents, and Investments

Following are the components of the County's cash and cash equivalents, and investments (including the General Employees' Pension Fund, Agency Funds, and the Component Units) at December 31, 2011 (in thousands of dollars).

	Unrestricted	Restricted	Pension Restricted	Agencies Unrestricted	Total	Component Units
Cash and Cash Equivalents	$ 369,651	$ 463,017	$ 91,687	$ 25,849	$ 950,204	$ 5,239
Investments	-	-	938,099	-	938,099	807
	$ 369,651	$ 463,017	$ 1,029,786	$ 25,849	$ 1,888,303	$ 6,046

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

Concentration of Credit Risk - Primary Government

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

Custodial Credit Risk - Deposits

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

Concentration of Credit Risk - Investments

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

As of December 31, 2011, the County's reporting entity had the following investments:
(in thousands of dollars)

Type of Investment

	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	More than 10
Fiduciary Fund					
Pension Trust Fund:					
Corporate Stocks	$ 655,442	$ -	$ -	$ -	$ -
Money Market Mutual Funds	91,687	-	-	-	-
U.S. Government Securities	109,447	-	36,698	37,220	35,529
CMOs	30,853	-	9,508	2,656	18,689
Corporate Bonds	142,357	6,568	52,986	61,008	21,795
Total Fiduciary Fund	$ 1,029,786	$ 6,568	$ 99,192	$ 100,884	$ 76,013

Credit Risk - Investments

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

The County's pension trust fund (the Plan) investment policy requires that the fixed income portfolio be of high quality and chosen with respect to maturity ranges, coupon levels, refunding characteristics, and marketability. Fixed income managers are engaged to reduce volatility of the Plan's assets, provide a deflation hedge, and produce a highly predictable and dependable source of income. The quality rating of the overall portfolio must be A or better at all times. As of December 31, 2011, the weighted average quality rating of the fixed income portfolio (i.e., the U.S. Government Securities and Corporate Bonds) was A+ as rated by Standard & Poor's Rating Service.

Interest Rate Risk - Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. This risk is managed within the portfolio using the duration method. This method is used in the management of fixed income portfolios to quantify the portfolios' sensitivity to interest rate changes. As of December 31, 2011, the weighted average of the Option Adjusted Duration of the pension fund's fixed income portfolio for Denver Investment Advisor was 4.02 years, J.P. Morgan Asset Management was 3.92 years, and Mesirow Financial Investment was 3.78, as compared to the benchmark BC Aggregate Bond Index duration of 3.91 years.

5. Capital Assets

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

	Balance 12/31/2010	Additions	Deletions	Balance 12/31/2011	Accumulated Depreciation and Amortization 12/31/2010	Additions	Deletions	Accumulated Depreciation and Amortization 12/31/2011	Book Value 12/31/2011
Governmental activities									
Not depreciated:									
Land	$ 229,803	$ 3,248	$ (47)	$ 233,004	$ -	$ -	$ -	$ -	$ 233,004
Construction in progress	255,827	55,515	(73,261)	238,081	-	-	-	-	238,081
Depreciated:									
Land improvements	38,662	20,640	(113)	59,189	14,662	2,184	(6)	16,840	42,349
Buildings	404,435	16,174	-	420,609	119,457	8,826	-	128,283	292,326
Infrastructure	725,653	30,854	-	756,507	211,575	17,884	-	229,459	527,048
Other equipment	46,828	5,756	(2,409)	50,175	27,214	8,320	(2,409)	33,125	17,050
Totals	$ 1,701,208	$ 132,187	$ (75,830)	$ 1,757,565	$ 372,908	$ 37,214	$ (2,415)	$ 407,707	$ 1,349,858
Business-type activities									
Not depreciated:									
Land	$ 53,814	$ 4,474	$ -	$ 58,288	$ -	$ -	$ -	$ -	$ 58,288
Construction in progress	209,980	36,229	(93,815)	152,394	-	-	-	-	152,394
Depreciated:									
Land improvements	185,651	310	-	185,961	27,734	3,030	-	30,764	155,197
Buildings	12,487	28,872	(360)	40,999	8,416	910	(360)	8,966	32,033
Plants	340,384	86	-	340,470	82,581	8,543	-	91,124	249,346
Lines	775,516	60,995	(2,092)	834,419	248,096	20,999	(2,092)	267,003	567,416
Water meters	59,830	-	(3,633)	56,197	32,507	7,266	(3,633)	36,140	20,057
Vehicles and portable equipment	153,364	10,052	(9,465)	153,951	114,415	13,368	(9,299)	118,484	35,467
Other equipment	13,313	1,244	(2,097)	12,460	7,918	4,094	(2,097)	9,915	2,545
Leaseholds	169,411	-	-	169,411	41,428	3,477	-	44,905	124,506
Totals	$ 1,973,750	$ 142,262	$ (111,462)	$ 2,004,550	$ 563,095	$ 61,687	$ (17,481)	$ 607,301	$ 1,397,249
Component units									
Depreciated:									
Other equipment	$ 2,546	$ 281	$ -	$ 2,827	$ 1,306	$ 156	$ -	$ 1,462	$ 1,365

During fiscal year 2011, the County did not experience any capital asset impairment loss with respect to the provisions of GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries.*

Depreciation was charged to functions / programs of the primary government during 2011 as follows (in thousands of dollars):

Governmental activities:	
General government	$ 3,854
Public safety	4,521
Civil and criminal court system	4,454
Planning & Development	22
Public works	17,939
Community development	41
Library	2,617
Parks and recreation	2,916
Health and welfare	850
	$ 37,214

Business-type activities	
Water and sewerage system	$ 44,001
Sanitation	3,271
DeKalb Peachtree Airport	429
Stormwater	361
Vehicle maintenance	257
Vehicle replacement	13,368
	$ 61,687

Construction in progress at December 31, 2011 is composed of the following (in thousands of dollars):

	Project Authorization	Expended as of 12/31/2011	Committed
Governmental activities			
Parks and recreation facilities	$ 128,829	$ 48,029	$ 80,800
Infrastructure	164,818	122,046	42,771
Court facilities	44,208	15,101	29,107
Public safety facilities	25,887	19,988	5,899
General government facilities	9,411	8,169	1,242
Library facilities	40,847	24,747	16,100
Totals	$ 414,000	$ 238,081	$ 175,919
Business-type activities			
Water and sewer facilities	$ 365,900	$ 77,625	$ 288,275
Sanitation facilities	88,922	54,333	34,589
Airport facilities	25,713	13,024	12,689
Stormwater facilities	13,431	7,341	6,090
Vehicle maintenance	390	71	319
Totals	$ 494,356	$ 152,394	$ 341,962

6. Long-Term Obligations

Changes in long-term obligations for the year ended December 31, 2011 are as follows (in thousands of dollars):

	Balance 12/31/2010	Additions	Payments/ Retirements	Balance 12/31/2011	Current Portion	Long-term Portion
Governmental activities						
Claims and judgments payable	$ 10,430	$ 96,414	$ (96,161)	$ 10,683	$ 5,778	$ 4,905
Net OPEB obligation	349,427	82,958	-	432,385	-	432,385
Compensated absences payable	32,104	27,379	(26,831)	32,652	17,660	14,992
Capital leases (equipment)	3,181	-	(1,628)	1,553	1,553	-
General obligation bonds payable	331,305	-	(22,220)	309,085	23,310	285,775
Revenue bonds payable	91,715	-	(3,445)	88,270	3,670	84,600
Certificates of participation payable	18,930	-	(1,120)	17,810	1,165	16,645
Unamortized premium on bonds payable	8,256	-	(950)	7,306	890	6,416
Deferred loss on bond refunding	(1,649)	-	332	(1,317)	(299)	(1,018)
Totals	$ 843,699	$ 206,751	$ (152,023)	$ 898,427	$ 53,727	$ 844,700
Business-type activities						
Claims and judgments payable	$ 115	$ 568	$ (115)	$ 568	$ 568	$ -
Landfill closure and postclosure costs	25,637	-	(3,344)	22,293	-	22,293
Pollution remediation obligation	1,432	-	-	1,432	-	1,432
Net OPEB obligation	111,472	28,108	-	139,580	-	139,580
Compensated absences payable	5,191	5,695	(5,191)	5,695	4,928	767
Capital leases (vehicles)	30	-	(30)	-	-	-
Revenue bonds payable	555,685	381,500	(13,505)	923,680	14,205	909,475
Unamortized premium on bonds payable	24,121	28,974	(1,608)	51,487	3,427	48,060
Deferred loss on bond refunding	(19,395)	-	1,555	(17,840)	(1,517)	(16,323)
Totals	$ 704,288	$ 444,845	$ (22,238)	$ 1,126,895	$ 21,611	$ 1,105,284
Component Units						
Compensated absences payable	$ 1,455	$ -	$ (42)	$ 1,413	$ 283	$ 1,130

Governmental activities:

Claims and judgments payable typically have been liquidated in the other governmental funds and in the internal service funds. Capital leases have typically been liquidated in the General Fund, other governmental funds, and the internal service funds.

The following is a schedule of future minimum installment purchase payments on capital leases (equipment) in the governmental activities with the present value of the net minimum lease payments as of December 31, 2011 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2012	$ 1,553	$ 32	$ 1,585

For financial accounting and reporting purposes, all governmental activities bonds defeased ($76,635,000 at December 31,2011) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements.

The following is a summary of the County's outstanding general obligation bond issues at December 31,2011 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
1998	Jail	5.00	1-1 & 7-1	08/01/98	01/01/20	$ 2,000	$ -	$ 2,000
2001	Parks	3.625-5.00	6-1 & 12-1	10/01/01	12/01/15	125,000	82,875	42,125
2003A	Refunding issue	3.625-4.00	1-1 & 7-1	07/22/03	01/01/20	53,295	33,080	20,215
2003B	Refunding issue	4.00-5.00	1-1 & 7-1	12/05/03	01/01/20	74,620	23,425	51,195
2006	Parks, Libraries, Transportation	3.30-5.00	6-1 & 12-1	02/07/06	12/01/30	230,000	36,450	193,550
	Totals					$ 484,915	$ 175,830	$ 309,085

The proceeds of the General Obligation Refunding Bonds, Series 2003A, were used to refund: (1) $28,630,000 of the Series 1992 General Obligation Refunding Bonds, and (2) $24,170,000 of the Series 1993 General Obligation Bonds (issued to fund health care facilities capital improvements).

The proceeds of the General Obligation Refunding Bonds, Series 2003B, were used to refund $77,410,000 of the Series 1993 General Obligation Refunding Bonds. The Series 1993 General Obligation Refunding Bonds had partially refunded the Series 1991 General Obligation Bonds (issued to fund jail capital improvements).

The following is a summary of general obligation bonds debt service requirements to maturity as of December 31, 2011 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2012	$ 23,310	$ 14,036	$ 37,346
2013	24,335	12,923	37,258
2014	25,555	11,772	37,327
2015	26,790	10,578	37,368
2016	16,250	9,330	25,580
2017-2021	82,655	34,850	117,505
2022-2026	55,840	20,531	76,371
2027-2030	54,350	6,388	60,738
Totals	$ 309,085	$ 120,408	$ 429,493

The County is subject to the laws of the State of Georgia, which limit the amount of net bonded debt (exclusive of revenue bonds) the County may have outstanding to 10% of the assessed valuation of taxable property within the County. At year-end, general obligation bonds outstanding, net of amounts available in the Debt Service Funds, totaled $297,039,000. The statutory limit at that date was $2,247,900,000, providing a debt margin of $1,950,861,000.

The following is a summary of the County's outstanding Certificates of Participation at December 31, 2011 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2003	Office building and courthouse	4.00-4.75	6-1 & 12-1	10/14/03	12/01/23	$ 25,000	$ 7,190	$ 17,810

The following is a summary of Certificates of Participation debt service requirements to maturity as of December 31, 2011 (in thousands of dollars):

Year Payable	Interest Rate (%)	Principal	Interest	Total
2012	4.5	$ 1,165	$ 786	$ 1,951
2013	4.0	1,220	734	1,954
2014	4.0	1,270	686	1,956
2015	4.1	1,320	634	1,954
2016	4.1	1,375	580	1,955
2017-2021	4.20-4.50	7,815	1,955	9,770
2022-2023	4.6-4.75	3,645	262	3,907
Totals		$ 17,810	$ 5,637	$ 23,447

The following is a summary of the County's outstanding governmental activities revenue bond issues at December 31, 2011 (in thousands of dollars):

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Outstanding
2003	Juvenile Justice Center	2.5-5.0	6-1 & 12-1	07/01/03	12/01/23	$ 15,000	$ 4,990	$ 10,010
2004	Public Safety and Judicial Facilities	3.0-5.0	6-1 & 12-1	12/29/04	12/01/34	50,000	7,190	42,810
2005	Juvenile Justice Center	3.0-5.0	6-1 & 12-1	07/14/05	12/01/25	35,670	7,955	27,715
2010	Urban Redevelopment Agency	6.010	4-1 & 10-1	12/07/10	10/01/30	7,945	210	7,735
						$ 108,615	$ 20,345	$ 88,270

The following is a summary of the County's governmental activities revenue bonds debt service requirements to maturity as of December 31, 2011 (in thousands of dollars):

Year Payable	Interest Rate (%)	Principal	Interest	Total
2012	3.0-3.25	$ 3,670	$ 3,913	$ 7,583
2013	3.0-5.0	3,785	3,787	7,572
2014	3.0-5.0	3,940	3,628	7,568
2015	3.25	4,095	3,461	7,556
2016	3.25	4,240	3,306	7,546
2017-2021	3.25-4.0	23,680	13,870	37,550
2022-2026	3.88-5.0	22,870	8,497	31,367
2027-2031	4.25-5.0	13,565	4,202	17,767
2032-2034	5.0	8,425	856	9,281
Totals		$ 88,270	$ 45,520	$ 133,790

The following is a summary of the County's outstanding business-type activities revenue bond issues as of December 31, 2011 (in thousands of dollars):

Series	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Authorized and Issued	Retired	Out-standing
2003	3.25-5.0	4-1 10-1	11/18/03	10/01/35	$ 179,865	$ 22,645	$ 157,220
2006A	4.0-5.0	4-1 10-1	04/27/06	10/01/35	94,990	9,010	85,980
2006B	4.25-5.25	4-1 10-1	04/27/06	10/01/35	271,895	-	271,895
2010	5.44	4-1 10-1	12/07/10	10/01/25	28,400	1,315	27,085
2011	5.25	4-1 10-1	12/14/11	10/01/41	381,500	-	381,500
Totals					$ 956,650	$ 32,970	$ 923,680

The following is the purpose of each series of the County's outstanding business-type activities revenue bond issues as of December 31, 2011:

Series	Purpose
2003	Refunding issue, Nancy Creek Tunnel, new Water & Sewer administration building, sewer renovation
2006A	New raw water pump station, sewer plant improvement design, lift station improvements
2006B	Refunding issue
2010	Water & Sewer Recovery Zone Economic Development Program
2011	Infrastructure Improvements

Part of the proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 2003, was used to refund $114,335,000 of the Series 1993 Water and Sewerage Revenue Bonds. The proceeds of the Water and Sewerage Revenue Bonds, Series 1993, were used to: (1) fund a portion of the City of Atlanta Phosphorous Reduction Program, (2) to refund $5,195,000 in Series 1985 Water and Sewerage Refunding Revenue Bonds, and (3) to refund $23,870,000 in Series 1990 Water and Sewerage Revenue Bonds (issued to fund filter plant expansion and relief sewer capital projects). The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 1985, were used to refund all outstanding Water and Sewerage Revenue Bonds at that time, which was $92,235,000 in Series 1962, Series 1963, Series 1971, Series 1973, Series 1974, and Series 1978 Water and Sewerage Revenue Bonds. The proceeds of the Water and Sewerage Refunding Revenue Bonds, Series 2006B were used to refund $90,440,000 of the Series 1999 Water and Sewerage Revenue Bonds, and to refund $191,940,000 of the Series 2000 Water and Sewerage Revenue Bonds. The Water & Sewerage Recovery Zone Series 2010 proceeds were used to fund projects within designated recovery zones. The Water & Sewerage Revenue proceeds were used to fund projects relating to infrastructure improvements.

For financial accounting and reporting purposes, all revenue bonds defeased ($365,650,000 at December 31, 2011) are considered retired and, along with the funds held in trust, are not included in the accompanying financial statements.

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

The following is a summary of the County's outstanding business-type activities revenue bonds debt service requirements to maturity as of December 31, 2011 (in thousands of dollars):

Year Payable	Principal	Interest	Total
2012	$ 14,205	$ 43,025	$ 57,230
2013	14,845	46,282	61,127
2014	22,245	45,554	67,799
2015	23,140	44,622	67,762
2016	24,135	43,574	67,709
2017-2021	138,925	198,862	337,787
2022-2026	174,565	160,131	334,696
2027-2031	195,375	111,936	307,311
2032-2036	203,870	58,618	262,488
2037-2041	112,375	18,302	130,677
Totals	$ 923,680	$ 770,906	$ 1,694,586

7. Leases

Operating Leases

The County leases building and office facilities and equipment under leases and rental agreements which are cancelable annually. In 2011, the County paid $4,828,038 to lease office space for Tax Commissioner, Police, Registrar, and Workforce Development The County leases office equipment, emergency construction, and event equipment on an as needed basis. In 2011, equipment rentals totaled $2,049,423.

The Development Authority of DeKalb County issued the Series 2006 Revenue Bonds for the purpose of financing the costs of the acquisition, design, construction, installation and equipping of a performing arts center facility and related parking deck. The Series 2006 Bonds are secured by a pledge of the Development Authority's right, title and interest in the rents and other payments derived by the Development Authority pursuant to a lease agreement between the Development Authority and the County. Under the lease agreement, the County is obligated to make rental payments to the Development Authority in amounts sufficient to pay the principal, premium and interest on the 2006 Bonds. In 2011, that amount was $704,825. The future minimum lease payments as of December 31, 2011 are as follows (in thousands of dollars):

Year Payable	Amount
2012	$ 709
2013	708
2014	705
2015	705
2016	710
2017	705
	$ 4,242

Funding for the County's rental payments is provided through a 3% tax on motor vehicle rentals.

Capital Leases

The County has entered into a multi-year lease purchase arrangement pursuant to OCGA 36-60-13 for the purchase of certain vehicles, equipment and other capital outlay projects. These leases are paid over periods not to exceed five (5) years. In 2011 the County did not enter into any new capital leases.

The following is a schedule summarizing future lease payments by the following major asset classes as of December 31, 2011 (in thousands of dollars):

	Equipment	Vehicles	Total
Governmental activities:	$ 1,553	$ -	$ 1,553

8. Pollution Remediation Obligations

Pursuant to the provisions of GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, the County is reporting a $1,432,000 liability in its Sanitation Enterprise Fund for its estimated liability due to its standing as a potentially responsible party (PRP) in the Crymes Landfill site. The Crymes Landfill is a privately owned off-site landfill which the Georgia Environmental Protection Division determined required remediation in 1998 pursuant to the Georgia Hazardous Site response Act (HSRA) HIS Listed 102292. DeKalb County is one of forty-five participants in the Crymes Landfill HSRA action and is responsible for 15% of the remediation costs. For several years, the County sent household waste to the Crymes Landfill, extending the life of its own facility. The County has funded its current share based on prior engineering efforts in the Sanitation Enterprise Capital Fund. Post remediation costs are unlikely.

9. Employee Benefits

(A) Defined Benefit Pension Plan Description

The County provides pension benefits for substantially all of its full-time and permanent part-time employees through a single employer defined benefit plan (the "Plan"). The Plan is administered by the DeKalb County Pension Board (the "Board"), composed of seven voting members (the Chief Executive Officer of DeKalb County, two members elected by County employees, two members selected by the DeKalb County Board of Commissioners, one member elected by County retirees, and one member appointed by the other voting members of the Board) and two non-voting members (the County Director of Finance and the County Merit System Director). The Plan does not issue separate financial statements. The County's payroll for employees covered by the Plan for the year ended December 31, 2011 was $288,190,000, as compared to a total County payroll of $302,164,000.

