

CITY OF ALPHARETTA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

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INTRODUCTORY SECTION



Alpharetta

G E O R G I A



MAYOR

Chuck Martin

COUNCIL

Brandon L. Beach

Debbie Gibson

Sandra B. Johnson

Arthur Letchas

Jim Matoney

Jim Paine

CITY ADMINISTRATOR

Robert J. Regus

November 3, 2000

To the Honorable Mayor, City Council
and Citizens of the City of Alpharetta:

We are pleased to present the Comprehensive Annual Financial Report of the City of Alpharetta, Georgia (City) for the fiscal year ended June 30, 2000. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the City's organizational chart, a list of principal officials and a copy of the GFOA Certificate of Achievement in Financial Reporting for 1999. The financial section includes the general-purpose financial statements, notes and the combining and individual fund and account group financial statements and schedules, as well as the report of the independent public accountants. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

This report includes all funds and account groups of the City for which City Council has fiduciary, budgetary and legislative control. The City provides a full range of services. These services include police and fire protection; municipal court; sanitation services; recreational activities and cultural events; building inspection and code enforcement; water; and road maintenance.

ECONOMIC CONDITION AND OUTLOOK

With nearly \$1.5 billion in new commercial and residential building occurring over the past four years, growth and development continued at a fast pace during fiscal year 2000. During this rapid expansion period approximately 55,000 jobs have been created within the community by primarily corporate organizations such as Nortel Networks, E*Trade, Lucent Technologies, AT & T and Radiant Systems. The City was recently rated one of America's 10 most wired towns by *Yahoo! Internet Life* magazine.

Located on the Georgia 400 corridor, Alpharetta has realized an average increase in the property tax base of 21% per year for the last five years. Projections for fiscal year 2001 have the digest exceeding \$2 billion. Further, with collection rates well into the 90% range, this revenue source continues to have a significant impact on both the General and Debt Service Funds.

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According to the 1990 census, the City of Alpharetta had a population of 13,002 and is currently estimated at 30,000 making it one of the fastest growing cities in Georgia according to the latest figures from the U.S. Census Bureau and the Georgia Department of Labor. It is projected to have a population of 50,000 by the year 2010. The City continues to have a steady flow of newcomers with the average home costing \$215,000. The City has an average family income estimated at \$58,000 with a median age of 34.

Based on the projected increase in population and increases in per capita income, combined with the benefits to be derived from Metro Atlanta's hosting National and International sporting events, the City of Alpharetta's future looks bright for the 2000's and into the twenty-first century.

MAJOR INITIATIVES

For the year. In order to keep pace with the tremendous growth being experienced, the City instituted various projects designed to increase the effectiveness and efficiency of the City's operations while maintaining a strong customer service ethic. Some of the most significant of these are outlined below:

Infrastructure

During fiscal year 2000 the Engineering/Public Works Department had a Capital Improvement Budget in excess of \$9.7 million. These funds were allocated to street/intersection improvements, sidewalks, transportation studies, traffic signal interconnects, and downtown improvements. Due to the rapid expansion within the area, the City experiences tremendous use of public infrastructure and the demands for new and improved transportation controls. In upcoming years the City plans to complete major construction of roadways.

Parks and Recreation Projects

A challenge that accompanies such rapid expansion and demand for residential property is that of increased land costs. As part of the City's goal to reach 20% passive land for the benefit of citizens, acquisition of additional park space is needed. Through legislation passed by Governor Roy Barnes, the City participates in a Greenspace Program which provides minimal funds (approximately \$179,000 per year) to this cause.

Current projects within this area include the expansion of an existing Senior Arts Center and a Greenway System which provides walking and jogging trails along Foe Killer Creek in the Alpharetta area. Existing parks are being improved to provide concession facilities, additional baseball/softball diamonds, and parking improvements.

For the future. The City continually updates its strategic plan for future growth, the most current year of which channels into the current year's operating budget. This long range planning allows City officials to commence planning for improvements in sufficient time to assure adequate financing and preparation.