Employees participating prior to September 1, 2005: The Plan provides retirement benefits of 2.75% of average salary (based on the highest consecutive 36 months of pay over the last 10 years of employment) times years of service with a maximum retirement benefit of 82.5% of averege salary. Normal retirement, with at least 10 years of service, is at age 55 or older. Early retirement (subject to reductions in benefits) is allowed at age 50 with 10 or more years of service. Employees with 30 years of service can retire at any age with no reduction in benefits. An employee can retire at age 65 with three or more years of service.

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

Employees beginning participation on or after September 1, 2005: The Plan provides retirement benefits of 2.25% of average salary (based on the highest consecutive 36 months of pay over the last ten years of employment) times years of service with a maximum retirement benefit of 67.5% of average salary. Normal retirement, with at least 10 years of service, at age 62 or older. Early retirement (subject to reductions in benefits) is allowed at age 55 with 10 or more years of service. Employees age 55 with 25 years of service can retire with no reduction in benefits. An employee can retire at age 65 with seven or more years of service.

Termination benefits are as follows: Within the first three years of service, the participant's contributions will be returned without interest. After three but less than seven years of service, the participant's contributions plus interest shall be returned. After seven years of service, the participant may either withdraw contributions plus interest or leave contributions in the Plan and receive a monthly benefit to commence at his normal retirement date equal to his accrued benefit as of the date of termination. Such terminating employee may elect to receive benefits any time after he attains 55 years of age.

Retirement benefits are payable monthly for life (ten years guaranteed) with survivor options available subject to reduced monthly benefits. The Plan also provides disability benefits. These benefit provisions and all other requirements are established by State statute and by the DeKalb Pension Act. Any changes to the Plan benefits must be approved by the DeKalb County Board of Commissioners. Contribution levels to the Plan are determined using the actuarial basis specified by statute. Contribution levels in 2011, as approved by the DeKalb County Board of Commissioners, are employee 8.38% and County 17% of employee earnings. The accrual basis of accounting is used to report the activities of the Plan. Plan member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Assets are valued at fair value, based on quoted market prices, with actuarial valuations of investments adjusted to market at a 10-year smoothed rate. As of year end, no investment in any one organization represented 5% or more of plan assets. Administrative costs of the Plan are financed through investment earnings. As of year-end, Plan membership was composed of the following:

Active vested employees covered by the Plan	2,041
Active nonvested employees covered by the Plan	4,088
Retirees currently receiving normal retirement benefits	3,597
Retirees currently receiving disability benefits	121
Beneficiaries of deceased retirees currently receiving benefits	294
Terminated employees entitled to benefits, but not yet receiving them because of age	451
Total members	10,592

(B) Actuarial assumptions

Pursuant GASB 27, for financial reporting purposes, an actuarial valuation may be performed at least biennially (rather than annually) only if no significant changes have occurred. Significant actuarial assumptions used in the valuation include: (a) rate of return on investment of present and future assets of 7.75% per year compounded annually, (b) projected salary increases of 0.0% to 8.0% for inflation plus 3.5% for merit / seniority based on an age-graduated scale, compounded annually, and (c) no postretirement benefit increases were assumed. In 2010, the County offered to employees meeting certain age and years of service criteria, an early retirement incentive program The program was estimated to generate 750 retirements, and 841 employees retired under this program. The program credited employees over age 50 with 2 additional years of service and reimbursed the employee for 1.5 times the accrued unused annual leave, up to a maximum of 480 hours.

The Entry Age Normal (EAN) actuarial cost method is used for valuation of the Pension Fund. EAN is the age at the time the participant would have commenced participation if the plan had always been in existence. Normal Cost and Actuarial accrued liability are calculated on an individual basis and are allocated by service, the normal cost determined as if the current benefit accrual rate had always been in effect. There have been no assumption changes with this valuation.

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

(C) Actuarially Determined Pension Plan Contribution Requirements and Contributions Made

The Plan's funding policy provides for actuarially determined contributions at rates that, for individual employees, are a level percentage of payroll. The contribution rate for normal rate for normal cost was changed from the projected unit credit cost method to the entry age normal method for 2006. The recommended contribution calculated under the entry age normal cost method is less than the contribution calculated under projected unit credit. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the actuarial accrued liability as described above. The actuaries used an asset valuation method that gradually adjusts to market value. Under this valuation method, the full value of market fluctuations is not recognized in a single year and, as a result, the asset value and the plan costs are more stable. To develop the Annual Required Contribution, the UAAL has been amortized over 10 years using level dollar amortization in years when an overfunding existed, and over 30 years as a level percentage of payroll in years of underfunding. The total contributions to the Plan for the year were made in accordance with actuarially determined requirements computed through an actuarial valuation performed April 1, 2011. The April 2011 valuation report was revised from previously issued reports pursuant to action by the County to bring the Plan into compliance with State funding requirements. Some of the historical information in this report has been revised to reflect changes made to meet such compliance standards.

The April 1, 2011 valuation is used to determine the recommended contribution for the fiscal year beginning January 1, 2013. The recommended contribution is the minimum amount required to satisfy the minimum funding standards under Georgia law by virtue of Code section 47-20-10. The minimum required contribution under Georgia law is based on the Plan's normal cost plus the sum of individual bases established for experience gains and losses, plan amendments, assumption changes and method changes. Georgia Code Section 47-20-10(b) also allows a Plan to be in compliance if the sponsor makes contributions equal to the Annual Required Contribution (ARC) under GASB.

As of April 1, 2011 valuation, employer contributions of $47,700,000 represent 84.5% of the employer annual required contribution. The net pension asset of $23,200,000 was determined in accordance with GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*. The amortization period for the County's actuarial accrued surplus is open. The fund allocation is based on a percentage of payroll annually.

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

	Valuation Date April 1, 2011
Actuarial value of plan assets	$ 1,189,093
Actuarial accrued liability (AAL)	1,797,925
Assets in excess (deficiency) of / unfunded actuarial accrued liability (UAAL)	$ (608,832)
Funded ratio	66.14%
Annual covered payroll	$ 271,643
UAAL as a percentage of covered payroll (not less than zero)	224.13%

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

	Fiscal Year 2011	2010	2009
Annual required contribution (ARC)	$ 46,818	$ 33,133	$ 28,932
Interest on net pension asset	(1,699)	(1,838)	(1,772)
Annual required contribution adjustment	1,303	1,410	1,359
Annual pension cost (APC)	46,422	32,705	28,519
Annual employer contributions made	(47,700)	(31,671)	(29,375)
Change in net pension asset	(1,278)	1,034	(856)
Beginning of year net pension asset	(21,922)	(23,722)	(22,866)
End of year net pension asset	$ (23,200)	$ (22,688)	$ (23,722)
Amortization	16.8215	16.8215	16.8215
Percentage of annual employer contributions made to annual required contributions	101.88%	95.59%	101.53%
Percentage of annual employer contributions made to annual pension cost	102.75%	96.84%	103.00%

The schedules of funding progress and employer contributions, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

(D) Schedule of contributions as a percentage of salary

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Employee	8.4%	4.5%	4.5%	4.0%	3.5%	2.5%	1.5%	.5%	.5%	.5%
Employer	17.0%	9.5%	9.5%	8.0%	6.5%	4.0%	3.0%	.5%	.5%	.5%

(E) Other Postretirement Benefits

Group health benefits are available to all retirees, beneficiaries of, and dependents of retirees, with the County paying up to 70% of the total cost and the retiree paying the remaining amount. Life insurance in the amount of $7,000 is provided to all retirees without cost to the retiree. These benefits are provided by the DeKalb County Board of Commissioners each year and are not statutory, contractual, or required by other authority. The total cost of retiree health benefits (including retirees' portions), $27,427,716 for 2011, is recognized as an expense in the Internal Service Funds as claims are incurred. The enterprise funds and major governmental funds reimburse the Internal Service Funds for their share of these expenses. Currently 4,220 retirees, beneficiaries, and dependents of retirees are receiving group health benefits under the Plan.

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

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

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

	Valuation Date January 1, 2011
Actuarial accrued liability:	
Retired employees	$ 717,498
Active employees	650,610
Unfunded actuarial accrued liability (UAAL)	$ 1,368,108
Annual covered payroll	$ 288,190
UAAL as a percentage of covered payroll (not less than zero)	474.7%

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

	2011	2010	2009 (as restated)
Beginning net OPEB obligation	$ 460,899	$ 315,287	$ 173,012
Annual required contribution (ARC)	139,405	168,242	156,603
Interest on net OPEB obligation	18,436	12,611	6,920
Annual required contribution (ARC) adjustment	(20,750)	(13,331)	(7,087)
Annual OPEB cost	137,091	167,522	156,436
Annual employer contributions made	(26,024)	(21,910)	(14,161)
Net OPEB obligation as of December 31	$ 571,966	$ 460,899	$ 315,287
Percentage of annual employer contributions made to annual required contributions	18.7%	13.0%	9.0%
Percentage of annual employer contributions made to annual OPEB cost	19.0%	13.1%	9.1%
Net OPEB obligation attributable to:			
Governmental Funds	$ 432,385	$ 349,427	$ 240,730
Business-type Funds	139,581	111,472	74,557
Total	$ 571,966	$ 460,899	$ 315,287

The schedules of funding progress and employer contributions, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, including assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, multiyear trend information about whether the actuarial value of the plan is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

For the January 1, 2011 actuarial valuation, the projected unit credit method was used. This method allocates benefits of each individual by a consistent formula to valuation years. The amortization amount of the unfunded actuarial accrued liability (UAAL) has been computed as a level percentage of payroll using a 30-year amortization period. A closed amortization period has been used which reduces the period by one year annually such that the unfunded liability becomes fully amortized 30 years from the initial valuation.

The investment return assumption (or discount rate) is selected as the estimated long-term investment return on the investments that are expected to be used to finance the payment of benefits. For funded plans, the considerations in selecting this rate would be similar to selecting the funding interest rate for a pension plan. However, for unfunded plans such as DeKalb County's, the discount rate should be determined with reference to the employer's general assets. In this instance, governmental unrestricted general assets are invested in very short-term fixed instruments. This asset allocation leads to a low discount rate. For the purposes of the 2010 actuarial valuation, a discount rate of 4.00% has been used.

Other actuarial assumptions include healthcare cost trend rates ranging from 9.1% in 2011 to 4.5% in 2029 and beyond. Employee salary increases are projected at a range from 6.50% for employees 25 years of age to 3.50% for employees 55 years and older. Retiree medical contributions are assumed to increase at the same rates as incurred claims. A constant cost sharing between employer and employee is assumed. All future retirees and 60% of the spouses of married participants are assumed to elect coverage. While not obligated to continue to provide coverage, it is assumed for the purposes of this valuation that DeKalb County will maintain a consistent level of cost sharing and benefit provisions.

(F) Deferred Compensation Plan

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

10. Risk Management

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

DeKalb County has a Risk Management Fund to account for and to finance its purchase of insurance and coverage of uninsured risks of loss when immunity cannot be asserted. Under this program, the Risk Management Fund finances two reserves: workers' compensation and incurred but unpaid claims under a self-funded employee medical benefit program. The County retains the first $750,000 of expense for each occurrence of workers' compensation injuries, and it retains the first $200,000 of medical expense claims per year for each covered employee under the comprehensive medical insurance plan. Beyond these limits, the County purchases specific excess insurance to limit further loss. Reserves are established for the medical insurance liabilities based on actuarial projection provided by the plan administrator (Blue Cross and Blue Shield of Georgia). Reserves for workers' compensation are established as follows: (1) an estimate of future expenses for known claims and known treatment needs, and (2) a statistical projection of incurred but unreported claims, based on recent historical experience of loss development in the County's claims.

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

Buildings and contents are insured through an "all risk" property damage insurance policy, and the County retains the first $100,000 of each loss, with an aggregate limit of $500,000,000. This retention level is funded by an annual appropriation of $500,000 which, historically, has been adequate to cover all claims.

Workers Compensation claims are self funded up to a $750,000 retention. Medical and Indemnity expenses stemming from work related injuries are primarily paid as they are incurred. Reserves are set for each claim on an undiscounted basis and reduced to zero upon settlement. Healthcare claims are paid through a fully insured HMO and a self funded PPO. Healthcare claims paid for the PPO are paid on a monthly basis. The changes in the liabilities for self-insurance for the last five years are as follows (in thousands of dollars):

	2011	2010	2009	2008	2007
Workers' compensation:					
Balance forward	$ 8,280	$ 8,098	$ 8,398	$ 7,067	$ 7,177
Incurred claims, net of any changes	5,772	5,649	5,780	5,593	3,987
Payments	(5,831)	(5,467)	(6,080)	(4,262)	(4,097)
Ending balance	8,221	8,280	8,098	8,398	7,067
Health and dental:					
Balance forward	1,421	4,206	5,149	5,720	4,892
Incurred claims, net of any changes	89,705	80,059	75,863	72,245	70,699
Payments	(89,030)	(82,844)	(76,806)	(72,816)	(69,871)
Ending balance	2,096	1,421	4,206	5,149	5,720
Total liability for self-insurance	$ 10,317	$ 9,701	$ 12,304	$ 13,547	$ 12,787

11. Proprietary Funds

Contracts and agreements

The County has entered into intergovernmental agreements for capacity in various water pollution control plants with the City of Atlanta, Gwinnett County, and Fulton County. Each of these agreements requires the County to pay a pro rata share of the plants' operating costs and additional capital improvements as determined by the owner of the facility. The County has no ownership in these facilities. During 2011, the County incurred the following operating costs (no capital costs were incurred) (in thousands of dollars):

R. M. Clayton Plant - City of Atlanta	$ 11,927
Big Creek Plant, John's Creek Plant & Marsh Creek Plant - Fulton County	464
Jackson Creek Plant - Gwinnett County	324
Total	$ 12,715

12. Allowance For Uncollectible Receivables

Allowances for uncollectible receivables at December 31, 2011 are as follows (in thousands of dollars):

	Gross Receivables	Uncollectible Receivables	Net Receivables
Governmental activities:			
Taxes receivable	$ 47,019	$ 1,546	$ 45,473
Accounts receivable	10,406	6,986	3,420
	$ 57,425	$ 8,532	$ 48,893
Business-type activities:			
Accounts receivable	$ 61,974	$ 12,117	$ 49,857

13. Due From Other Governments

Amounts due from other governments at December 31, 2011 are as follows (in thousands of dollars):

Governmental activities:			Business-type activities:		
Georgia Department of Transportation	$	2,235	Federal Aviation Administration	$	378
Department of Homeland Security		1,217	Georgia Dept of Transportation		854
U. S. Department of Labor		554	Other local governments		889
U. S. Department of Health and Human Services		523	Total	$	2,121
Criminal Justice Coordinating Council		547			
Atlanta Regional Commission		677			
U. S. Environmental Protection		988			
Georgia Department of Human Resources		725			
Office of National Council		255			
U.S. Department of Housing & Urban Development		57			
U.S. Department of Justice		63			
Others		152	Component units:		
Total	$	7,993	Miscellaneous State Agencies	$	2,567

14. Interfund Balances and Other Activities

(A) Balances Due To / From Other Funds

Balances due to / from other funds at December 31, 2011 consist of the following (in thousands of dollars):

Due to the General Fund from other Non-Major Governmental funds representing short-term loans.	$	162
Due Between Non-Major Geovernmental Funds.		8
Due to Internal Service Fund from General Fund, representing a short term loan.		8,041
Due to Internal Service Fund from Special Tax District-Unincorporated, representing short term loan.		455
Due to Internal Service Fund from other Governmental funds, representing short term loans		7,349
Due between Internal Service Funds, representing a short term loan		596
	$	16,611

(B) Transfers To / From Other Funds

Transfers to / from other funds for the year consist of the following:

Transfer from General Fund to other Nonmajor Governmental Funds to match federal and state grants.	$	2,524
Transfer from General Fund to other Nonmajor Governmental Funds for capital projects.		3,359
Transfer from Special Tax District Police Services Fund to other Nonmajor Governmental Funds to match federal and state grants.		275
Transfer from Special Tax District Designated Services Fund to other Nonmajor Governmental Funds for capital projects.		8,231
Transfer from Special Tax District Unincorporated Fund to Special Tax District Designated Services Fund to fund operations.		69,430
Transfer from Special Tax District Unincorporated Fund to other Nonmajor Governmental Funds fund programs.		2,718
Transfer from other Nonmajor Governmental Funds to General Fund to fund programs.		3,621
Transfer between other Nonmajor Governmental Funds to match grants.		1,766
Transfer from Nonmajor Governmental Fund to Proprietary Fund for capital projects.		9,749
Transfer from Internal Service Funds to Proprietary Fund for capital projects.		7,764
Transfer from Internal Service Funds to General Fund to fund operations.		3,773
	$	113,210

15. Commitments and Contingencies

The County is required by state law to spend 2% of the 5% hotel / motel tax collected on contracts promoting tourism. In fiscal year 2006, the County Board of Commissioners voted to appropriate this 2% portion of the hotel / motel tax collected by the County to the DeKalb Convention and Visitors Bureau ("DCVB"). During 2011, the County collected $4,342,141 in total receipts from vendors for the hotel/motel tax. Two of the vendors are located at a facility owned by the state and those vendors send the collected 2% portion directly to a designated state agency per state law. The County received $255,545.87 from theses vendors for the 3% portion and the adjusted receipts were $4,060,276. The County makes payments to the DCVB the month after the funds are received and related payments were $1,361,086.50 or 40% of the adjusted receipts. The amounts are not reflected in the related financial statements due to a timing difference of when revenues are collected by the vendor, received by the County and paid to the DCVB.

Litigation - The County is defendant in various legal actions related to claims for alleged damages to persons and property, civil rights violations, zoning matters, and other similar types of actions arising in the course of normal County operations. In the opinion of the County's management and legal counsel, there are no suits pending or unasserted claims that would have a material adverse effect on the financial condition of the County.

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

16. Fund Deficits and Liquidity

Three of the four major tax funds all completed 2011 with fund balance deficits as follows: the General Fund ($18,451,000); the Special Tax District-Designated Services Fund ($16,000); the Special Tax District-Unincorporated Fund ($2,520,000). These deficits were caused by a downturn in the economy forcing revenue to lag behind expenditures. The County increased the unincorporated millage rate 26% and instructed the departments to hold 2010 budget levels. The Nonmajor Special Revenue Recreation Fund ended fiscal 2011 with a fund balance deficit of ($439,000). The County will reduce expenditures to match anticipated income from charges for services at pools and parks. The Nonmajor Special Revenue-Hospital Fund ended 2011 with a ($1,737,000) deficit. The County will increase the fund's tax allocation and reduce expenditures to eliminate this deficit. The Nonmajor Capital Projects -Host Capital Projects Fund ended 2011 with a ($4,604,000) deficit. An amount necessary to eliminate the negative fund balance will be transferred to the fund in 2012. The Internal Service Fund - Vehicle Maintenance ended fiscal 2011 with a fund balance deficit of ($24,065,000). A significant portion of this deficit is due to the allocation of the OPEB liability. The county evaluates the allocation of costs related to vehicle maintenance during each budget cycle. The county plans to adjust this allocation to include all related expenses going forward. The Internal Service Fund - Risk Management ended fiscal 2011 with a fund balance deficit of ($6,306,000). The deficit in the Risk Management Fund was due to higher than normal vehicle claims and a deficit in the self-insured health insurance program from high claims expense. During the 2012 budget cycle the County appropriated sufficient funds to cover the deficit as well as provide a reserve balance.

Liquidity risk is the risk that the County does not have sufficient liquid financial resources to meet its obligations when they fall due, or would have to incur excessive costs to do so. During times of economic stress such as the current national recession, the County faces a significant risk to its ability to generate cash from revenues sufficient to pay operating expenditures. Two of the County's largest revenue streams, property taxes and sales taxes, are especially susceptible to major downturns in the economy and have declined in recent years due to increasing levels of unemployment, declining property values and the foreclosure crisis.

The County acknowledges the urgency and criticality of reversing the trend of negative fund balances in certain funds, particularly the general fund, and building back adequate reserves. The current general fund deficit poses significant liquidity risk and potentially could increase the cost of any new bond issuances, and a reduction in services and service levels. The County currently limits its borrowings to fixed interest obligations for essential projects. In response, the County has implemented a number of major deficit reduction initiatives designed to reduce expenditures and increase revenues in 2012 and beyond.

In the event that the deficit raduction initiatives described were to fall short of anticipated rasults, the County would evaluate other available options including additional tax levies.

17. Budget Information

The County exceeded the legal level of budgeted expenditures in the following departments during 2011 (in thousands of dollars):

Fund	Department	Amount
General	Chief Executive Officer	$ 149
General	Purchasing	294
General	Superior Court	184
General	State Court	605
General	District Attorney	584
General	Child Advocate	121
General	Medical Examiner	16
General	Magistrate Court	1
General	Human and Community Development	82
General	Family and Children Services	1
Special Revenue - Special Tax District - Designated	Transportation	243
Special Revenue - Special Tax District - Designated	Arts, culture, and entertainment	20
Special Revenue - Special Tax District - Unincorporated	Chief Executive Officer	34
Special Revenue - Special Tax District - Unincorporated	Finance	24
Special Revenue - Special Tax District - Unincorporated	Public Safety - Police	8
Nonmajor Special Revenue Recraation	Parks and Recreation	298
Nonmajor Special Revenue Grant-in-Aid	District Attorney	501
Nonmajor Special Revenue Grant-in-Aid	Parks and Recreation	362
Nonmajor Special Revenue Grant-in-Aid	Family and Children Services	1,308
Nonmajor Special Revenue Hotel/Motel Tax	General Government	85

The General fund had unanticipated expenditures in court system related departments due to the number of trials cases, some of which were high profile and required additional jury and witness. Other areas experienced operational changes during the year that will be addressed in the budget process going forward. The overages in the Special Revenue - Special Tax District - Designated Fund were caused by unexpected expenditurас during 2011. The budget for this department in 2011 will be sufficient to cover expenditures. The overages in the Special Revenue - Special Tax District - Unincorporated Fund were a rasult of the CEO's Office charging maintenance charges to this fund rather than the General Fund. The overages in the Recreation Fund were a result of contractual services and related operating supplies costing more than anticipated. The departmental overage in the Grant-in-Aid Fund 'results from having to expend on grants prior to reimbursement and establishment of the grant.

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DEKALB COUNTY, GEORGIA

REQUIRED SUPPLEMENTAL INFORMATION

DECEMBER 31, 2011

(Unaudited)

1. **Pension Plan**

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

	Valuation Date						
	4-1-2011	4-1-2010	4-1-2009	4-1-2008	4-1-2007	4-1-2006 *	4-1-2005
Actuarial value of plan assets	$ 1,189,093	$ 1,243,277	$ 1,209,256	$ 1,289,817	$ 1,266,830	$ 1,243,750	$ 1,225,338
Actuarial accrued liability (AAL)	1,797,925	1,808,967	1,677,163	1,576,182	1,495,475	1,415,719	1,140,305
Assets in excess/unfunded of actuarial accrued liability (UAAL)	$ (608,832)	$ (565,690)	$ (467,907)	$ (286,365)	$ (228,645)	$ (171,969)	$ 85,033
Funded ratio	66.14%	68.73%	72.10%	81.83%	84.71%	87.85%	107.46%
Annual covered payroll	$ 271,643	$ 265,696	$ 315,482	$ 306,037	$ 292,963	$ 284,989	$ 266,022
UAAL as a percentage of covered payroll (not less than zero)	224.13%	212.91%	148.31%	93.57%	78.05%	60.34%	N/A

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

	Fiscal Year						
	2011	2010	2009	2008	2007	2006	2005
Annual required contribution (ARC)	$ 46,818	$ 33,133	$ 28,932	$ 29,038	$ 24,482	$ 13,091	$ 6,253
Percentage of annual employer contributions made to annual required contributions	102%	96%	100%	90%	85%	100%	100%

*Effective April 1,2006, the actuarial cost method changed from Projected Unit Credit to Entry Age Normal. This change in method allows for more level and predictable costs.

DEKALB COUNTY, GEORGIA

REQUIRED SUPPLEMENTAL INFORMATION

(Unaudited)

2. Other Postemployment Benefits (OPEB)

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

	Valuation Date				
	1-1-2011	1-1-2010	1-1-2009	1-1-2008	1-1-2007
Actuarial accrued liability:					
Retired employees	$ 717,498	$ 622,041	$ 614,907	$ 414,901	$ 411,698
Active employees	650,610	982,454	855,149	713,608	629,906
Unfunded of actuarial accrued liability (UAAL)	$ 1,368,108	$ 1,604,495	$ 1,470,056	$ 1,128,509	$ 1,041,604
Covered Payroll	$ 288,190	$ 309,750	$ 315,482	$ 328,689	$ 315,072
UAAL as a percentage of Covered Payroll	474.7%	518.0%	466.0%	343.3%	330.6%

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

	2011	2010	2009* (as restated)	2008 (as restated)	2007**
Annual required contribution (ARC)	139,405	168,242	156,603	105,256	98,300
Percentage of annual employer contributions made to annual OPEB cost	19.0%	13.1%	9.1%	15.8%	14.3%

*In 2009, the trend tables were updated to reflect the new anticipated future healthcare costs increase. This change increased both the plan's actuarial accrued liability and annual required contribution almost 20%. Further, several demographic assumptions (i.e., termination rate, retirement rate, and disability rate) were updated from the 2008 valuation to align them with the assumptions used in the valuation of the County's pension obligations.

**Information prior to 2007 is not available

DEKALB COUNTY, GEORGIA

COMBINING STATEMENTS AND SCHEDULES

DEKALB COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

DeKalb County, Georgia

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2011
(in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	$ 32,646	$ 11,750	$ 57,965	$ 102,361
Taxes receivable (net)	4,076	3,233	-	7,309
Accounts receivable (net)	2,309	-	-	2,309
Due from other funds	8	-	-	8
Due from other governments	5,758	-	2,143	7,901
Total assets	$ 44,797	$ 14,983	$ 60,108	$ 119,888
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts and contracts payable	$ 3,711	$ -	$ 1,842	$ 5,553
Other accrued liabilities	1,848	-	-	1,848
Advance payments and deposits	29	-	-	29
Due to other funds	2,849	-	4,670	7,519
Due to others	1,152	-	-	1,152
Unearned revene	1,106	-	320	1,426
Deferred revenue	1,785	2,779	-	4,564
Total liabilities	12,480	2,779	6,832	22,091
Fund balances:				
Restricted	25,508	12,204	48,930	86,642
Assigned	8,993	-	10,172	19,165
Unassigned	(2,184)	-	(5,826)	(8,010)
Total fund balances	32,317	12,204	53,276	97,797
Total liabilities and fund balances	$ 44,797	$ 14,983	$ 60,108	$ 119,888

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended December 31, 2011
(in thousands of dollars)

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes	$ 77,832	$ 36,276	$ -	$ 114,108
Licenses and permits	3,437	-	-	3,437
Use of money and property	963	7,434	61	8,458
Intergovernmental	48,389	-	10,673	59,062
Fines and forfeitures	4,002	-	-	4,002
Charges for services	7,641	-	-	7,641
Miscellaneous	14,358	-	902	15,260
Total revenues	156,622	43,710	11,636	211,968
EXPENDITURES				
Current:				
General government	13,820	2	-	13,822
Public safety	66,548	-	-	66,548
Civil and criminal court system	4,620	-	-	4,620
Planning and Development	49			49
Public works	8,601	-	-	8,601
Human and community development	13,533	-	-	13,533
Parks and recreation	1,526	-	-	1,526
Health and welfare	25,835	-	-	25,835
Debt service:				
Principal	257	25,638	-	25,895
Interest	16	19,010	-	19,026
Capital outlay:				
General government	-	-	11,115	11,115
Public safety	-	-	1,683	1,683
Civil and criminal court system	-	-	382	382
Public works	-	-	11,950	11,950
Parks and recreation	-	-	6,244	6,244
Total expenditures	134,805	44,650	31,374	210,829
Excess (deficiency) of revenues over expenditures	21,817	(940)	(19,738)	1,139
OTHER FINANCING SOURCES (USES)				
Transfers in	4,567	-	11,589	16,156
Transfers out	(8,105)	-	(9,748)	(17,853)
Total other financing sources (uses)	(3,538)	-	1,841	(1,697)
Net change in fund balance	18,279	(940)	(17,897)	(558)
Fund balance - beginning	14,038	13,144	71,173	98,355
Fund balance - ending	$ 32,317	$ 12,204	$ 53,276	$ 97,797

See accompanying independent auditors' report.

DeKalb County, Georgia
Nonmajor Special Revenue Funds

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

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

Development Fund - to account for operations of the County's development department, whose financing is provided by license and permit fees.

PEG Support Fund - to account for monies collected from cable companies to provide infrastructure for government access channels.

County Jail Fund - to account for monies collected as a result of a 10% penalty on certain court cases, which are used for the construction, operation, and staffing of County detention facilities.

Foreclosure Registry - to account for operations to protect neighborhoods from becoming blighted through a lack of adequate maintenance and security as a result of foreclosed properties.

Victim Assistance Fund - to account for fines assessed in State and Superior Courts in DeKalb County which are used for victim assistance programs.

Recreation Fund - to account for the operations of various recreational activities provided by the County whose financing is through user fees.

Juvenile Services Fund - to account for monies collected under Georgia law for probation services to juvenile offenders which are used for providing treatment to juvenile offenders.

Drug Abuse Treatment and Education Fund - to account for monies collected under Georgia law related to additional penalties on controlled substance offenses which are used for drug abuse treatment and education programs relating to controlled substances and marijuana.

Law Enforcement Confiscated Monies Fund - to account for monies confiscated under Georgia law by DeKalb law enforcement officers related to controlled substance offenses which are used to defray the cost of complex investigations and to purchase equipment relating to said investigations.

Street Lights Fund - to account for street light assessments on County residents and businesses which are used for providing street light services for the County's citizens.

Speed Humps Fund - to account for speed hump assessments on County residents which are used for providing speed hump services for the County's citizens.

Emergency Telephone System Fund - to account for monies collected under Georgia law by the telephone company on behalf of DeKalb County which are used for providing emergency 911 services to residents of the County.

Grant-in-Aid Fund - to account for operations of various grant-in-aid programs. Financing is provided by contributions from various governmental agencies. Such contributions are used only to finance expenditures permitted by the various grant-in-aid contracts and agreements.

2002 Local Law Enforcement Block Grant Fund - to account for year 2002 local law enforcement block grant monies which are used to support law enforcement in the County.

2003 Local Law Enforcement Block Grant Fund - to account for year 2003 local law enforcement block grant monies which are used to support law enforcement in the County.

2004 Local Law Enforcement Block Grant Fund - to account for year 2004 local law enforcement block grant monies which are used to support law enforcement in the County.

2005 Justice Assistance Grant Fund (formerly LLEBG) - to account for year 2005 local law enforcement block grant monies which are used to support law enforcement in the County.

ARRA Fund (American Recovery and Reinvestment Act 2009) - to account for year 2009 stimulus monies which are used to support local governments.

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

Hospital Fund - to account for contractual payments made by the County to the Fulton DeKalb Hospital Authority whose financing is provided by a specific annual property tax levy.

Hotel/Motel Tax Fund - to account for taxes collected by hotels and motels within the County which are used for the promotion of the tourism and convention trade within the County.

Rental Motor Vehicle Tax Fund - to account for taxes collected on motor vehicles rented within the County which is used to fund rental payments on the Porter Sanford III Performing Arts and Center.

Law Library - to account for fees received from State and Superior Courts and used to finance the Law Library's operation and purchase of reference materials.

Alternative Dispute Resolution - to account for fees received from State, Magistrate, Probate, and Superior Courts and used to fund dispute resolution matters.

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Combining Balance Sheet

December 31, 2011

(in thousands of dollars)

	Development	PEG Support	County Jail	Foreclosure Registry	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education	Law Enforcement Confiscated Monies	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid
ASSETS													
Cash and cash equivalents	$ 1,330	$ 1,864	$ 566	$ 805	$ 109	$ -	$ 305	$ 100	$ 8,082	$ 1,898	$ 1,839	$ 8,087	$ 2,119
Taxes receivable (net)	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable (net)	-	-	-	-	-	-	-	-	-	1,758	10	432	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	-	-	-	5,638
Total assets	$ 1,330	$ 1,864	$ 566	$ 805	$ 109	$ -	$ 305	$ 100	$ 8,082	$ 3,656	$ 1,849	$ 8,519	$ 7,757
LIABILITIES AND FUND BALANCES													
Liabilities:													
Accounts and contracts payable	$ 50	$ 15	$ -	$ -	$ -	$ -	$ 3	$ -	$ 183	$ 64	$ 4	$ 593	$ 2,085
Other accrued liabilities	1,051	-	-	-	-	4	-	-	-	2	-	108	95
Advance payments and deposits	-	-	-	-	-	-	-	-	29	-	-	-	-
Due to other funds	-	-	-	-	-	435	-	-	-	-	-	-	-
Due to others	-	-	-	-	-	-	-	-	1,152	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	227	-	-	-	879
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	1,101	15	-	-	-	439	3	-	1,591	66	4	701	3,059
Fund balances:													
Restricted	-	-	-	-	-	-	302	100	6,491			7,818	4,698
Assigned	229	1,849	566	805	109	-	-	-	-	3,590	1,845	-	-
Unassigned	-	-	-	-	-	(439)	-	-	-	-	-	-	-
Total fund balances (deficit)	229	1,849	566	805	109	(439)	302	100	6,491	3,590	1,845	7,818	4,698
Total liabilities and fund balances	$ 1,330	$ 1,864	$ 566	$ 805	$ 109	$ -	$ 305	$ 100	$ 8,082	$ 3,656	$ 1,849	$ 8,519	$ 7,757

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Combining Balance Sheet

December 31, 2011

(in thousands of dollars)

(continued)

	2002 Local Law Enforcement Block Grant	2003 Local Law Enforcement Block Grant	2004 Local Law Enforcement Block Grant	2005 Justice Assistance Grant	ARRA Grant	Fire	Hospital	Hotel / Motel Tax	Rental Motor Vehicle Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
ASSETS												
Cash and cash equivalents	$ -	$ 107	$ -	$ 803	$ 1,393	$ 1,241	$ -	$ 339	$ 914	$ 247	$ 498	$ 32,646
Taxes receivable (net)	-	-	-	-	-	2,677	996	274	129	-	-	4,076
Accounts receivable (net)	-	-	-	-	-	55	-	-	-	5	49	2,309
Due from other funds	8	-	-	-	-	-	-					8
Due from other governments	-	-	-	-	120	-	-	-	-	-	-	5,758
Total assets	$ 8	$ 107	$ -	$ 803	$ 1,513	$ 3,973	$ 996	$ 613	$ 1,043	$ 252	$ 547	$ 44,797
LIABILITIES AND FUND BALANCES												
Liabilities:												
Accounts and contracts payable	$ -	$ -	$ -	$ 5	$ 94	$ 235	$ -	$ 378	$ -	$ 2	$ -	$ 3,711
Other accrued liabilities	-	-	-	1	19	568	-	-	-	-	-	1,848
Due to other funds	-	-	8	-	-	-	2,244	-	-	-	162	2,849
Due to others	-	-	-	-	-	-	-	-	-	-	-	1,152
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	1,106
Deferred revenue	-	-	-	-	-	1,296	489	-	-	-	-	1,785
Total liabilities	-	-	8	6	113	2,099	2,733	378	-	2	162	12,460
Fund balances:												
Restricted	8	107	-	797	1,400	1,874	-	235	1,043	250	385	25,508
Assigned	-	-	-	-	-	-	-	-	-	-	-	8,993
Unassigned	-	-	(8)	-	-	-	(1,737)	-	-	-	-	(2,184)
Total fund balances (deficit)	8	107	(8)	797	1,400	1,874	(1,737)	235	1,043	250	385	32,317
Total liabilities and fund balances	$ 8	$ 107	$ -	$ 803	$ 1,513	$ 3,973	$ 996	$ 613	$ 1,043	$ 252	$ 547	$ 44,797

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

For the Year Ended December 31, 2011
(in thousands of dollars)

REVENUES	Development	PEG Support	County Jail	Foreclosure Registry	Victim Assistance	Recreation	Juvenile Services	Drug Abuse Treatment & Education	Law Enforcement Confiscated Monies	Street Lights	Speed Humps	Emergency Telephone System	Grant-in-Aid
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	3,437	-	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	-	2	-	-	-	-	1	-	-	1	2	10	-
Intergovernmental	-	-	206	-	381	-	-	-	1,581	-	-	-	41,091
Fines and forfeitures	-	-	2,124	854	964	-	-	60	-	-	-	-	-
Charges for services	18	-	-	-	-	864	33	-	-	6,419	303	4	-
Miscellaneous	-	84	-	-	-	-	-	-	19	-	-	10,603	2,918
Total revenues	3,455	86	2,330	854	1,345	864	34	60	1,600	6,420	305	10,617	44,009
EXPENDITURES													
Current:													
General government	-	74	-	-	-	-	-	-	-	-	-	-	8,441
Public safety	-	-	-	-	-	-	-	-	1,917	-	-	10,919	3,834
Civil and criminal court system	-	-	-	-	16	-	31	27	-	-	-	-	3,806
Planning & Development	-	-	-	49	-	-	-	-	-	-	-	-	-
Public works	2,890	-	-	-	-	-	-	-	-	4,645	78	-	988
Community development	-	-	-	-	-	-	-	-	-	-	-	-	13,533
Parks and recreation	-	-	-	-	-	981	-	28	-	-	-	-	517
Health and welfare	-	-	-	-	-	-	-	-	-	-	-	-	5,782
Debt Service													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	2,890	74	-	49	16	981	31	55	1,917	4,645	78	10,919	36,901
Excess (deficiency) of revenues over expenditures	565	12	2,330	805	1,329	(117)	3	5	(317)	1,775	227	(302)	7,108
OTHER FINANCING SOURCES (USES)													
Transfers in	2	-	-	-	-	-	-	-	-	-	-	-	4,555
Transfers out	(441)	-	(2,230)	-	(1,213)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(439)	-	(2,230)	-	(1,213)	-	-	-	-	-	-	-	4,555
Net change in fund balance	126	12	100	805	116	(117)	3	5	(317)	1,775	227	(302)	11,663
Fund balance (deficits) - beginning	103	1,837	466	-	(7)	(322)	299	95	6,808	1,815	1,618	8,120	(6,965)
Fund balance (deficits) - ending	$ 229	$ 1,849	$ 566	$ 805	$ 109	$ (439)	$ 302	$ 100	$ 6,491	$ 3,590	$ 1,845	$ 7,818	$ 4,698

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

For the Year Ended December 31, 2011
(in thousands of dollars)
(continued)

REVENUES	2002 Local Law Enforcement Block Grant	2003 Local Law Enforcement Block Grant	2004 Local Law Enforcement Block Grant	2005 Justice Assistance Grant	ARRA Grant	Fire	Hospital	Hotel / Motel Tax	Rental Motor Vehicle Tax	Law Library	Alternative Dispute Resolution	Total Nonmajor Special Revenue Funds
Taxes	$ -	$ -	$ -	$ -	$ -	$ 52,471	$ 20,004	$ 4,606	$ 661	$ 90	$ -	$ 77,832
Licenses and permits	-	-	-	-	-	-	-	-	-	-	-	3,437
Use of money and property	-	-	-	1	929	-	-	-	1	3	13	963
Intergovernmental	-	-	-	1,009	4,121	-	-	-	-	-	-	48,389
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	4,002
Charges for services	-	-	-	-	-	-	-	-	-	-	-	7,641
Miscellaneous	-	-	-	-	-	72	-	-	350	-	312	14,358
Total revenues	-	-	-	1,010	5,050	52,543	20,004	4,606	1,012	93	325	156,622
EXPENDITURES												
Current:												
General government	-	-	-	-	2,657	-	-	1,943	705	-	-	13,820
Public safety	-	-	-	310	-	49,568	-	-	-	-	-	66,548
Civil and criminal court system	-	-	-	-	-	-	-	-	-	147	593	4,620
Planning & Development	-	-	-	-	-	-	-	-	-	-	-	49
Public works	-	-	-	-	-	-	-	-	-	-	-	8,601
Community development	-	-	-	-	-	-	-	-	-	-	-	13,533
Parks and recreation	-	-	-	-	-	-	-	-	-	-	-	1,526
Health and welfare	-	-	-	-	-	-	20,053	-	-	-	-	25,835
Debt Services												
Principal	-	-	-	-	-	257	-	-	-	-	-	257
Interest	-	-	-	-	-	16	-	-	-	-	-	16
Total expenditures	-	-	-	310	2,657	49,841	20,053	1,943	705	147	593	134,805
Excess (deficiency) of revenues over expenditures	-	-	-	700	2,393	2,702	(49)	2,663	307	(54)	(268)	21,817
OTHER FINANCING SOURCES (USES)												
Transfers in	-	-	-	10	-	-	-	-	-	-	-	4,567
Transfers out	-	-	-	-	-	(1,503)	-	(2,718)	-	-	-	(8,105)
Total other financing sources (uses)	-	-	-	10	-	(1,503)	-	(2,718)	-	-	-	(3,538)
Net change in fund balance	-	-	-	710	2,393	1,199	(49)	(55)	307	(54)	(268)	18,279
Fund balance (deficits) - beginning	8	107	(8)	87	(993)	675	(1,688)	290	736	304	653	14,038
Fund balance (deficits) - ending	$ 8	$ 107	$ (8)	$ 797	$ 1,400	$ 1,874	$ (1,737)	$ 235	$ 1,043	$ 250	$ 385	$ 32,317

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

Non-GAAP Budget Basis (in thousands of dollars)

	Development			PEG Support			Foreclosure Registry		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Licenses and permits	$ 3,996	$ 4,664	$ 668			$ -			$ -
Charges for services	16	19	3	-	-	-	854	854	-
Investment income	(4)	-	4	10	2	(8)	-	-	-
Miscellaneous	(10)	(46)	(36)	145	84	(61)	-		-
Total revenues	3,998	4,637	639	155	86	(69)	854	854	-
Expenditures:									
Current:									
General government	-	-	-	1,999	66	(1,933)	-	-	-
Planning & development	2,995	2,237	(758)	-	-	-	49	49	-
Public Works	703	676	(27)	-	-	-	-	-	-
Total expenditures	3,698	2,913	(785)	1,999	66	(1,933)	49	49	-
Excess (deficiency) of revenues over expenditures	300	1,724	1,424	(1,844)	20	1,864	805	805	-
Other financing sources (uses):									
Transfers in	2	-	(2)	-	-	-	-	-	-
Transfers out	(441)	(441)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(139)	1,283	1,422	(1,844)	20	1,864	805	805	-
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 1,283			$ 20			$ 805	
Differences - budget basis to GAAP:									
Net change in revenues		(1,180)			-			-	
Net change in expenditures		23			(8)			-	
Net change in fund balance - GAAP basis		$ 126			$ 12			$ 805	

(continued)

The Foreclosure Registry Fund was added mid-year.