FINANCIAL INFORMATION

The Accounting System. The City maintains seven fund types: General Fund, Special Revenue, Capital Projects, Debt Service, Enterprise, Internal Service, and Trust and Agency. The description of these fund types can be found in the Notes to the Financial Statements.

The accompanying financial statements and statistical tables were prepared in conformance with generally accepted accounting principles (GAAP), and with standards set forth by:

- 1) The Governmental Accounting Standards Board (GASB).
- 2) The American Institute of Certified Public Accountants and its Committee on Governmental Accounting and Auditing.
- 3) The Government Finance Officers Association of the United States and Canada (GFOA).

Internal Controls. The City of Alpharetta management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of cost and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. We believe the City's system of internal accounting controls is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

Budget Controls. In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. Activities of all funds are included in the annual appropriated budget. Effective budgetary control is achieved through general obligation bond provisions and impact fees for the debt service fund. Project-length financial plans are adopted for the bond construction and capital projects funds. Budgetary control is achieved in the special revenue fund and expendable trust fund by limiting expenditures to revenues received. The level of legal budgetary control (that is, the level at which expenditures may not exceed revenues) is established at the department level for the General Fund and at the fund level for all other funds.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

General Government Functions. The Governmental Funds include the General, Special Revenue, Debt Service, Capital Projects, and Expendable Trust Funds. The following schedule presents a summary for the fiscal year ended June 30, 2000, and the amount and percentages of change in relation to prior year revenues.

<u>Revenue Source</u>	<u>FY 2000 Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 1999</u>	<u>Percent of Increase (Decrease)</u>
Property Taxes	\$16,538,295	41.48 %	\$6,157,779	90.20 %
Other Taxes	10,176,359	25.52	1,115,955	16.35
Licenses and Permits	2,587,950	6.49	(59,611)	(.87)
Intergovernmental	418,308	1.05	(234,889)	(3.44)
Charges for Services	4,078,572	10.22	616,290	9.03
Fines and Forfeitures	462,580	1.16	(59,719)	(.87)
Impact Fees	2,861,705	7.18	244,716	3.58
Interest	2,248,769	5.64	312,089	4.57
Other	500,863	1.26	(1,266,175)	(18.54)
Total	<u>\$39,873,401</u>	<u>100.00 %</u>	<u>\$ 6,826,435</u>	

The most significant increase in actual continued revenue sources was derived from property taxes. This is due to the large number of revaluations which occurred on the 1998 and 1999 digests. Other taxes, charges for service, interest earnings and impact fees grew at 16.35%, 9.03%, 4.57% and 3.58%, respectively. Other taxes consist of significant increases in franchise taxes and local option sales tax, again due to population and development growth. Other significant increases occurred in interest revenue. Cash management was improved to allow for all excess working capital to be easily invested within state guidelines.

The following schedule presents a summary of General, Special Revenue, Debt Service, Capital Projects and Expendable Trust Fund expenditures for the fiscal year ended June 30, 2000, and the percentage of increases and decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>FY 2000 Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 1999</u>	<u>Percent Of Increase (Decrease)</u>
Current:				
General Government	\$ 7,075,001	17.95 %	\$1,332,527	18.83 %
Public Safety	7,468,974	18.95	993,522	13.30
Engineering & Public Works	4,407,066	11.18	65,277	1.48
Parks & Recreation	3,606,710	9.15	649,295	18.00
Other	245,622	0.62	(306,277)	(124.69)
Capital Outlay	11,301,944	27.88	772,659	6.83
Debt Service:				
General Obligation Bonds	4,700,386	11.92	(211,679)	(4.50)
Capital Leases	929,993	2.35	(87,731)	(9.43)
Total	<u>\$ 39,735,696</u>	<u>100.00 %</u>	<u>\$ 3,207,593</u>	

In comparison with fiscal year 1999, the City realized an increase in expenditures in nearly every category except Other, which decreased 11.34% from the prior year. The highest increases were accounted within the General Government and Public Safety areas with increases of 49.33% and 36.78%, respectively. Due largely to salary adjustments and an increase in service, these expenditure areas are also expected to increase in fiscal year 2001.