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	County Jail			Victim Assistance			Recreation		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	$ 180	$ 206	$ 26	$ 300	$ 381	$ 81	$ 1,000	$ 872	$ (128)
Charges for services	-	-	-	-	-	-	-	-	-
Fines and forfeitures	1,586	2,124	538	950	964	14	-	-	-
Miscellaneous								(8)	(8)
Total revenues	1,766	2,330	564	1,250	1,345	95	1,000	864	(136)
Expenditures:									
Current:									
Civil and criminal court system - district attorney	-		-	17	16	(1)	-	-	-
Parks and recreation	-	-	-	-	-	-	684	982	298
Total expenditures	-	-	-	17	16	(1)	684	982	298
Excess (deficiency) of revenues over expenditures	1,766	2,330	564	1,233	1,329	96	316	(118)	(434)
Other financing sources (uses):									
Transfers out	(2,232)	(2,230)	2	(1,226)	(1,213)	13	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(466)	100	566	7	116	109	316	(118)	(434)
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 100			$ 116			$ (118)	
Differences - budget basis to GAAP:									
Net change in revenues		-			-			-	
								-	
Net change in expenditures		-			-			1	
Net change in fund balance - GAAP basis		$ 100			$ 116			$ (117)	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	Juvenile Services			Drug Abuse Treatment & Education			Law Enforcement Confiscated Monies		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	$ 40	$ 33	$ (7)	$ 18	$ 60	$ 42	$ 1,463	$ 1,508	$ 45
Charges for services	1	1	-		-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	2	-	(2)	-	12	12
Miscellaneous	-	-	-	-	-	-	-	19	19
Total revenues	41	34	(7)	20	60	40	1,463	1,539	76
Expenditures:									
Current:									
Public safety - police	-	-	-		-	-	8,218	1,857	(6,361)
Civil and criminal court system - sheriff	-	-	-	-	-	-	-	-	-
Civil and criminal court system - juvenile court	340	28	(312)	-	-	-	-	-	-
Civil and criminal court system - district attorney	-	-	-	116	57	(59)	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Total expenditures	340	28	(312)	116	57	(59)	8,218	1,857	(6,361)
Excess (deficiency) of revenues over expenditures	(299)	6	305	(96)	3	99	(6,755)	(318)	6,437
Other financing sources (uses):									
Transfer In	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(299)	6	305	(96)	3	99	(6,755)	(318)	6,437
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 6			$ 3			$ (318)	
Differences - budget basis to GAAP:									
Net change in revenues		-			-			-	
Net change in expenditures		(3)			2			1	
Net change in fund balance - GAAP basis		$ 3			$ 5			$ (317)	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	Street Lights			Speed Humps			Emergency Telephone System		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Charges for services	$ 4,533	$ 4,978	$ 445	$ 250	$ 304	$ 54	$ -	$ 4	$ 4
Investment income	-	-	-	3	2	(1)	10	11	1
Miscellaneous	(1)	1	2	-	-	-	11,424	10,258	(1,166)
Total revenues	4,532	4,979	447	253	306	53	11,434	10,273	(1,161)
Expenditures:									
Current:									
Public safety	-	-	-	-	-	-	19,805	10,579	(9,226)
Public works - transportation	6,082	4,630	(1,452)	1,877	93	(1,784)	-	-	-
Public works - roads and drainage	-	-	-	-	-	-	-	-	-
Total expenditures	6,082	4,630	(1,452)	1,877	93	(1,784)	19,805	10,579	(9,226)
Excess (deficiency) of revenues over expenditures	(1,550)	349	1,899	(1,624)	213	1,837	(8,371)	(306)	8,065
Other financing sources (uses):									
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,550)	349	1,899	(1,624)	213	1,837	(8,371)	(306)	8,065
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 349			$ 213			$ (306)	
Differences - budget basis to GAAP:									
Net change in revenues		1,442			1			313	
Net change in expenditures		(16)			13			(309)	
Net change in fund balance - GAAP basis		$ 1,775			$ 227			$ (302)	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	Grant-in-Aid			2002 Local Law Enforcement Block Grant			2003 Local Law Enforcement Block Grant		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	$ 55,960	$ 32,665	$ (23,295)	$ -	$ -	$ -	$ 28	$ -	$ (28)
Investment income							$ 379		$ (379)
Deferred revenue	(4,941)	2,918	7,859	-	-	-	-	-	
Total revenues	51,019	35,583	(15,436)	-	-	-	407	-	(407)
Expenditures:									
Current:									
General government:									
Registrar and elections	-	-	-	-	-	-	-	-	
Cooperative extension	-	-	-	-	-	-	-	-	
Keep DeKalb beautiful	16	-	(16)	-	-	-	-	-	
Arts, culture, and entertainment	-	-	-	-	-	-		-	
Workforce development	13,210	5,652	(7,558)	-	-	-			
Total general government	13,226	5,652	(7,574)	-	-	-	-	-	
Public safety:							-	-	
Police	6,198	2,096	(4,102)	21	-	(21)	16	-	(16)
Fire and rescue services	4,532	1,671	(2,861)	-	-	-	-	-	
Total public safety	10,730	3,767	(6,963)	21	-	(21)	16	-	(16)
Civil and criminal court system:									
Sheriff	1,324	680	(644)	-	-	-	-	-	
Juvenile court	228	148	(80)	-	-	-	-	-	
Superior court	933	543	(390)	-	-	-	-	-	
State court	1	-	(1)	-	-	-	-	-	
Solicitor	1,130	142	(988)	-	-	-	-	-	
District attorney	1,231	1,732	501	-	-	-	-	-	
Public Defender	278	94	(184)						
Magistrate court	1,142	435	(707)	-	-	-	-	-	
Total civil and criminal court system	6,267	3,774	(2,493)	-	-	-	-	-	
Public works:									
Administration	1,248	988	(260)	-	-	-	-	-	
Fleet maintenance	-	-	-	-	-	-	-	-	
Sanitation	13	-	(13)	-	-	-	-	-	
Total public works	1,261	988	(273)	-	-	-	-	-	
Human and community development	27,569	13,680	(13,889)	-	-	-	-	-	
Parks and recreation	152	514	362	-	-	-	-	-	
Health and welfare:									
Public health	1	-	(1)	-	-	-	-	-	
Senior citizens services	3,946	2,882	(1,064)	-	-	-	-	-	
Human and community development	2,375	1,241	(1,134)						
Family and children services	679	1,987	1,308	-	-	-	-	-	
Total health and welfare	7,001	6,110	(891)	-	-	-	-	-	
Non-departmental	1,680	1,121	(559)	-	-	-	-	-	
Total expenditures	67,886	35,606	(32,280)	21	-	(21)	16	-	(16)
Excess (deficiency) of revenues over expenditures	(16,867)	(23)	16,844	(21)	-	(21)	391	-	(391)
Other financing sources (uses):									
Transfers in	1,658	4,555	2,897	-	-	-	-	-	
Transfers out	-	-	-	-	-	-	-	-	
Excess (deficiency) of revenues and other sources over expenditures and other uses over expenditures and other uses	(15,209)	4,532	19,741	(21)	-	21	391	-	(391)
Explanation of differences between budget basis and GAAP:		-							
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 4,532			$ -			$ -	
Differences - budget basis to GAAP:									
Net change in revenues		5,638			-			-	
Net change in expenditures		1,493			-			-	
Net change in fund balance - GAAP basis		$ 11,663			$ -			$ -	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	2004 Local Law Enforcement Block Grant			2005 Justice Assistance Grant			Grants - ARRA		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Intergovernmental	$ 188	$ -	$ (188)	$ 1,143	$ 366	$ (777)	$ (2,822)	$ 3,924	$ 6,746
Investment income	(3)	-	3	1	1	-	3	4	1
Total revenues	185	-	(185)	1,144	367	(777)	(2,819)	3,928	6,747
Expenditures:									
Current:									
Public safety - police	-	-	-	1,725	160	(1,565)	5,793	1,885	(3,908)
Total expenditures	-	-	-	1,725	160	(1,565)	5,793	1,885	(3,908)
Excess (deficiency) of revenues over expenditures	185	-	(185)	(581)	207	788	(8,612)	2,043	10,655
Other financing sources (uses):									
Transfers in	-	-	-	96	10	(86)	236	-	(236)
Excess (deficiency) of revenues and other sources over expenditures and other uses	185	-	(185)	(485)	217	702	(8,376)	2,043	10,419
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ -			$ 217			$ 2,043	
Differences - budget basis to GAAP:									
Net change in revenues		-			491			-	
Net change in expenditures		-			2			350	
								-	
Net change in fund balance - GAAP basis		$ -			$ 710			$ 2,393	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	Fire			Hospital			Hotel / Motel Tax		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Property taxes	$ 36,872	$ 40,437	$ 3,565	$ 15,995	$ 14,945	$ (1,050)		$ -	$ -
Sales taxes	14,065	12,104	(1,961)	5,511	5,145	(366)	-	-	-
Other taxes	-	-	-	-	-	-	1,200	4,342	3,142
Intergovernmental	-	-	-	-	-	-	-	-	-
Investment income	(61)	(10)	51	(42)	(8)	34	-	-	-
Miscellaneous	15	23	8	-	(1)	(1)	-	-	-
Total revenues	50,891	52,554	1,663	21,464	20,081	(1,383)	1,200	4,342	3,142
Expenditures:									
Current:									
General government	2,427	2,193	(234)	-	-	-	1,480	1,565	85
Health and welfare - hospital	-		-	20,087	20,044	(43)	-	-	-
Public safety - fire and rescue services	48,990	47,755	(1,235)	-	-	-	-	-	-
Total expenditures	51,417	49,948	(1,469)	20,087	20,044	(43)	1,480	1,565	85
Excess (deficiency) of revenues over expenditures	(526)	2,606	3,132	1,377	37	(1,340)	(280)	2,777	3,057
Other financing sources (uses):									
Transfers out	(1,504)	(1,504)	-	-	-	-	-	(2,718)	(2,718)
Excess (deficiency) of revenues and other sources over expenditures and other uses	(2,030)	1,102	3,132	1,377	37	(1,340)	(280)	59	339
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 1,102			$ 37			$ 59	
Differences - budget basis to GAAP:									
Net change in revenues		(11)			(86)			264	
Net change in expenditures		108			-			(378)	
Net change in fund balance - GAAP basis		$ 1,199			$ (49)			$ (55)	

(continued)

DeKalb County, Georgia

Nonmajor Special Revenue Funds

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

For the Year Ended December 31, 2011

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

	Rental Motor Vehicle Tax			Law Library			Alternative Dispute Resolution		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Other taxes	$ 497	595	98	$ -	-	-	$ -	-	-
Investment income	3	1	(2)	3	-	(3)	13	13	-
Miscellaneous	-	350	350	91	94	3	312	312	-
Total revenues	500	946	446	94	94	-	325	325	-
Expenditures:									
Current:									
Arts, culture, and entertainment	892	724	(168)	-	-	-	-	-	-
Civil and criminal court system:	-	-	-	147	146	(1)	595	595	-
Total expenditures	892	724	(168)	147	146	(1)	595	595	-
Excess (deficiency) of revenues over expenditures	(392)	222	614	(53)	(52)	1	(270)	(270)	-
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(392)	222	614	(53)	(52)	1	(270)	(270)	-

Explanation of differences between budget basis and GAAP:			
Deficiency of revenues and other sources over expenditures and other uses - budget basis	$ 222	$ (52)	$ (270)
Differences - budget basis to GAAP:			
Net change in revenues	85	-	$ 2
Net change in expenditures		(2)	-
Net change in fund balance - GAAP basis	$ 307	$ (54)	$ (268)

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Debt Service Funds

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

General Obligation Bonds Debt Service Fund - to account for taxes levied to fund the principal and interest requirements on county-wide general obligation bond issues of the County.

Special Tax District General Obligation Bonds Debt Service Fund - to account for taxes levied to fund the principal and interest requirements on general obligation bond issues for unincorporated areas of the County.

Public Safety and Judicial Facilities Authority Revenue Bonds Debt Service Fund - to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Public Safety and Judicial Facilities Authority.

Building Authority Revenue Bonds Debt Service Fund - to account for rental and other revenues used to fund the principal and interest requirements on revenue bonds issued by the Building Authority.

Urban Redevelopment Agency Bonds Debt Service Fund - to account for payments made for principal and interest requirements, paying agent and other fees for certain projects within an urban development area designated recovery zones.

DeKalb County, Georgia
Nonmajor Debt Service Funds
Combining Balance Sheet
December 31, 2011
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Urban Redevelopment Agency Debt Service	Total Nonmajor Debt Service Funds
ASSETS						
Cash and cash equivalents	$ 9,529	$ 2,063	$ 33	$ 125	$ -	$ 11,750
Taxes receivable (net)	665	2,568	-	-	-	3,233
Total Assets	$ 10,194	$ 4,631	$ 33	$ 125	$ -	14,983
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts and contracts payable	$ -	$ -	$ -	$ -	$ -	$ -
Due to other funds	-		-	-	-	-
Deferred revenue	435	2,344	-	-	-	2,779
Total Liabilities	435	2,344	-	-	-	2,779
Restricted fund balance (deficits)	9,759	2,287	33	125	-	12,204
Total liabilities and fund balances	$ 10,194	$ 4,631	$ 33	$ 125	$ -	$ 14,983

DeKalb County, Georgia
Nonmajor Debt Service Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the Year Ended December 31, 2011
(in thousands of dollars)

	General Obligation Bonds Debt Service	Special Tax District General Obligation Bonds Debt Service	Public Safety Judicial Authority Debt Service	Building Authority Revenue Bonds Debt Service	Urban Redevelopment Agency Debt Service	Total Nonmajor Debt Service Funds
REVENUES						
Taxes	$ 18,350	$ 17,926	$ -	$ -	$ -	$ 36,276
Use of money and property	-	12	3,090	3,735	597	7,434
Total revenues	18,350	17,938	3,090	3,735	597	43,710
EXPENDITURES						
General government	2	-	-	-	-	2
Debt service:						
Principal	6,195	16,030	1,093	2,110	210	25,638
Interest	3,381	11,636	2,000	1,606	387	19,010
Total debt service	9,576	27,666	3,093	3,716	597	44,648
Total expenditures	9,578	27,666	3,093	3,716	597	44,650
Excess (deficiency) of revenues over expenditures	8,772	(9,728)	(3)	19	-	(940)
OTHER FINANCING SOURCES (USES)						
Net change in fund balance	8,772	(9,728)	(3)	19	-	(940)
Fund balance - beginning	987	12,015	36	106	-	13,144
Fund balance (deficits) - ending	$ 9,759	$ 2,287	$ 33	$ 125	$ -	$ 12,204

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Debt Service Funds

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

For the Year Ended December 31, 2011

Non-GAAP Budget Basis (in thousands of dollars)

	General Obligation Bonds Debt Service			General Obligation Special Tax District Bonds Debt Service		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:						
Property taxes	$ 9,026	$ 18,484	$ 9,458	$ 16,305	$ 18,429	$ 2,124
Investment income	(58)	(5)	53	90	15	(75)
Total revenues	8,968	18,479	9,511	16,395	18,444	2,049
Expenditures:						
Debt service	9,596	9,578	(18)	27,683	27,669	(14)
Excess (deficiency) of revenues over expenditures	(628)	8,901	9,529	(11,288)	(9,225)	2,063
Other financing sources (uses):						
Transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(628)	8,901	9,529	(11,288)	(9,225)	2,063

Explanation of differences between budget basis and GAAP:		
Deficiency of revenues and other sources over expenditures and other uses - budget basis	$ 8,901	$ (9,225)
Differences - budget basis to GAAP:		
Net change in revenues	(66)	1,084
Net change in expenditures	(63)	(1,587)
Net change in fund balance - GAAP basis	$ 8,772	$ (9,728)

(continued)

DeKalb County, Georgia

Nonmajor Debt Service Funds

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

For the Year Ended December 31, 2011

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

	Building Authority Revenue Bonds Debt Service			Public Safety Judicial Authority Revenue Bonds Debt Service			Urban Redevelopment Agency Debt Service		
	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)	Final Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget Over (Under)
Revenues:									
Investment income	$ -	$ 4	$ 4	$ -	$ (2)	$ (2)	$ -	$ -	$ -
Miscellaneous	3,731	3,733	2	3,105	3,092	(13)	598	597	(1)
Total revenues	3,731	3,737	6	3,105	3,090	(15)	598	597	(1)
Expenditures:									
Debt service	3,838	3,718	(120)	3,141	3,093	(48)	598	597	(1)
Excess (deficiency) of revenues over expenditures	(107)	19	126	(36)	(3)	33	-	-	-
Other financing sources (uses):									
Transfers out	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(107)	19	126	(36)	(3)	33	-	-	-
Explanation of differences between budget basis and GAAP:									
Deficiency of revenues and other sources over expenditures and other uses - budget basis		$ 19			$ (3)			$ -	
Differences - budget basis to GAAP:									
Net change in revenues		-			-			-	
Net change in expenditures		-			-			-	
Net change in fund balance - GAAP basis		$ 19			$ (3)			$ -	

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Capital Projects Funds

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

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

1987 Parks Bonds Fund - to account for the proceeds of the 1987 General Obligation Bond issue and the related capital expenditures for parks.