Capital Projects Fund. Proceeds of general obligation bond issues are accounted for in the Bond I, Bond II and Bond III Construction Funds. Completed capital improvement projects and capital improvement projects in progress are accounted for in the general fixed assets account group. All capital projects in excess of \$25,000 are accounted for in the General Capital Project Fund. Sources of revenue are interfund transfers.

Enterprise Fund. The City's enterprise operation is comprised of the Water System. Several of the City's prior major initiatives directly relate to the Water System. These improvements, such as the installation of six miles of water mains, have provided its users with expanded services. To provide the necessary resources for the repayment of debt to make these improvements, the City approved an increase in water rates which took effect in fiscal year 1990. This increase, plus charges generated through increased usage and tap fees from new customers, provided the Water System with needed additional resources. The Water System is essentially self-supporting by virtue of its user fee collections.

In 1999 the City issued Water Revenue Bonds in the amount of \$2,470,000 for the purpose of refunding prior notes to the Georgia Environmental Facilities Authority. The bond bears an interest rate of 4.435% and is payable in bi-annual installments until fiscal year 2011.

Water operating revenues and expenses are presented below for the past two years.

In conjunction with its implementation of the Accident Review and Safety Board, the City instituted a policy requiring all new City employees and all workers' compensation claimants to submit to a drug test. This policy is supplemented by an "Employee Assistance Program" which is designed to help drug dependent employees treat their problems. The combination of these policies has helped to reduce significantly the number of work-related accidents and costs.

OTHER INFORMATION

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting firm of Grant Thornton, LLP, was selected by the City Council. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Government Auditing Standards issued by the Comptroller General of the United States. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

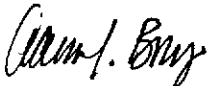
Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Alpharetta for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999. The City received its first Certificate for the fiscal year ended June 30, 1989.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual report, whose contents conform to program standards. Such 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 the current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and will submit it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the City's Financial Services staff. Each member of the staff has my sincere appreciation for the contributions made in the preparation of this report. In closing, without the leadership and support of the governing body of the City, preparation of this report would not have been possible.

Sincerely,



Aaron J. Bovos
Director of Finance

	FY 2000 <u>Amount</u>	FY 1999 <u>Amount</u>	Amount of Increase (Decrease)	Percent Of Increase (Decrease)
Revenues:				
Water Revenue	\$1,989,599	\$2,008,165	(\$18,566)	(0.92%)
Sewer Revenue	<u>1,685,135</u>	<u>1,642,690</u>	<u>42,445</u>	<u>2.58</u>
Total Operating Revenue	\$3,674,734	\$3,650,855	\$23,879	1.66%
Operating Expenses:				
Personal Services	\$426,440	\$395,552	\$30,888	7.80 %
Purchased Services	66,736	102,737	(36,001)	(35.04)
Materials and Supplies	2,649,003	2,463,588	185,415	7.52
Depreciation	200,837	189,827	11,010	5.80
Other	<u>40,563</u>	<u>181,544</u>	<u>(140,981)</u>	<u>(77.66)</u>
Total Operating Expenses	\$3,383,579	\$3,333,248	\$50,331	20.24%
Operating Income	\$291,155	\$317,608	(\$65,830)	

The decrease in water revenues is related to the water restrictions placed upon area residents early within the year. Due to extremely low levels of rainfall, water rationing which eventually led to water bans occurred very early in the spring and have carried forward throughout fiscal year 2000. Sewer revenues ended with a 2.58% increase over prior years contributing to the \$291,155 year end operating income figure. Additionally, expenses overall only exceeded the prior year by \$81,327.