Jail Bonds Fund - to account for the proceeds of the 1991 General Obligation Bond issue and the 1998 General Obligation Bond issue and the related capital expenditures for a new County jail.

Health Facilities Bonds Fund - to account for the proceeds of the 1993 General Obligation Bond issue and the related capital expenditures for health facilities.

2001 Parks Bonds Fund - to account for the proceeds of the 2001 General Obligation Bond issue and the related capital expenditures for parks.

HOST Capital Projects Fund - to account for the proceeds from the homestead option sales tax revenues designated for capital projects.

Capital Improvement Projects Fund - to account for all other monies related to capital expenditures of the County's governmental funds.

COPS Bond Projects Fund - to account for the proceeds of the 2003 Certificate of Participation Bond issue and the related capital expenditures.

Public Safety and Judicial Facilities Authority Projects Fund - to account for the proceeds of the 2004 Revenue Bond issue and the related capital projects for purchase and renovation of various buildings for the Public Safety Department.

Building Authority Juvenile Court Project Fund - to account for the proceeds of the 2003 and 2005 Revenue Bonds and the related expenditures for the construction of a juvenile court facility for the County.

Urban Redevelopment Agency Bonds Fund - to account for the proceeds of the 2010 Recovery Zone Economic Development Bonds issue and the related capital projects for the renovation and relocation of various buildings.

ARRA (Amercian Recovery and Reinvestment Act 2009) Project fund - to account for proceeds from the year 2009 stimulus for capital projects.

HUD Section 108 Fund - to account for the guaranteed proceeds from HUD Section 108 used to fund the construction of two community centers and a senior center.

DeKalb County, Georgia

Nonmajor Capital Project Funds

Combining Balance Sheet

December 31, 2011

(in thousands of dollars)

	1987 Parks Bonds	Jail Bonds	Health Facilities Bonds	2001 Parks Bonds	HOST Capital Projects	Capital Improvement Projects	COPS Bond Projects	Public Safety Judicial Facilities Authority Projects	Building Authority Juvenile Court Project	Urban Redevelopment Agency	HUD Section 108	ARRA Capital Project	Total Nonmajor Capital Project Funds
ASSETS													
Cash and cash equivalents	$ 62	$ 221	$ 126	$ 33,241	$ -	$ 10,207	$ 1,334	$ 970	$ 426	$ 7,479	$ 1,000	$ 2,899	$ 57,965
Due from other governments	-	-	-	-	303	1,279	-	-	-	-	-	561	2,143
Total assets	$ 62	$ 221	$ 126	$ 33,241	$ 303	$ 11,486	$ 1,334	$ 970	$ 426	$ 7,479	$ 1,000	$ 3,460	$ 60,108
LIABILITIES AND FUND BALANCES													
Liabilities:													
Accounts and contracts payable	$ -	$ -	$ -	$ 468	$ 237	$ 994	$ 1	$ 111	$ -	$ 4	$ -	$ 27	$ 1,842
Due to other funds	-	-	-	-	4,670	-	-	-	-	-	-	-	4,670
Unearned revenue	-	-	-	-	-	320	-	-	-	-	-	-	320
Total liabilities	-	-	-	468	4,907	1,314	1	111	-	4	-	27	6,832
Fund balances:													
Restricted	62	221	126	32,773	1,222		1,333	859	426	7,475	1,000	3,433	48,930
Assigned	-	-	-	-	-	10,172	-	-	-	-	-	-	10,172
Unassigned	-	-	-	-	(5,826)	-	-	-	-	-	-	-	(5,826)
Total fund balances	62	221	126	32,773	(4,604)	10,172	1,333	859	426	7,475	1,000	3,433	53,276
Total liabilities and fund balances	$ 62	$ 221	$ 126	$ 33,241	$ 303	$ 11,486	$ 1,334	$ 970	$ 426	$ 7,479	$ 1,000	$ 3,460	$ 60,108

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Capital Project Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)

For the Year Ended December 31, 2010

(in thousands of dollars)

Revenues	1987 Parks Bonds	Jail Bonds	Health Facilities Bonds	2001 Parks Bonds	HOST Capital Projects	Capital Improvement Projects	COPS Bond Projects	Public Safety Judicial Facilities Authority Projects	Building Authority Juvenile Court Project	Urban Redevelopment Agency	HUD Section 108	ARRA Capital Project	Total Nonmajor Capital Project Funds
Use of money and property	$ -	$ -	$ -	$ 43	$ -	$ -	$ -	$ -	$ 1	$ 17	$ -	$ -	$ 61
Intergovernmental	-	-	-	-	907	4,518	-	-	-	-	1,000	4,248	10,673
Miscellaneous	-	-	-	-	-	902	-	-	-	-	-	-	902
Total revenues	-	-	-	43	907	5,420	-	-	1	17	1,000	4,248	11,636
Expenditures													
Capital outlay:											-		
General government	-	-	-	-	2,853	5,688	-	-	-	418	-	1,389	10,346
Public safety	-	-	-	-	-	636	-	847	-		-	-	1,683
Civil and criminal court system	-	-	-	-	-	-	380	-	2		-	-	382
Planning & development	-	-	-	-	-	769	-	-	-		-	-	769
Public works	-	-	-	-	55	11,895	-	-	-		-	-	11,950
Parks and recreation	-	-	-	6,244	-	-	-	-			-	-	6,244
Total expenditures	-	-	-	6,244	2,908	19,186	380	847	2	418	-	1,389	31,374
Excess (deficiency) of revenues over expenditures	-	-	-	(6,201)	(2,001)	(13,766)	(380)	(847)	(1)	(401)	1,000	2,859	(19,738)
Other Financing Sources (Uses)													
Issuance of Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	11,589	-	-	-			-	11,589
Transfers out	-	-	-	-	-	(9,748)	-	-	-			-	(9,748)
Total other financing sources (uses)	-	-	-	-	-	1,841	-	-	-	-	-	-	1,841
Net change in fund balance	-	-	-	(6,201)	(2,001)	(11,925)	(380)	(847)	(1)	(401)	1,000	2,859	(17,897)
Fund balance - beginning	62	221	126	38,974	(2,603)	22,097	1,713	1,706	427	7,876	-	574	71,173
Fund balance (deficits) - ending	$ 62	$ 221	$ 126	$ 32,773	$ (4,604)	$ 10,172	$ 1,333	$ 859	$ 426	$ 7,475	$ 1,000	$ 3,433	$ 53,276

See accompanying independent auditors' report.

DeKalb County, Georgia

Nonmajor Proprietary Funds

The following Nonmajor Proprietary Funds are used by the County:

DeKalb Peachtree Airport Fund - to account for the provision of airport services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

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

DeKalb County, Georgia
Nonmajor Proprietary Funds
Combining Statement of Net Assets
December 31, 2011
(in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
ASSETS			
Current assets:			
Cash and cash equivalents	$ 16,546	$ 13,109	$ 29,655
Accounts receivable (net)	216	1,538	1,754
Due from other governments	1,232	167	1,399
Total current assets	17,994	14,814	32,808
Noncurrent assets:			
Capital assets (net)	61,465	33,260	94,725
Total assets	79,459	48,074	127,533
LIABILITIES			
Current liabilities:			
Accounts payable	209	746	955
Other accrued liabilities	19	63	82
Claims & Judgments payable, current portion	-	115	115
Compensated absences payable	92	312	404
Advance payments and deposits	34	-	34
Unearned revenue	-	795	795
Total current liabilities	354	2,031	2,385
Noncurrent liabilities:			
OPEB Obligation	3,738	-	3,738
Compensated absences payable	12	-	12
Total noncurrent liabilities	3,750	-	3,750
Total liabilities	4,104	2,031	6,135
NET ASSETS			
Invested in capital assets, net of related debt	61,465	33,260	94,725
Unrestricted (deficit)	13,890	12,783	26,673
Total net assets	$ 75,355	$ 46,043	$ 121,398

See accompanying independent auditors' report.

DeKalb County, Georgia
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended December 31, 2011
(in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Operating revenues:			
Rental fees	$ 5,197	$ -	$ 5,197
Intergovernmental	1,232	921	2,153
Charges for services	-	17,396	17,396
Total operating revenues	6,429	18,317	24,746
Operating expenses:			
Salaries and employee benefits	1,984	3,826	5,810
Supplies	393	133	526
Operating services and charges	1,254	12,432	13,686
Depreciation and amortization	429	361	790
Total operating expenses	4,060	16,752	20,812
Operating income	2,369	1,565	3,934
Nonoperating revenues:			
Interest income	19	5	24
Transfers in	1	9,748	9,749
Change in net assets	2,389	11,318	13,707
Net assets - beginning	72,966	34,725	107,691
Net assets - ending	$ 75,355	$ 46,043	$ 121,398

See accompanying independent auditors' report.

DeKalb County, Georgia
Nonmajor Enterprise Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2011
(in thousands of dollars)

	DeKalb Peachtree Airport	Stormwater Utility	Total
Cash flows from operating activities:			
Cash received from customers	$ 3,918	$ 16,074	$ 19,992
Cash payments to suppliers for goods and services	(699)	(11,902)	(12,601)
Cash payments to employees for services	(1,984)	(3,826)	(5,810)
Other operating revenues	1,232	921	2,153
Net cash provided by operating activities	2,467	1,267	3,734
Cash flows from noncapital financing activities:			
Transfers from other funds	1	9,748	9,749
Net cash required by noncapital financing activities	1	9,748	9,749
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(1,116)	(672)	(1,788)
Capital donations	-	-	-
Net cash required by capital and related financing activities	(1,116)	(672)	(1,788)
Cash flows from investing activities:			
Interest on investments	19	5	24
Net cash provided by investing activities	19	5	24
Net increase (decrease) in cash and cash equivalents	1,371	10,348	11,719
Cash and cash equivalents at beginning of year	15,175	2,761	17,936
Cash and cash equivalents at end of year	$ 16,546	$ 13,109	$ 29,655
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	$ 2,369	$ 1,565	$ 3,934
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation and amortization	429	361	790
OPEB obligation	689	-	689
Change in assets and liabilities:			
(Increase) decrease in receivables	(1,279)	(1,322)	(2,601)
Increase (decrease) in payables	259	701	960
Increase (decrease) in other liabilities	1	(38)	(37)
Increase (decrease) in advance deposits	(1)	-	(1)
Net cash provided by operating activities	$ 2,467	$ 1,267	$ 3,734

See accompanying independent auditors' report.

DeKalb County, Georgia

Internal Service Funds

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

The following Internal Service Funds are maintained by the County:

Vehicle Maintenance Fund - to account for operations of the County's Vehicle Maintenance Department which maintains and repairs all of the County's vehicles.

Vehicle Replacement Fund - to account for all purchases and dispositions of the County's vehicles.

Risk Management Fund - to account for all of the County's risk management-related revenues and expenditures. This includes unemployment compensation insurance, group health and life insurance, general liability insurance, and workers' compensation insurance.

DeKalb County, Georgia
Internal Service Funds
Combining Statement of Net Assets (Deficit)
December 31, 2011
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Total
ASSETS				
Current assets:				
Cash and cash equivalents	$ -	$ 1,609	$ 2,654	$ 4,263
Due from other funds	-	14,197	2,244	16,441
Inventories and prepaid items	2,988	-	2,480	5,468
Total current assets	2,988	15,806	7,378	26,172
Noncurrent assets:				
Capital assets (net)	1,160	35,467	-	36,627
Total assets	4,148	51,273	7,378	62,799
LIABILITIES				
Current liabilities:				
Accounts payable	3,924	86	3,001	7,011
Claims and judgments payable, current portion	-	-	5,778	5,778
Compensated absences payable	467	-	-	467
Other accrued liabilities	111	-	-	111
Due to other funds	596	-	-	596
Total current liabilities	5,098	86	8,779	13,963
Noncurrent liabilities:				
Claims and judgments payable, long-term portion		-	4,905	4,905
OPEB Obligation	23,001	-	-	23,001
Compensated absences payable	114	-	-	114
Total long-term liabilities	23,115	-	4,905	28,020
Total liabilities	28,213	86	13,684	41,983
NET ASSETS (DEFICIT)				
Invested in capital assets	1,160	60,968	-	62,128
Unrestricted (deficit)	(25,225)	(9,781)	(6,306)	(41,312)
Total net assets (deficit)	$ (24,065)	$ 51,187	$ (6,306)	$ 20,816

See accompanying independent auditors' report.

DeKalb County, Georgia

Internal Service Funds

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

For the Year Ended December 31, 2011
(In thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Operating revenues:				
Charges for services	$ 29,763	$ 14,492	$ 96,194	$ 140,449
Intergovernmental	207	-	-	207
Other financing sources	-	831	-	831
Miscellaneous	176	-	-	176
Total operating revenues	30,146	15,323	96,194	141,663
Operating expenses:				
Salaries and employee benefits	11,709	-	-	11,709
Supplies	18,754	-	-	18,754
Operating services and charges	4,023	7,422	101,769	113,214
Miscellaneous	630	-	-	630
Depreciation	257	13,368	-	13,625
Total operating expenses	35,373	20,790	101,769	157,932
Operating income (loss)	(5,227)	(5,467)	(5,575)	(16,269)
Other income (expense):				
Interest income		23		23
Loss on sale of capital assets	-	(148)	-	(148)
Transfer out	(566)	(10,972)	-	(11,538)
Change in net assets	(5,793)	(16,564)	(5,575)	(27,932)
Net assets (deficit)	(18,272)	67,751	(731)	48,748
Net assets (deficit) - ending	$ (24,065)	$ 51,187	$ (6,306)	$ 20,816

See accompanying independent auditors' report.

DeKalb County, Georgia

Internal Service Funds

Combining Statement of Cash Flows

Year Ended December 31, 2011
(in thousands of dollars)

	Vehicle Maintenance	Vehicle Replacement	Risk Management	Totals
Cash flows from operating activities:				
Receipt by interfund services provided	$ 30,146	$ 28,909	$ 103,307	$ 162,362
Cash payments to suppliers for goods and services	(17,859)	(7,513)	(103,271)	(128,643)
Cash payments to employees for services	(11,709)	-	-	(11,709)
Net cash provided by operating activities	578	21,396	36	22,010
Cash flows from noncapital financing activities:				
Transfers (to) from other funds	(566)	(10,972)	-	(11,538)
Net cash provided by noncapital financing activities	(566)	(10,972)	-	(11,538)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(12)	(10,212)	-	(10,224)
Proceeds from sale of capital assets	-	148	-	148
Net cash required by capital and related financing activities	(12)	(10,064)	-	(10,076)
Cash flows from investing activities:				
Interest on investments	-	23	-	23
Net cash provided by investing activities	-	23	-	23
Net increase in cash and cash equivalents	-	383	36	419
Cash and cash equivalents at beginning of year	-	1,226	2,618	3,844
Cash and cash equivalents at end of year	$ -	$ 1,609	$ 2,654	$ 4,263
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	$ (5,227)	$ (5,467)	$ (5,575)	$ (16,269)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	257	13,368	-	13,625
OPEB Obligation	3,898	-	-	3,898
Change in assets and liabilities:				
(Increase) decrease in receivables	-	13,586	7,113	20,699
(Increase) decrease in inventories and prepaid expenses	(570)	-	(11)	(581)
Increase (decrease) in payables	2,218	(91)	(1,491)	636
Increase (decrease) in other liabilities	2	-	-	2
Net cash provided by operating activities	$ 578	$ 21,396	$ 36	$ 22,010

See accompanying independent auditors' report.

DeKalb County, Georgia

Agency Funds

Tax Commissioner - to account for all real, personal, tangible, and intangible recording taxes collected and forwarded to the County and other governmental units.

Sheriff - to account for collection fees, proceeds from judicial sales, bond forfeitures, and cash bonds, which are disbursed to other elected officials and agencies, the County, and individuals. The Sheriff also collects, maintains, and disburses monies for civil suits and minors per court order.

Seized Property - to account for monies seized by Public Safety during arrests. These monies are either returned to victims, the arrested party, or forfeited to the County.

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

Clerk of Superior Court	Probate Court
State Court	Magistrate Court
Juvenile Court	State Court Probation

DeKalb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
Year Ended December 31, 2011
(in thousands of dollars)

	Balance 12/31/2010	Additions	Deductions	Balance 12/31/2011
TAX COMMISSIONER				
ASSETS				
Cash and Cash Equivalents	$ 12,615	$ 977,503	$ 975,749	$ 14,369
Total Assets	$ 12,615	$ 977,503	$ 975,749	$ 14,369
LIABILITIES				
Due to Others	$ 12,615	$ 977,503	$ 975,749	$ 14,369
SHERIFF				
ASSETS				
Cash and Cash Equivalents	$ 5,219	$ 3,381	$ 3,574	$ 5,026
LIABILITIES				
Due to Others	$ 5,219	$ 3,381	$ 3,574	$ 5,026
CLERK OF SUPERIOR COURT				
ASSETS				
Cash and Cash Equivalents	$ 2,683	$ 19,018	$ 19,397	$ 2,304
LIABILITIES				
Due to Others	$ 2,683	$ 19,018	$ 19,397	$ 2,304
STATE COURT				
ASSETS				
Cash and Cash Equivalents	$ 1,756	$ 10,068	$ 9,945	$ 1,879
LIABILITIES				
Due to Others	$ 1,756	$ 10,068	$ 9,945	$ 1,879
JUVENILE COURT				
ASSETS				
Cash and Cash Equivalents	$ 14	$ 98	$ 98	$ 14
LIABILITIES				
Due to Others	$ 14	$ 98	$ 98	$ 14

	Balance 12/31/2010	Additions	Deductions	Balance 12/31/2011
PROBATE COURT				
ASSETS				
Cash and Cash Equivalents	$ 394	$ 1,380	$ 1,399	$ 375
LIABILITIES				
Due to Others	$ 394	$ 1,380	$ 1,399	$ 375
MAGISTRATE COURT				
ASSETS				
Cash and Cash Equivalents	$ 613	$ 8,639	$ 8,345	$ 907
LIABILITIES				
Due to Others	$ 613	$ 8,639	$ 8,345	$ 907
STATE COURT PROBATION				
ASSETS				
Cash and Cash Equivalents	$ 229	$ 2,983	$ 2,918	$ 294
LIABILITIES				
Due to Others	$ 229	$ 2,983	$ 2,918	$ 294
SEIZED PROPERTY				
ASSETS				
Cash and Cash Equivalents	$ 614	$ 150	$ 83	$ 681
LIABILITIES				
Due to Others	$ 614	$ 150	$ 83	$ 681
TOTALS				
ASSETS				
Cash and Cash Equivalents	$ 24,137	$ 1,023,220	$ 1,021,508	$ 25,849
Total Assets	$ 24,137	$ 1,023,220	$ 1,021,508	$ 25,849
LIABILITIES				
Due to Others	$ 24,137	$ 1,023,220	$ 1,021,508	$ 25,849



STATISTICAL SECTION

DeKalb County, Georgia

Statistical Section (Unaudited)

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

Contents **Page**

Financial Trends **S3-S8**
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity **S9-S14**
These schedules contain trend information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity **S15-S20**
These schedules present information to help the reader assess the affordability of the County's current debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information **S21-S22**
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information **S23-S27**
These schedules contain service and infrastucture data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34, *Basic Financial Statements–and Management's Discussion and Analysis--for State and Local Governments,* in 2002; schedules presenting government-wide information include information beginning in that year.