Debt Administration. At June 30, 2000, the City had four general obligation bond issues outstanding in the amount of \$57,249,000. The City currently has a rating of AA from Standard & Poor's Corporation and of Aa2 from Moody's Investors Service for the issuance of debt on the general obligation bond issues. Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10 percent of total assessed value of real and personal property. As of June 30, 2000, the City's net general obligation bonded debt of \$56,490,402 was well below the legal limit of \$102,703,368 and debt per capita equaled \$1,883.01.

Cash Management. Cash temporarily idle during the year was invested in demand deposits and certificates of deposit, as well as money market investment accounts. All investments are generally made with the intention to hold to maturity. The City earned interest revenue of \$2,248,769 on all governmental and expendable trust investments for the year ended June 30, 2000.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held by the City's agent, in the City's name. Investments held by the City during the year and at June 30, 2000, are classified in the category of low credit risk as defined by the Governmental Accounting Standards Board.

Risk Management. The City maintains sufficient insurance coverage to replace property in the event of fire, theft, etc., and provide for umbrella liability and workman's compensation coverage. In 1989, the City instituted an Accident Review and Safety Committee Board encompassing all City departments. Each accident and workman's compensation claim, as well as safety suggestions, are reviewed by this Board. There were no catastrophic claims during the year.

CITY OF ALPHARETTA
LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2000

CHARLES E. MARTIN, JR.
Mayor

Council

Arthur Letchas – Mayor Pro Tem
Sandra B. Johnson
Jim Paine

Jim Matoney
Debbie Gibson
Brandon Beach

Robert J. Regus
City Administrator

Professional Staff

Bates, William
Bovos, Aaron J.
Davis, Dana
Forester, Shannon
Moskaluk, John
Mullis, Robert
Perry, Mike
Rainwater, Sue
Sahlin, Elizabeth
West, Dee
Wheeler, Diana

Fire Chief
Director of Finance
Police Chief
Human Resources Director
Engineering & Public Works Dir.
Director of Information Systems
Parks & Recreation Director
City Clerk
Court Services
Environmental Services Director
Community Development Director