DeKalb County, Georgia

Comments Relative to the Statistical Section

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

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

DeKalb County, Georgia

Net Assets (Deficit) by Component (unaudited)

Last Ten Years
(in thousands of dollars)

	2011	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
Governmental activities:										
Invested in capital assets, net of related debt	$ 1,037,278	$ 1,015,406	$ 996,928	$ 969,556	$ 920,759	$ 849,228	$ 762,138	$ 723,385	$ 670,833	$ 618,643
Restricted	96,257	87,196	40,306	48,583	9,778	33,703	58,419	41,118	57,533	57,159
Unrestricted (deficit)	(464,901)	(410,855)	(228,979)	(102,889)	20,676	109,402	38,377	34,064	51,388	51,653
Total governmental activities net assets	$ 668,634	$ 691,747	$ 808,255	$ 915,250	$ 951,213	$ 992,333	$ 858,934	$ 798,567	$ 779,754	$ 727,455
Business-type activities:										
Invested in capital assets, net of related debt	$ 921,594	$ 914,991	$ 906,295	$ 897,769	$ 849,814	$ 794,096	$ 720,427	$ 695,273	$ 681,681	$ 646,745
Restricted	1,497	3,948	68,357	100,375	120,006	130,607	43,508	58,580	49,015	59,822
Unrestricted (deficit)	27,830	25,331	(61,916)	(58,623)	(3,558)	5,198	111,838	104,342	81,921	71,503
Total business-type activities net assets	$ 950,921	$ 944,270	$ 912,736	$ 939,521	$ 966,262	$ 929,901	$ 875,773	$ 858,195	$ 812,617	$ 778,070
Primary government:										
Invested in capital assets, net of related debt	$ 1,958,872	$ 1,930,397	$ 1,903,223	$ 1,867,325	$ 1,770,573	$ 1,643,324	$ 1,482,565	$ 1,418,658	$ 1,352,514	$ 1,265,388
Restricted	97,754	91,144	108,663	148,958	129,784	164,310	101,927	99,698	106,548	116,981
Unrestricted (deficit)	(437,071)	(385,524)	(290,895)	(161,512)	17,118	114,600	150,215	138,406	133,309	123,156
Total primary government net assets	$ 1,619,555	$ 1,636,017	$ 1,720,991	$ 1,854,771	$ 1,917,475	$ 1,922,234	$ 1,734,707	$ 1,656,762	$ 1,592,371	$ 1,505,525

Source: DeKalb County Finance Department

DeKalb County, Georgia

Changes in Net Assets (unaudited)

Last Ten Years
(in thousands of dollars)

	2011	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
Expenses										
Governmental activities:										
General government	$ 113,278	$ 123,999	$ 126,144	$ 128,912	$ 118,913	$ 85,673	$ 86,494	$ 82,760	$ 79,615	$ 71,149
Public safety	221,585	220,431	231,146	216,207	224,885	153,741	167,085	166,585	148,775	137,806
Civil and criminal court system	177,155	178,462	181,022	168,543	163,121	114,529	124,713	123,479	110,237	103,493
Planning & development	4,379	2,063	2,709	2,908	2,339	1,935	1,703	1,686	1,599	1,374
Public works	37,443	48,529	53,220	54,643	63,773	49,729	60,965	63,510	50,950	47,761
Human and community development	16,082	30,757	9,091	11,845	12,685	6,700	13,559	13,323	9,444	8,266
Parks and recreation	15,426	22,576	26,107	22,996	24,819	20,148	23,213	23,306	18,003	20,600
Library	15,557	16,919	13,510	14,696	12,539	12,866	12,054	11,699	11,286	10,681
Health and welfare	36,443	41,473	42,753	36,259	45,623	40,814	34,728	35,118	34,539	34,590
Bond issuance expense	-	-	221	234	242	245	603	237	518	-
Interest on long-term debt	20,405	21,459	22,834	22,610	36,625	29,456	14,762	16,205	19,796	18,977
Total governmental activities expenses	657,753	706,668	708,757	679,853	705,564	515,836	539,879	537,908	484,762	454,697
Business-type activities:										
Water	95,120	69,771	85,365	75,503	68,881	55,085	55,269	53,187	48,421	44,917
Sewer	121,061	88,800	108,646	96,094	87,666	70,108	70,343	62,437	56,843	52,728
Sanitation	73,335	70,977	70,382	60,019	57,061	54,314	56,783	44,037	43,896	46,696
DeKalb Peachtree Airport	4,205	4,213	4,387	3,269	3,805	2,671	2,985	2,815	2,657	2,582
Stormwater utility	17,356	12,978	13,187	20,399	15,854	13,977	13,319	5,038	597	-
Total business-type activities expenses	311,077	246,739	281,967	255,284	233,267	196,155	198,699	167,514	152,414	146,923
Total primary government expenses	$ 968,830	$ 953,407	$ 990,724	$ 935,137	$ 938,831	$ 711,991	$ 738,578	$ 705,422	$ 637,176	$ 601,620
Program Revenues										
Governmental activities:										
Charges for services										
Civil and criminal court system	$ 43,135	$ 44,818	$ 42,823	$ 55,514	$ 46,038	$ 43,127	$ 34,280	$ 37,319	$ 42,628	$ 34,539
Public safety	17,865	20,951	22,131	23,856	33,529	28,522	20,995	20,859	17,332	18,112
General government	30,078	21,716	30,535	24,672	14,107	15,088	11,432	20,061	13,742	10,524
Other activities	14,873	12,681	14,860	16,936	18,165	16,035	19,951	16,182	17,227	18,692
Operating grants and contributions	48,964	40,224	26,258	22,569	11,291	49,447	12,714	17,901	24,165	20,200
Capital grants and contributions	12,164	15,503	13,666	19,244	53,178	49,321	37,276	28,250	30,969	6,391
Total governmental activities program revenues	167,079	155,893	150,273	162,791	176,308	201,540	136,648	140,572	146,063	108,458
Business-type activities:										
Charges for services:										
Water	97,565	84,110	72,343	62,439	60,183	60,249	52,792	53,061	55,383	52,326
Sewer	124,173	107,050	92,072	79,468	76,596	76,680	67,190	62,289	65,015	56,687
Sanitation	64,071	66,019	67,689	62,475	69,554	66,387	57,067	58,405	52,506	54,934
Other activities	24,746	25,788	22,434	31,027	35,579	24,724	23,120	19,871	2,766	2,808
Capital grants and contributions	982	740	1,499	9,290	17,396	13,903	21,330	17,875	7,602	13,974
Total business-type activities program revenues	311,537	283,707	256,037	244,699	259,308	241,943	221,499	211,501	183,272	180,729
Total primary governmental program revenues	$ 478,616	$ 439,600	$ 406,310	$ 407,490	$ 435,616	$ 443,483	$ 358,147	$ 352,073	$ 329,335	$ 289,187

(continued)

DeKalb County, Georgia

Changes in Net Assets (unaudited)

Last Ten Years
(in thousands of dollars)
(continued)

	2011	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
Net (Expense)/Revenue										
Governmental activities	$ (490,674)	$ (550,775)	$ (558,484)	$ (517,062)	$ (529,256)	$ (314,295)	$ (403,231)	$ (397,336)	$ (338,699)	$ (346,239)
Business-type activities	460	36,968	(25,930)	(10,585)	26,041	45,787	22,800	43,987	30,858	33,806
Total primary government net expense	$ (490,214)	$ (513,807)	$ (584,414)	$ (527,647)	$ (503,215)	$ (268,508)	$ (380,431)	$ (353,349)	$ (307,841)	$ (312,433)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property tax	$ 289,690	$ 259,648	$ 260,984	$ 275,427	$ 272,650	$ 252,294	$ 231,516	$ 209,783	$ 219,265	$ 189,354
Sales tax	98,839	88,622	86,978	95,350	100,649	94,921	91,488	85,365	81,684	83,143
Other taxes	75,914	71,711	75,444	86,983	90,805	86,698	78,919	77,728	66,502	62,872
Unrestricted investment earnings	9,093	8,494	8,601	2,278	8,290	8,876	6,048	2,326	2,627	3,620
Unrestricted grants and contributions	-	-	18,182	16,381	15,407	4,233	45,879	40,252	21,530	18,041
Transfers	(5,975)	5,592	1,300	4,680	135	672	9,748	695	(610)	1,569
Total governmental activities	467,561	434,267	451,489	481,099	488,136	447,694	463,598	416,149	390,998	358,599
Business-type activities:										
Unrestricted investment earnings	216	158	465	4,708	10,455	9,013	4,526	2,286	3,079	8,567
Transfers	5,975	(5,592)	(1,300)	(4,680)	(135)	(672)	(9,748)	(695)	610	(1,569)
Total business-type activities	6,191	(5,434)	(835)	28	10,320	8,341	(5,222)	1,591	3,689	6,998
Total primary government	$ 473,752	$ 428,833	$ 450,654	$ 481,127	$ 498,456	$ 456,035	$ 458,376	$ 417,740	$ 394,687	$ 365,597
Change in Net Assets										
Governmental activities:	$ (23,113)	$ (116,508)	$ (106,995)	$ (35,963)	$ (41,120)	$ 133,399	$ 60,367	$ 18,813	$ 52,299	$ 12,360
Business-type activities:	6,651	31,534	(26,765)	(10,557)	36,361	54,128	17,578	45,578	34,547	40,804
Total primary government net expense	$ (16,462)	$ (84,974)	$ (133,760)	$ (46,520)	$ (4,759)	$ 187,527	$ 77,945	$ 64,391	$ 86,846	$ 53,164

DeKalb County, Georgia

Fund Balances of Governmental Funds (unaudited)

Last Ten Years
(in thousands of dollars)

	2011*	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
General Fund:										
Reserved	$ -	$ 1	$ 103	$ 5,219	$ 2,649	$ 8,491	$ 8,040	$ 1,608	$ 5,804	$ 7,352
Unreserved	-	(33,769)	(24,520)	(15,041)	19,447	23,380	23,893	19,793	16,709	20,183
Nonspendable	92	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	4,165									
Unassigned	(22,708)	-	-	-	-	-	-	-	-	-
Total General Fund	(18,451)	(33,768)	(24,417)	(9,822)	22,096	31,871	31,933	21,401	22,513	27,535
All Other Governmental Funds:										
Reserved	-	36,086	40,031	61,194	39,884	51,480	37,793	22,659	18,446	21,493
Unreserved, reported in:										
Special revenue funds	-	649	1,942	437	3,866	23,664	32,031	25,087	21,107	18,798
Debt service funds	-	13,144	10,131	8,796	4,346	19,322	15,911	13,186	11,500	14,976
Capital projects funds	-	125,982	154,364	192,691	255,335	323,715	145,651	124,331	154,724	161,030
Restricted	166,152	-	-	-	-	-	-	-	-	-
Assigned	19,165	-	-	-	-	-	-	-	-	-
Unassigned	(10,546)	-	-	-	-	-	-	-	-	-
Total all other governmental funds	174,771	175,861	206,468	263,118	303,431	418,181	231,386	185,263	205,777	216,297
Total governmental funds	$ 156,320	$ 142,093	$ 182,051	$ 253,296	$ 325,527	$ 450,052	$ 263,319	$ 206,664	$ 228,290	$ 243,832

*DeKalb County has adopted and implemented GASB 54 in 2011.

DeKalb County, Georgia

Changes in Fund Balances of Governmental Funds (unaudited)

Last Ten Years
(in thousands of dollars)

	2011*	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
Revenues By Source:										
Taxes	$ 452,445	$ 414,945	$ 406,475	$ 449,216	$ 430,429	$ 409,023	$ 381,027	$ 356,629	$ 353,904	$ 318,756
Licenses and permits	27,216	21,860	22,911	31,076	32,996	30,719	30,757	28,432	26,833	27,625
Use of money and property	8,563	7,416	10,863	13,474	25,467	36,546	8,075	2,467	4,284	4,237
Intergovernmental	60,409	59,637	62,750	37,371	46,655	59,703	63,057	46,613	46,704	47,228
Fines and forfeitures	36,993	36,217	32,870	38,333	32,676	34,376	31,429	33,674	29,311	24,162
Charges for services	33,915	25,311	36,859	39,718	36,522	29,386	42,467	46,786	35,835	35,580
Miscellaneous	25,834	18,044	28,874	20,695	17,814	22,317	7,296	8,043	6,742	4,262
Total revenues	645,375	583,430	601,602	629,883	622,559	622,070	564,108	522,644	503,613	461,850
Expenditures By Function:										
General government	$ 89,191	$ 95,332	$ 95,238	$ 106,917	$ 100,988	$ 95,017	$ 79,115	$ 75,847	$ 73,532	$ 65,663
Public safety	184,213	174,485	187,371	191,230	198,495	177,375	155,917	160,407	144,166	136,441
Civil and criminal court system	146,698	140,751	145,373	146,951	139,440	126,513	115,928	115,295	109,274	101,229
Planning and development	3,642	1,737	2,408	2,562	2,015	1,650	1,688	1,664	1,569	1,341
Public works	19,095	23,991	33,650	39,651	40,830	41,843	40,169	40,858	43,605	41,107
Human and community development	13,533	24,593	7,388	10,518	11,121	7,486	13,457	12,929	9,443	8,094
Parks and recreation	15,363	16,777	18,756	21,898	23,582	20,195	18,931	18,433	17,697	19,578
Library	12,064	12,138	10,639	11,323	13,141	12,013	11,446	11,004	10,828	10,071
Health and welfare	35,221	40,540	41,794	35,893	45,018	40,010	34,127	33,801	33,960	33,526
Debt service:										
Bond issuance expense	-	63	-	-	-	825	624	237	11,204	-
Interest	19,942	20,699	22,041	23,235	24,200	30,106	16,024	11,400	12,256	14,785
Principal	29,493	33,808	33,656	32,314	30,623	26,542	16,251	18,414	23,106	19,327
Capital outlays	56,718	58,704	75,833	84,302	129,621	97,094	51,477	101,517	71,934	46,650
Total expenditures	625,173	643,618	674,147	706,794	759,074	676,669	555,154	601,806	562,574	497,812
Excess (deficiency) of revenues over expenditures	20,202	(60,188)	(72,545)	(76,911)	(136,515)	(54,599)	8,954	(79,162)	(58,961)	(35,962)
Other Financing Sources (Uses)										
Issuance of debt	-	7,945	-	-	-	230,000	35,670	50,000	167,915	-
Premium on bond issuance	-	-	-	-	-	7,596	637	579	6,953	-
Contractual purchase obligations	-	-	-	-	11,855	3,064	1,616	6,296	4,723	282
Payments to escrow agents	-	-	-	-	-	-	-	-	(135,562)	-
Transfers in	95,697	102,798	108,653	135,751	157,482	128,293	133,138	122,323	119,287	89,613
Transfers out	(101,672)	(90,491)	(107,353)	(131,071)	(157,347)	(127,621)	(123,390)	(121,628)	(119,897)	(88,044)
Total other financing sources (uses)	(5,975)	20,252	1,300	4,680	11,990	241,332	47,671	57,570	43,419	1,851
Net change in fund balance	$ 14,227	$ (39,936)	$ (71,245)	$ (72,231)	$ (124,525)	$ 186,733	$ 56,625	$ (21,592)	$ (15,542)	$ (34,111)
Debt service as a percentage of noncapital expenditures	8.7%	9.3%	9.3%	8.9%	8.7%	9.9%	6.5%	6.0%	9.5%	7.6%

Source: DeKalb County Finance Department

DeKalb County, Georgia

Operating Revenues, Expenses, and Income of Enterprise Funds (unaudited)

Last Ten Years
(in thousands of dollars)

	2011*	2010	2009 (restated)	2008 (restated)	2007	2006	2005	2004	2003	2002
Water and Sewerage System Fund:										
Operating revenues	$ 221,738	$ 191,160	$ 164,415	$ 141,907	$ 136,779	$ 136,929	$ 119,982	$ 115,350	$ 120,398	$ 109,013
Operating expenses	190,894	141,736	165,007	155,791	135,363	113,412	107,074	100,230	93,181	80,195
Operating income	$ 30,844	$ 49,424	$ (592)	$ (13,884)	$ 1,416	$ 23,517	$ 12,908	$ 15,120	$ 27,217	$ 28,818
Sanitation Fund:										
Opereting revenues	$ 64,071	$ 66,019	$ 67,689	$ 62,475	$ 69,554	$ 66,387	$ 57,067	$ 58,405	$ 52,506	$ 54,934
Operating expenses	70,784	69,534	65,118	59,946	57,836	55,387	55,321	42,980	46,397	46,718
Operating income	$ (6,713)	$ (3,515)	$ 2,571	$ 2,529	$ 11,718	$ 11,000	$ 1,746	$ 15,425	$ 6,109	$ 8,216
DeKalb Peachtree Airport Fund:										
Operating revenues	$ 6,429	$ 6,772	$ 5,040	$ 8,829	$ 8,375	$ 5,167	$ 6,247	$ 3,178	$ 2,766	$ 2,808
Operating expenses	4,060	4,127	4,059	3,265	3,857	2,724	2,908	2,747	2,771	2,583
Operating income (loss)	$ 2,369	$ 2,645	$ 981	$ 5,564	$ 4,518	$ 2,443	$ 3,339	$ 431	$ (5)	$ 225
Stormwater Utility Fund:										
Operating revenues	$ 18,317	$ 19,016	$ 17,394	$ 22,198	$ 27,204	$ 19,557	$ 16,873	$ 16,693	-	
Operating expenses	16,752	12,714	12,201	20,374	16,069	13,977	13,319	5,038	597	
Operating income (loss)	$ 1,565	$ 6,302	$ 5,193	$ 1,824	$ 11,135	$ 5,580	$ 3,554	$ 11,655	(597)	

Note: DeKalb County created the Stormwater Utility Fund in 2003.

Source: DeKalb County Finance Department

DeKalb County, Georgia

Assessed and Estimated Actual Value of Taxable Property (unaudited)

Last Ten Years
(in millions of dollars)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Purposes and Bond Retirement:										
Real property:										
Assessed value	$ 19,161	$ 22,405	$ 22,878	$ 23,639	$ 22,652	$ 21,809	$ 19,952	$ 18,728	$ 17,636	$ 16,545
Estimated market value	47,903	56,013	57,195	59,098	56,630	54,523	49,880	46,820	44,090	41,363
Personal property:										
Assessed value	1,623	1,850	2,207	2,301	1,863	1,881	1,752	1,686	1,763	1,850
Estimated market value	4,058	4,625	5,518	5,753	4,658	4,702	4,380	4,215	4,408	4,625
Motor vehicle and mobile homes:										
Assessed value	1,318	1,347	1,486	1,453	1,410	1,348	1,378	1,439	1,513	1,509
Estimated market value	3,295	3,368	3,716	3,633	3,525	3,370	3,445	3,598	3,783	3,773
Privately owned public utilities:										
Assessed value	377	366	468	494	475	478	458	477	424	441
Estimated market value	943	915	1,170	1,235	1,188	1,195	1,145	1,193	1,060	1,103
Total value for bond retirement (gross):										
Assessed value	$ 22,479	$ 25,968	$ 27,039	$ 27,887	$ 26,400	$ 25,516	$ 23,540	$ 22,330	$ 21,336	$ 20,345
Estimated market value	$ 56,198	$ 64,920	$ 67,599	$ 69,719	$ 66,001	$ 63,790	$ 58,850	$ 55,826	$ 53,341	$ 50,864
Ratio of Total Assessed Value to Total Estimated Market Value	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Homestead Exemption	$ 1,675	$ 2,060	$ 1,812	$ 2,104	$ 1,780	$ 1,550	$ 1,544	$ 1,534	$ 1,499	$ 1,452
Freeport Exemption	$ 231	$ 257	$ 270	$ 286	$ 318	$ 311	$ 289	$ 240	$ 265	$ 258
Net Assessed Value for General Purposes	$ 20,573	$ 23,651	$ 24,957	$ 25,497	$ 24,302	$ 23,655	$ 21,707	$ 20,556	$ 19,572	$ 18,635
Total Direct Tax Rate	$ 44.44	$ 40.09	$ 40.09	$ 39.30	$ 39.30	$ 39.30	$ 38.71	$ 38.71	$ 38.81	$ 37.81

Note: Assessments are made as of January 1 of each year. Tax rates are per $1,000 of assessed value.
Source: DeKalb County Finance Department; DeKalb County Tax Commissioner
Source: DeKalb County Finance Department; DeKalb County Tax Assessors

DeKalb County, Georgia

Property Tax Rates and Levies (unaudited)

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Property Tax Rates Per $1,000										
Real and Personal Property:										
County:										
General	$ 9.43	$ 8.00	$ 8.00	$ 7.99	$ 7.54	$ 9.12	$ 8.21	$ 8.31	$ 8.73	$ 8.03
Special tax district - designated services:										
Avondale	0.25	2.12	2.12	2.10	2.14	1.84	2.05	2.89	2.76	3.49
Chamblee	0.25	0.86	0.86	0.85	0.87	0.74	0.83	1.17	1.12	1.42
Clarkston	0.25	1.79	1.79	1.77	1.80	1.55	1.73	2.44	2.33	2.94
Decatur	0.25	1.13	1.12	1.12	1.14	0.97	1.09	1.53	1.47	1.85
Doraville	0.25	1.20	1.20	1.18	1.20	1.03	1.15	1.62	1.56	1.96
Lithonia	0.45	1.86	1.86	1.84	1.87	1.60	1.79	2.53	2.42	3.05
Pine Lake	0.45	2.12	2.12	2.10	2.14	1.84	2.05	2.89	2.76	3.49
Stone Mountain	0.25	1.59	1.59	1.58	1.60	1.38	1.54	2.17	2.07	2.62
Unincorporated	0.45	3.50	3.50	2.74	2.87	2.04	2.55	2.69	2.76	2.94
Police Services										
Avondale	1.81									
Chamblee	0.11									
Clarkston	1.46									
Decatur	0.18									
Doraville										
Lithonia	1.53									
Pine Lake	1.81									
Stone Mountain	0.30									
Unincorporated	5.94									
Hospital services	0.88	0.96	0.96	0.84	0.89	0.83	0.98	0.88	0.92	1.05
Fire protection	2.70	2.46	2.46	2.54	2.61	2.08	2.43	2.30	1.99	2.31
Bond retirement and interest	1.81	1.94	1.94	1.96	2.16	2.00	1.31	1.30	1.18	1.25
Total County *	$ 28.41	$ 16.86	$ 16.86	$ 16.07	$ 16.07	$ 16.07	$ 15.48	$ 15.48	$ 15.58	$ 15.58
Property Tax Levies (In thousands of dollars)										
Real and Personal Property:										
County:										
General	$ 140,795	$ 126,647	$ 130,460	$ 128,271	$ 114,173	$ 138,183	$ 112,450	$ 103,883	$ 102,320	$ 74,393
Special tax district - designated services	5,136	42,023	43,217	39,427	38,768	27,821	31,373	30,762	29,291	25,130
Police Services	62,111									
Hospital services	13,139	15,198	15,655	13,485	13,477	12,576	13,423	10,999	10,730	9,728
Fire protection	36,706	35,773	36,872	37,605	36,380	28,972	30,704	26,556	21,469	19,963
Bond retirement and interest	33,966	40,621	41,546	43,140	45,730	41,498	25,775	24,041	20,806	21,035
Total County	$ 291,853	$ 260,262	$ 267,750	$ 261,928	$ 248,528	$ 249,050	$ 213,725	$ 196,221	$ 184,616	$ 150,249

* The total County millage rate shown above is for the unincorporated portion of the County which comprises over 86% of the total County.

(continued)

DeKalb County, Georgia

Property Tax Rates and Levies (unaudited)

Last Ten Years
(continued)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Property Tax Levies (continued)										
(In thousands of dollars)										
Public Utilities:										
County:										
General	$ 2,929	$ 3,018	$ 2,930	$ 3,768	$ 3,795	$ 4,675	$ 3,937	$ 3,886	$ 4,168	$ 2,389
Special tax district - designated services	122	1,126	1,097	1,115	1,244	909	1,042	1,086	1,106	1,085
Police Services	1,500									
Hospital services	273	362	352	396	448	426	470	411	439	443
Fire protection	767	850	827	1,062	1,168	951	1,025	943	812	857
Bond retirement and interest	512	645	628	800	937	880	563	539	503	475
Total County	$ 6,103	$ 6,001	$ 5,834	$ 7,141	$ 7,592	$ 7,841	$ 7,037	$ 6,865	$ 7,028	$ 5,249
Motor Vehicle and Mobile Homes:										
County:										
General	$ 11,391	$ 10,865	$ 11,201	$ 11,697	$ 13,716	$ 12,034	$ 11,467	$ 12,295	$ 11,999	$ 9,114
Special tax district - designated services	4,046	3,983	3,402	4,038	2,931	3,458	3,490	3,708	4,280	6,040
Police Services	171									
Hospital services	1,357	1,299	1,186	1,365	1,267	1,423	1,219	1,312	1,760	2,025
Fire protection	3,248	3,115	3,323	3,720	2,979	3,305	2,964	2,864	3,617	3,524
Bond retirement and interest	2,534	2,437	2,544	3,041	2,774	1,828	1,691	1,608	1,987	2,145
Total County	$ 22,747	$ 21,699	$ 21,656	$ 23,861	$ 23,667	$ 22,048	$ 20,831	$ 21,567	$ 23,643	$ 22,848
Total County Property Tax Levies	$ 320,703	$ 287,962	$ 295,240	$ 292,930	$ 279,787	$ 278,939	$ 241,593	$ 224,673	$ 215,287	$ 178,346

Source: DeKalb County Finance Department

DeKalb County, Georgia

Total Property Tax Rates - All Direct and Overlapping Governments (unaudited)

Per $1,000 Assessed Value

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
DeKalb County	$ 44.44	$ 40.09	$ 40.09	$ 39.30	$ 39.30	$ 39.30	$ 38.71	$ 38.71	$ 38.81	$ 37.81
Atlanta	$ 47.02	$ 44.41	$ 44.41	$ 40.91	$ 41.76	$ 43.39	$ 41.27	$ 42.10	$ 43.60	$ 43.99
Avondale	$ 51.07	$ 48.34	$ 48.34	$ 46.21	$ 47.44	$ 47.76	$ 47.53	$ 48.02	$ 48.06	$ 48.29
Chamblee	$ 45.81	$ 44.03	$ 42.39	$ 40.96	$ 40.67	$ 41.56	$ 41.32	$ 40.63	$ 42.82	$ 39.77
Clarkston	$ 53.76	$ 48.32	$ 48.01	$ 47.88	$ 47.60	$ 48.37	$ 48.22	$ 42.38	$ 42.38	$ 42.20
Decatur	$ 46.64	$ 43.85	$ 43.85	$ 43.65	$ 42.44	$ 42.72	$ 42.25	$ 43.38	$ 43.44	$ 43.77
Doraville	$ 47.30	$ 44.42	$ 43.92	$ 43.79	$ 43.50	$ 44.35	$ 44.14	$ 44.95	$ 46.81	$ 42.80
Dunwoody	$ 40.79	$ 39.33	$ 39.33	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Lithonia	$ 55.24	$ 50.26	$ 49.40	$ 48.65	$ 48.37	$ 49.12	$ 48.98	$ 49.56	$ 50.30	$ 48.87
Pine Lake	$ 59.91	$ 54.44	$ 51.64	$ 51.51	$ 51.24	$ 51.96	$ 52.02	$ 52.72	$ 52.89	$ 52.83
Stone Mountain	$ 52.90	$ 46.81	$ 46.81	$ 46.69	$ 46.40	$ 47.20	$ 45.03	$ 46.50	$ 47.81	$ 46.96

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

Source: DeKalb County Finance Department

DeKalb County, Georgia

Principal Property Tax Payers (unaudited)

Last Ten Years

	Type of Business	2011 Assessed Valuation (In thousands)	2011 Rank	2011 Percentage of Total County Assessed Valuation	2010 Assessed Valuation (In thousands)	2010 Rank	2010 Percentage of Total County Assessed Valuation	2009 Assessed Valuation (In thousands)	2009 Rank	2009 Percentage of Total County Assessed Valuation	2008 Assessed Valuation (In thousands)	2008 Rank	2008 Percentage of Total County Assessed Valuation	2007 Assessed Valuation (In thousands)	2007 Rank	2007 Percentage of Total County Assessed Valuation
Bellsouth/AT&T Georgia	Utility	$ 71,567	3	0.32%	$ 116,590	2	0.45%	$ 119,412	2	0.44%	$ 73,232	2	0.26%	$ 73,232	4	0.28%
GA_Perimeter Center LLC	Investment	-	-	-	-	-	-	-	-	-	-	-	-	131,572	3	0.50%
Development Authority of Dekalb	Developer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Georgia Power	Utility	180,838	1	0.80%	151,024	1	0.58%	140,887	1	0.53%	1,348	10	0.00%	141,126	2	0.53%
Perimeter Mall LLC	Retail	70,202	4	0.31%	72,962	3	0.28%	72,962	3	0.28%	52,579	4	0.19%	-	-	-
General Motors Corp	Industrial	-	-	-	-	-	-	38,587	10	0.14%	42,398	8	0.15%	44,288	7	0.17%
Post Apartment Homes LP	Developer	-	-	-	-	-	-	55,045	6	0.20%	-	-	-	-	-	-
Hewlett-Packard Co	Retail	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Koger Ravinia LLC	Developer	40,244	8	0.18%	40,244	8	0.15%	40,243	9	0.15%	44,047	7	0.16%	44,588	6	0.17%
Highwoods Forsyth Limited	Developer	48,856	6	0.22%	50,679	5	0.20%	55,557	5	0.21%	69,124	3	0.25%	68,620	5	0.26%
Stone Mountain Ind Park	Developer	114,270	2	0.51%	49,154	6	0.19%	49,839	7	0.18%	238,926	1	0.86%	244,402	1	0.93%
Media One of Colorado	Utility	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Atlanta Gas Light Co	Utility	55,524	5	0.25%	47,165	7	0.18%	43,956	8	0.16%	41,578	9	0.15%	41,055	8	0.16%
Perimter Summit LLC	Developer	28,410	10	0.13%	28,425	10	0.11%	-	-	-	-	-	-	-	-	-
RB Terraces LLC	Developer	43,199	7	0.19%	71,673	4	0.28%	71,673	4	0.27%	51,271	5	0.18%	28,385	10	0.11%
Wells REIT II Parkside Atlanta	Developer	33,406	9	0.15%	40,279	9	0.16%	-	-	-	44,268	6	0.16%	40,244	9	0.15%
Total		$ 686,316		3.06%	$ 668,195		2.58%	$ 688,161		2.55%	$ 658,771		2.36%	$ 857,812		3.25%
Total County		$ 22,479,000			$ 25,968,000			$ 27,039,000			$ 27,887,000			$ 26,400,000		

	Type of Business	2006 Assessed Valuation (In thousands)	2006 Rank	2006 Percentage of Total County Assessed Valuation	2005 Assessed Valuation (In thousands)	2005 Rank	2005 Percentage of Total County Assessed Valuation	2004 Assessed Valuation (In thousands)	2004 Rank	2004 Percentage of Total County Assessed Valuation	2003 Assessed Valuation (In thousands)	2003 Rank	2003 Percentage of Total County Assessed Valuation	2002 Assessed Valuation (In thousands)	2002 Rank	2002 Percentage of Total County Assessed Valuation
Bell South/AT&T Georgia	Utility	$ 238,664	1	0.94%	$ 252,285	1	1.07%	$ 252,505	1	1.13%	$ 250,737	1	1.18%	$ 295,243	1	1.46%
GA-Perimeter Center LLC	Investment	160,392	2	0.63%	148,656	2	0.63%	-	-	-	153,107	2	0.72%	162,477	2	0.80%
Development Authority of DeKalb	Developer	-	-	-	-	-	-	99,647	3	0.45%	-	-	-	-	-	-
Georgia Power	Utility	150,761	3	0.59%	120,596	3	0.51%	109,162	2	0.49%	108,082	3	0.51%	99,477	5	0.49%
Perimeter Mall LLC	Retail	73,412	5	0.29%	65,658	6	0.28%	65,658	6	0.29%	107,435	4	0.50%	108,906	3	0.54%
General Motors	Industrial	56,068	6	0.22%	106,400	4	0.45%	99,205	4	0.44%	83,025	5	0.39%	100,029	4	0.49%
Post Apartment Homes LP	Developer	73,451	4	0.29%	68,625	5	0.29%	65,842	5	0.29%	65,842	6	0.31%	64,017	6	0.31%
Hewlett-Packard Co	Retail	50,296	8	0.20%	53,378	7	0.23%	55,678	7	0.25%	52,614	7	0.25%	54,667	7	0.27%
Koger Ravinia LLC	Developer	44,268	10	0.17%	40,244	10	0.17%	-	-	-	47,000	8	0.22%	47,000	9	0.23%
Highwoods/Forsyth LTD	Developer	-	-	-	42,053	9	0.18%	43,117	9	0.19%	44,651	9	0.21%	47,309	8	0.23%
Stone Mountain Industrial Park	Developer	53,071	7	0.21%	46,393	8	0.20%	44,220	8	0.20%	44,568	10	0.21%	-	-	-
Media One of Colorado	Utility	-	-	-	-	-	-	-	-	-	-	-	-	33,172	10	0.16%
Atlanta Gas Light	Utility	49,137	9	0.19%	-	-	-	39,559	10	0.18%	-	-	-	-	-	-
Total		$ 949,520		3.72%	$ 944,288		4.01%	$ 874,593		3.91%	$ 957,061		4.50%	$ 1,012,297		4.98%
Total County		$ 25,516,000			$ 23,540,000			$ 22,330,000			$ 21,336,000			$ 20,345,000		

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

DeKalb County, Georgia

Property Tax Levies and Collections (unaudited)
(County Portion Only)

Last Ten Years
(in thousands of dollars)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Total Tax Levy	$ 320,703	$ 287,962	$ 295,240	$ 292,930	$ 279,787	$ 278,939	$ 241,593	$ 224,673	$ 215,287	$ 178,346
Collection of Current Year's Taxes During Year	$ 297,522	$ 261,836	$ 269,955	$ 275,236	$ 263,800	$ 255,264	$ 230,053	$ 215,878	$ 203,674	$ 172,814
Percentage of Levy Collected During Year	92.77%	90.93%	91.44%	93.96%	94.29%	91.51%	95.22%	96.09%	94.61%	96.90%
Collection of Prior Years' Taxes During Year	$ 16,270	$ 18,527	$ 11,861	$ 11,116	$ 17,272	$ 8,942	$ 7,199	$ 6,643	$ 7,676	$ 6,729
Total Collections	$ 313,792	$ 280,363	$ 281,816	$ 286,352	$ 281,072	$ 264,206	$ 237,252	$ 222,521	$ 211,350	$ 179,543
Percentage of Total Collections to Tax Levy	97.85%	97.36%	95.45%	97.75%	100.46%	94.72%	98.20%	99.04%	98.17%	100.67%
Current Delinquent Taxes	$ 11,817	$ 17,512	$ 17,844	$ 12,775	$ 14,027	$ 846	$ 441	$ 250	$ 179	$ 185
Accumulated Delinquent Taxes	$ 15,985	$ 20,911	$ 20,344	$ 29,063	$ 16,288	$ 18,433	$ 9,275	$ 8,167	$ 10,134	$ 7,404
Percentage of Accumulated Delinquent Taxes to Current Year's Tax Levy	4.98%	7.26%	6.89%	9.92%	5.82%	6.61%	3.84%	3.64%	4.71%	4.15%

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

Source: DeKalb County Finance Department; DeKalb County Tax Commissioner

DeKalb County, Georgia

Ratios of Outstanding Debt by Type (unaudited)

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

	Governmental Activities						Business-Type Activities					
Fiscal Year	General Obligation Bonds	Certificates of Participation	Revenue Bonds	Equipment Capital Leases	Total Governmental Debt	Percentage of Actual Taxable Value [a] of Property	Water & Sewer Bonds	Vehicle Capital Leases	Water & Sewer Debt per Customer [b]	Total Primary Government Debt	Debt as a Percentage of Personal Income [b]	Total Debt per Capita [b]
2002	$ 267,640	$ 9,270	$ -	$ 4,565	$ 281,475	1.5%	$ 446,580	$ 6,190	$ 1,571	$ 734,245	3.13%	$ 1,071
2003	$ 250,345	$ 25,000	$ 15,000	$ 4,509	$ 294,854	1.5%	$ 505,365	$ 5,712	$ 1,766	$ 805,931	3.39%	$ 1,166
2004	$ 234,500	$ 24,525	$ 64,420	$ 8,293	$ 331,738	1.6%	$ 497,815	$ 3,536	$ 1,717	$ 833,089	3.34%	$ 1,199
2005	$ 218,865	$ 24,040	$ 98,600	$ 6,552	$ 348,057	1.6%	$ 490,900	$ 5,502	$ 1,673	$ 844,459	n/a	$ 1,206
2006	$ 427,360	$ 23,070	$ 95,815	$ 5,270	$ 551,515	2.3%	$ 568,090	$ 3,135	$ 1,897	$ 1,122,740	n/a	$ 1,580
2007	$ 405,215	$ 22,075	$ 92,950	$ 13,791	$ 534,031	2.2%	$ 560,875	$ 1,344	$ 1,803	$ 1,096,250	n/a	$ 1,526
2008	$ 381,380	$ 21,055	$ 89,975	$ 9,374	$ 501,784	2.0%	$ 550,235	$ 718	$ 1,749	$ 1,052,737	4.47%	$ 1,447
2009	$ 356,745	$ 20,010	$ 86,915	$ 5,920	$ 469,590	1.9%	$ 538,990	$ 381	$ 1,705	$ 1,008,961	n/a	$ 1,380
2010	$ 331,305	$ 18,930	$ 91,715	$ 3,181	$ 445,131	1.9%	$ 555,685	$ 30	$ 2,594	$ 1,000,846	n/a	$ 1,447
2011	$ 309,085	$ 17,810	$ 88,270	$ 1,553	$ 416,718	2.0%	$ 923,680	$ -	$ 4,906	$ 1,340,398	n/a	$ 1,930

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

[a] See page S9 for property value data.

[b] See page S21 for population, customer and personal income data.

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

DeKalb County, Georgia

Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita (unaudited)

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Population (in thousands)	694	692	731	728	718	710	701	695	691	686
Assessed Value (in millions of dollars)	$ 22,479	$ 25,968	$ 27,039	$ 27,887	$ 26,400	$ 25,516	$ 23,540	$ 22,330	$ 21,336	$ 20,345
Gross Bonded Debt (in thousands of dollars)	$ 309,085	$ 331,305	$ 356,745	$ 381,380	$ 405,215	$ 427,360	$ 218,865	$ 234,500	$ 250,345	$ 267,640
Less Reserve for General Bond Debt Service (in thousands of dollars)	12,046	13,002	11,396	8,739	4,341	19,353	15,678	13,182	10,814	14,976
Net Bonded Debt (in thousands of dollars)	$ 297,039	$ 318,303	$ 345,349	$ 372,641	$ 400,874	$ 408,007	$ 203,187	$ 221,318	$ 239,531	$ 252,664
Ratio of Net Bonded Debt to Assessed Value	0.0132	0.0123	0.0128	0.0134	0.0152	0.0160	0.0086	0.0099	0.0112	0.0124
Net General Bonded Debt Per Capita	$ 428.01	$ 459.98	$ 472.43	$ 511.87	$ 558.32	$ 574.66	$ 289.85	$ 318.44	$ 346.64	$ 368.31

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

DeKalb County, Georgia

Ratio of Annual Debt Service For General Bonded Debt
to Totel General Expenditures (unaudited)

Last Ten Years
(in thousands of dollars)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Governmental Expenditures[1]	$ 625,173	$ 643,618	$ 674,147	$ 646,235	$ 759,074	$ 676,669	$ 555,154	$ 601,806	$ 562,574	$ 497,812
Debt Service Expenditures for General Bonded Debt[2]	$ 37,242	$ 41,406	$ 41,607	$ 41,933	$ 41,245	$ 39,767	$ 26,125	$ 26,140	$ 28,495	$ 28,318
Ratio (%) of Debt Service Expenditures to General Governmental Expenditures	5.96%	6.43%	6.17%	6.49%	5.43%	5.88%	4.71%	4.34%	5.07%	5.69%

[1] Includes all expenditures by governmental fund types. Transfers to other funds are not included.
[2] Includes all governmental funds general obligation bond expenditures.

Source: DeKalb County Finance Department

DeKalb County, Georgia

Computation of Legal Debt Margin (Unaudited)

December 31, 2011
(in thousands of dollars)

Assessed Value			$ 22,479,000
Debt Limit - 10% of assessed value			$ 2,247,900
Amount of Debt Applicable to Debt Limit:			
Total bonded debt		$ 1,321,035	
Less:			
General obligation bonds fund balance	$ 12,046		
Governmental activities revenue bonds	88,270		
Water and sewerage system revenue bonds	923,680	1,023,996	
Total debt applicable to debt limit			297,039
Legal Debt Margin			$ 1,950,861

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

DeKalb County, Georgia

Legal Debt Margin (unaudited)

Last Ten Years
(in thousands of dollars)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Debt limit	$ 2,247,900	$ 2,596,800	$ 2,703,900	$ 2,788,700	$ 2,640,000	$ 2,551,600	$ 2,354,000	$ 2,233,000	$ 2,150,600	$ 2,034,400
Total debt applicable to limit	297,039	319,868	345,349	372,641	400,874	408,007	203,187	221,318	239,531	252,664
Legal debt margin	$ 1,950,861	$ 2,276,932	$ 2,358,551	$ 2,416,059	$ 2,239,126	$ 2,143,593	$ 2,150,813	$ 2,011,682	$ 1,911,069	$ 1,781,736
Total debt applicable to the limit as a percentage of the debt limit	13.21%	12.32%	12.77%	13.36%	15.18%	15.99%	8.63%	9.91%	11.14%	12.42%

Source: DeKalb County Finance Department

DeKalb County, Georgia

Computation of Direct and Overlapping Debt (unaudited)

December 31, 2011
(in thousands of dollars)

	Gross Debt Less Debt Retirement Funds	Percentage of Debt Applicable to DeKalb County	DeKalb County's Share of Debt
DeKalb County	$ 297,039	100.00%	$ 297,039
Overlapping Debt:			
City of Atlanta (A)	255,077	2.60%	6,632
Fulton-DeKalb Hospital Authority (B)	176,237	27.11%	47,775
Total Overlapping Debt	431,314		54,407
Total Direct and Overlapping Debt	$ 728,353		351,446
Total Per Capita Direct and Overlapping Debt			$ 506.11

Total Direct and Overlapping Debt Per Capita

(A) Debt overlaps only property in the County which lies within the city limits of Atlanta.

(B) Debt overlaps Countywide. These bonds are a closed lien on a limited tax contracted to be levied by Fulton and DeKalb Counties. The Authority has no power to levy taxes.

Source: DeKalb County Finance Department; City of Atlanta; Fulton-DeKalb Hospital Authority

DeKalb County, Georgia

Schedule of Governmental Revenue Bond Coverage (unaudited)

Last Ten Years
(in thousands of dollars)

Building Authority and Juvenile Justice Center Revenue Bonds

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Net Available Revenue *	$ 3,716	$ 3,714	$ 3,715	$ 3,717	$ 3,712	$ 3,717	$ 1,622	$ 1,079	$ 208	$ -
Current Annual Debt Service	$ 3,716	$ 3,714	$ 3,715	$ 3,717	$ 3,712	$ 3,717	$ 1,622	$ 1,079	$ 208	$ -
Ratio	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-

Public Safety and Judicial Facilities Authority Revenue Bonds

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Net Available Revenue *	$ 3,092	$ 3,095	3096	3092	3092	3097	2882	$ -	$ -	$ -
Current Annual Debt Service	$ 3,092	$ 3,095	3096	3092	3092	3097	2882	$ -	$ -	$ -
Ratio	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-

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

Source: DeKalb County Finance Department

DeKalb County, Georgia

Schedule of Business-Type Revenue Bond Coverage (unaudited)

Water and Sewerage System

Last Ten Years
(In thousands of dollars)

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Net Operating Revenue as Defined in Bond Resolution *	$ 107,881	$ 81,028	$ 59,663	$ 45,562	$ 61,414	$ 63,917	$ 71,247	$ 51,372	$ 56,028	$ 55,176
Current Annual Debt Service Requirement	$ 41,402	$ 38,838	$ 38,838	$ 38,660	$ 35,516	$ 31,336	$ 32,110	$ 31,500	$ 30,919	$ 29,869
Ratio	2.61	2.09	1.54	1.18	1.73	2.04	2.22	1.63	1.81	1.85

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

Source: DeKalb County Finance Department

DeKalb County, Georgia

Demographic and Economic Statistics (unaudited)

Last Ten Years

Fiscal Year	Population	School Enrollment	Water Customers	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate	Property Value (millions of dollars)	Construction Permits	Construction Value (millions of dollars)	Bank Deposits (millions of dollars)
2002	685,800	95,333	284,182	$ 23,425,556	$ 34,158	5.7%	$ 50,864	9,283	$ 1,831	$ 7,916
2003	691,300	95,690	286,556	$ 23,787,633	$ 34,410	4.5%	$ 53,341	8,785	$ 1,312	$ 8,553
2004	695,100	96,875	289,813	$ 24,910,299	$ 35,837	5.2%	$ 55,826	9,115	$ 1,754	$ 8,223
2005	700,500	102,310	293,407	n/a	n/a	6.1%	$ 58,850	10,923	$ 1,582	$ 8,711
2006	710,400	99,509	299,445	n/a	n/a	5.0%	$ 63,790	6,923	$ 1,630	$ 7,709
2007	718,400	101,396	311,023	$ 25,141,845	$ 34,997	4.7%	$ 66,000	8,127	$ 2,413	$ 7,882
2008	727,600	101,079	314,572	$ 23,540,770	$ 32,354	7.7%	$ 69,719	8,244	$ 1,142	$ 8,473
2009	731,200	99,006	316,065	n/a	n/a	10.2%	$ 67,599	4,572	$ 1,238	$ 8,582
2010	691,893	99,406	214,256	n/a	n/a	10.4%	$ 64,920	4,842	$ 584	$ 7,652
2011	694,400	99,088	212,360	n/a	n/a	9.4%	$ 56,198	7,473	$ 2,233	$ 7,586

Note: Personal income data is unavailable for 2005, 2006, 2009, 2010 and 2011

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

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

	2011			2010			2009			2008			2007		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Emory University & Hospital	12,978	3	3.5%	20,172	2	5.4%	12,265	2	3.4%	10,401	2	2.9%	12,968	2	3.4%
DeKalb County Schools	13,072	2	3.6%	13,890	3	3.7%	13,285	1	3.7%	14,700	1	4.1%	15,800	1	4.1%
Emory Healthcare	14,595	1	4.0%	9,000	5	2.4%	11,143	3	3.1%	9,044	3	2.5%	10,265	3	2.7%
U.S. Centers for Disease Control & Prevention	9,634	4	2.6%	9,634	4	2.6%	6,500	6	1.8%	3,800	6	1.1%	6,177	6	1.6%
InterContinental Hotels Group Inc.	-		-	-		-	-		-	-		-	-		-
DeKalb County Government	7,907	6	2.2%	7,188	7	1.9%	8,077	4	2.2%	7,130	4	2.0%	8,477	4	2.2%
General Motors Corporation	-		-	-	-	-	5,606	7	1.6%	3,500	7	1.0%	6,002	7	1.6%
Internal Revenue Service	-		-	-	-	-	5,200	8	1.4%	2,848	8	0.8%	3,800	8	1.0%
Cox Enterprises	2,500	10	0.7%	2,499	10	0.7%	5,606	7	1.6%	3,500	7	1.0%	6,002	7	1.6%
AT&T	5,252	7	1.4%	20,325	1	5.4%	5,200	8	1.4%	2,848	8	0.8%	3,800	8	1.0%
Emory Clinic	-		-	-		-	-		-	-		-	-		-
DeKalb Medical Center	2,946	8	0.8%	2,800	8	0.8%	3,766	9	1.0%	1,213	9	0.3%	3,463	9	0.9%
Childrens Healthcare of Atlanta	7,978	5	2.2%	7,527	6	2.0%	6,700	5	1.9%	6,046	5	1.7%	6,690	5	1.7%
Veteren's Administration Hospital															
Georgia Perimeter College	2,591	9	0.7%	2,563	9	0.7%	2,563	10	0.7%	1,192	10	0.3%	1,860	10	0.5%
Total	79,453		21.6%	95,598		25.5%	85,911		23.7%	66,222		18.3%	85,304		22.2%
Total County	367,785			374,768			362,420			362,420			383,718		

	2006			2005			2004			2003			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Emory University & Hospital	10,265	2	3.3%	13,727	2	4.4%	6,876	4	2.0%	10,300	1	3.0%	10,300	1	3.0%
DeKalb County Schools	14,223	1	4.6%	-		-	22,041	1	6.4%	10,000	2	2.9%	10,000	2	2.9%
Emory Healthcare	-		0.0%	14,700	1	4.7%	14,398	2	4.2%	-		-	-		-
U.S. Centers for Disease Control & Prevention	8,949	3	2.9%	5,089	4	-	2,800	9	0.8%	-		-	-		-
InterContinentel Hotels Group Inc.	-		0.0%	3,100	6	1.0%	3,500	8	1.0%	-		-	-		-
DeKalb County Government	8,285	4	2.7%	8,220	3	2.6%	8,045	3	2.3%	7,903	3	2.3%	7,753	3	2.2%
General Motors Corporation	1,566	9	0.5%	-			-		-	4,800	4	1.4%	4,800	4	1.4%
Internal Revenue Service	-		-	4,500	5	1.5%	4,500	7	1.3%	4,500	5	1.3%	4,500	5	1.3%
Cox Enterprises	-		0.0%			0.0%	-		-	4,000	6	1.2%	4,000	6	1.2%
AT&T	7,000	5	2.3%	3,000	7	1.0%	-		-	-		-	-		-
Emory Clinic	-		-	-		-	-		-	2,800	7	0.8%	2,800	7	0.8%
DeKalb Medicel Center	3,662	6	1.1%	2,100	8	0.7%	5,322	5	1.5%	2,300	8	0.7%	2,300	8	0.7%
Childrens Healthcare of Atlanta	3,010	7	1.0%	-		-	5,089	6	1.5%	2,100	9	0.6%	2,100	9	0.6%
Veteran's Administration Hospital	1,782	8	0.6%	-		-	-		-	2,000	10	0	2,000	10	0.6%
Marshall's	926	10	0.3%												
DeKalb College	-			2,000	9	0.6%	2,300	10	0.7%	-		-	-		-
United Parcel Service	-			-		-	-		-	-		-	-		-
Total	59,668		19.3%	56,436		16.5%	74,871		21.7%	50,703		14.6%	50,553		14.6%
Total County	308,842			311,283			346,900			346,900			346,900		

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

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

DeKalb County, Georgia

County Government Employees by Function/Program (unaudited)

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government	763	795	1,125	1,029	964	896	872	868	874	815
Public safety:										
Fire & rescue services	722	855	921	859	860	849	849	849	850	824
Fire										
EMS										
Police officers	1,231	1,228	1,251	1,250	1,104	1,058	1,056	1,058	1,012	994
Other public safety	285	255	377	377	507	533	536	528	538	527
Civil and criminal court system	1,781	1,753	1,747	1,740	1,762	1,715	1,693	1,624	1,603	1,583
Planning and development	76	54	29	186	186	186	185	177	178	177
Public works	220	487	540	611	612	612	612	582	540	534
Community development	24	22	15	24	22	33	32	29	27	28
Parks and recreation	480	471	543	636	637	623	615	588	578	608
Library	285	295	298	246	233	229	226	226	227	227
Health and welfare	85	32	86	86	87	76	76	77	74	73
Watershed management (Water and sewer)	682	686	771	771	729	736	732	713	688	685
Sanitation	699	699	742	743	728	712	709	699	686	650
DeKalb Peachtree Airport	24	24	27	28	27	27	27	27	28	28
Total	7,357	7,656	8,472	8,586	8,458	8,285	8,220	8,045	7,903	7,753

Source: DeKalb County Budget Office

Note: Fire and EMS combined into Fire & Rescue Services in 2002.

DeKalb County, Georgia

Operating Indicators by Function/Program (unaudited)

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General government:										
Business licenses issued	16,879	14,500	22,430	22,955	27,743	22,450	21,390	20,443	20,908	20,843
Registered voters	448,834	456,049	445,388	456,096	408,279	403,419	388,993	404,539	364,394	386,976
Public safety:										
Fire & EMS emergency calls	93,151	92,171	89,356	201,300	164,291	100,769	98,995	89,499	65,593	88,243
Police arrests	48,660	48,669	54,584	53,707	45,284	62,354	54,686	51,757	48,914	37,115
Training academies	3	7	2	2	2	2	1	1	1	1
Civil and criminal court system:										
Recorder's court citations processed	221,388	182,811	231,591	243,396	212,224	235,854	195,863	211,297	195,472	157,001
State court dispossessory warrants	34,895	33,963	33,511	39,072	37,649	34,935	33,831	35,057	36,910	34,369
Superior court felony case filings	7,100	6,128	6,000	4,773	5,400	6,711	6,293	5,835	6,195	6,299
Planning and development:										
Building permits issued	7,473	4,842	4,572	8,244	8,127	17,333	9,039	9,115	8,785	9,283
Number of inspections	16,486	28,674	51,139	24,218	63,633	35,998	29,875	34,623	58,478	42,672
Public works:										
Road resurfacing (miles)	36	37	66	42	22	21	20	20	30	30
Patching (tons)	94,028	70,185	101,465	30,000	35,600	30,000	50,000	48,000	29,050	56,000
Sidewalks constructed (miles)	2	1	2	1	1	1	12	23	25	-
Parks and recreation:										
Average attendance per pool	8,756	13,570	13,153	5,059	6,900	4,100	4,017	4,800	4,755	n/a
Golf rounds per course	53,323	28,809	68,500	79,871	76,000	37,091	36,221	30,929	22,009	31,033
Youth & adult athletic patrons	164,210	151,175	138,500	20,559	109,000	40,500	33,017	21,500	20,939	26,000
Library:										
Patron visits	3,240,490	3,321,574	3,232,361	3,273,489	3,292,187	3,216,230	3,153,749	2,968,638	2,866,374	2,799,195
Water:										
Water Customers	212,360	214,256	316,065	314,572	311,023	299,445	293,407	289,813	286,556	284,182
Water meters	188,224	189,666	189,162	189,162	188,763	186,503	182,329	181,443	181,682	178,579
Average daily water consumption (million gallons)	70	72	59	66	77	65	72	67	67	70
Miles of water mains constructed during year	2	2	6	5	21	27	31	31	42	39
Sewer:										
Sewer Customers	161,470	288,352	287,061	280,196	278,353	267,057	261,379	258,066	254,357	252,114
Average daily sewer treatment (million gallons)	36	37	36	56	56	40	43	39	39	34
Miles of sewer mains constructed during year	1	1	1	28	28	16	18	14	26	28
Sanitation:										
Residential customers	159,567	159,241	159,743	176,186	174,500	158,427	153,748	148,015	148,999	146,375
Commercial customers	12,546	9,624	7,071	9,588	9,078	8,713	8,256	17,133	12,287	11,369
Weekly pickups	2	2	2	2	2	2	2	2	2	2
DeKalb Peachtree Airport:										
Annual flights	155,180	160,948	151,714	187,006	220,576	207,981	202,251	215,174	224,187	224,959
Based aircraft	585	565	565	608	698	608	608	608	608	608

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

DeKalb County, Georgia

Capital Asset Statistics by Function/Program (unaudited)

Last Ten Years

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Public safety:										
Fire stations	26	26	26	26	26	26	25	25	25	25
Fire hydrants	18,657	18,500	22,000	22,000	22,200	17,295	15,200	22,908	22,908	22,462
Public works:										
Miles of paved roads	2,320	2,303	2,280	2,422	2,753	2,746	2,746	2,746	2,668	2,664
Miles of unpaved roads	1	2	3	3	2	2	2	2	2	2
Street Lights	41,660	41,202	43,067	42,265	41,518	40,836	39,884	39,086	38,355	37,387
Parks and recreation:										
Parks	131	127	131	131	126	130	130	141	120	109
Park acreage	6,862	6,444	6,679	6,679	6,482	6,000	5,948	5,738	5,517	5,200
Swimming pools	11	11	11	11	13	12	12	12	12	12
Athletic fields	158	158	158	158	158	158	158	174	162	162
Recreation centers	13	13	11	11	11	11	11	11	11	11
Tennis centers	3	3	3	3	3	3	3	3	3	3
Tennis courts	105	105	105	105	105	105	105	104	109	109
Picnic shelters	77	77	77	77	90	90	90	80	87	87
Golf courses	2	2	2	2	2	2	2	2	2	2
Library:										
Books	831,236	808,682	826,340	811,672	826,239	812,634	775,472	776,329	785,396	792,744
Water:										
Water plant capacity (million gallons)	150	150	150	150	150	128	128	128	128	128
Treated water storage capacity (million gallons)	72	72	72	72	72	72	72	72	72	72
Raw water storage capacity (million gallons)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	324	324	240
Miles of water mains	2,600	2,600	2,600	2,600	2,600	2,854	2,827	2,796	2,765	2,723
Sewer:										
Sewer treatment capacity (million gallons)	56	56	56	56	56	56	56	56	56	56
Sewer pumping stations	66	66	66	66	63	60	57	57	53	51
Miles of sewer mains	2,400	2,400	2,250	2,241	2,230	2,200	2,184	2,166	2,152	2,126

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

DeKalb County, Georgia

Salaries and Bonds of Principal Officials (unaudited)

Year Ended December 31, 2011

	Statutory Bond	Statutory Salary
Chief Executive Officer - W. Burrell Ellis, Jr.	$ 50,000	$ 153,498
Board of Commissioners - Elaine C. Boyer; Jeff Rader; Larry Johnson; Sharon Barnes-Sutton; Lee May; Kathie Gannon; Stan Watson	10,000	38,374 -40,769
Clerk of Superior Court - Debra Deberry	25,000	127,472
Probate Court Judge - Jeryl Rosh	100,000	144,469
Sheriff - Thomas E. Brown, Jr.	25,000	154,000
Tax Commissioner - Claudia Lawson	100,000	155,670
The following officials and all other County employees are covered by a blanket $200,000 bond, as required:		
State Court Judges - Alvin T. Wong; Johnny Panos; Eleanor L. Ross; Janis Gordon; Stacey K. Hydrick; Wayne M. Purdon; Dax E. Lopez		152,967
Solicitor, State Court - Sherry Boston		152,967
District Attorney - Robert James		158,915
Superior Court Judges - Gregory Adams; Clarence F. Seeliger; Daniel M. Coursey, Jr.; Courtney L. Johnson; Gail C. Flake; Asha Jackson; Linda W. Hunter; Mark Scott; Tangela Barrie; Cynthia J. Becker		169,963
Juvenile Court Judges - Elliot Shoenthal; Desiree Peagler		152,967
Chief Magistrate Court Judge - Berryl A. Anderson		127,472
Associate Magistrate Court Judges - Charles D. Wood; R. Hopkins Kidd		114,725

Source: DeKalb County Finance Department

DeKalb County, Georgia

Insurance In Force (unaudited)

December 31, 2011

Coverage	Coverage	Limits
Buildings, Contents, Records, Equipment:		
Fire, lightning, extended coverage, vandalism, and malicious mischief (blanket coverage \ replacement cost $250,000 deductible) per occurrence -		Scheduled Property
All risk marine floater (specified property, equipment, and records)		Scheduled Property
Boiler and machinery - each occurrence (specified location and equipment exclusions) $10,000 deductible		$ 25,000,000
Aircraft:		
Rotocraft Liability (per occurrence) - Hull coverage (deductible-5% of insured value)		$ 1,000,000
Owner, Landlords, & Tenants - DeKalb-Peachtree Airport		$ 5,000,000
Money and Securities (destruction, disappearance, wrongful abstraction) $10,000 deductible		$ 200,000
Employee Faithful Performance Blanket Position Bond		$ 200,000
Excess Workers' Compensation - per loss (self-insured retentions $600,000)		$ 10,000,000
Group Life - 2.25 times annual salary		Schedule
Group Hospital and Surgery - employee and dependents:		
Major medical (70%-80% of expenses after $300 deductible up to $1,500 out of pocket then 100%). 1 HMO AND 2 PPO AND 1 CDHP available		Unlimited
Umbrella - $1,000,000 deductible		$ 5,000,000
Auto Liability Per Accident (combined single limit)		$ 750,000

Source: DeKalb County Finance Department