Citizens of Alpharetta

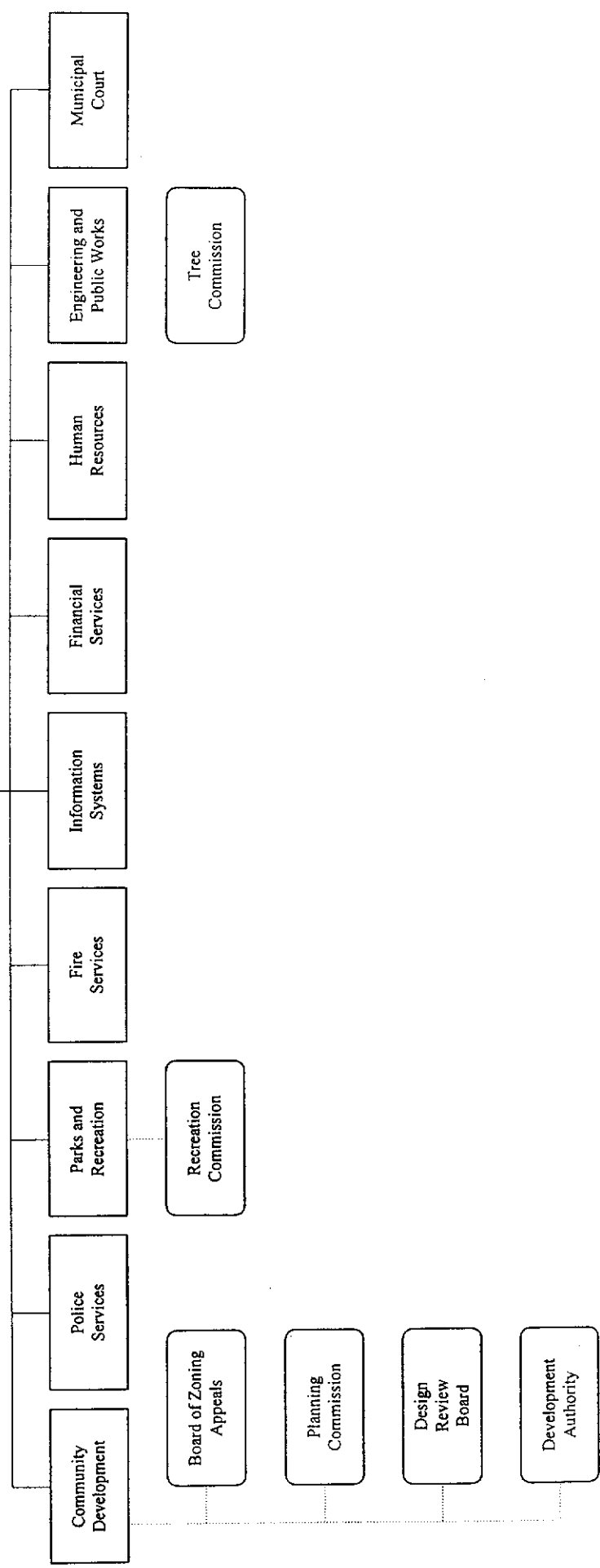
Mayor
City Council

City
Administrator

Public Affairs

City
Clerk

City
Attorney



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Alpharetta,
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

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.



Anne Spray Kinney
President

Jeffrey L. Essler
Executive Director

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**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

F. RESERVED AND DESIGNATED FUND BALANCES

Reserved and designated fund balances in the various funds are as follows:

<u>Reserved For:</u>	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Trust & Agency</u>
Inventory	\$111,179	\$ -	\$ -	\$ -	\$ -
Prepaid Items	7,655	\$317	-	-	-
Encumbrances	487,977	14,200	-	8,222,595	-
Public Safety Capital Projects	-	1,139,576	-	-	-
Parks & Recreation Projects	-	(271,042)	-	-	-
Road Projects	-	268,375	-	-	-
Debt Service	-	-	758,598	-	-
Cemetery Maintenance	-	-	-	-	6,841
Total	<u>\$606,811</u>	<u>\$1,151,426</u>	<u>\$758,598</u>	<u>\$8,222,595</u>	<u>\$ 6,841</u>

<u>Designated For:</u>	<u>General</u>	<u>Capital Projects</u>
Operations	\$5,201,639	\$ -
Fleet Management	-	50,194
Capital Projects	-	20,233,437
Total	<u>\$5,201,639</u>	<u>\$20,283,631</u>

Reserved for Inventory – An account used to segregate a portion of fund balance to indicate that inventory does not represent available, spendable resources even though it is a component of assets.

Reserved for Prepaid Items – An account to segregate a portion of fund balance to indicate that prepaid items do not represent available, spendable resources even though it is a component of current assets.

Reserved for Encumbrances – An account used to segregate a portion of fund balance for expenditures upon vendor performance.

Reserved for Public Safety Capital Projects – An account used to segregate fund balance for fire impact fees legally reserved for fire capital projects.

Reserved for Parks & Recreation Projects – An account used to segregate fund balance for parks and recreation impact fees legally reserved for parks and recreation capital projects.

Reserved for Road Projects – An account used to segregate fund balance for road impact fees legally reserved for road projects.

Reserved for Debt Service – An account used to segregate fund balance for debt service resources legally restricted to the payment of long-term debt principal and interest amounts maturing in future years.

Reserved for Cemetery Maintenance – An account used to segregate fund balance for maintenance of the cemetery.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

F. RESERVED AND DESIGNATED FUND BALANCES (CONTINUED)

Designated for Operations – An account used to designate a portion of fund balance equal to 60 days operations based on budget for the General Fund and the Debt Service Fund.

Designated for Fleet Management – An account used to designate a portion of fund balance for future vehicle purchases, new and replacement.

Designated for Capital Projects – An account used to designate a portion of fund balance for future capital projects.

NOTE 4 – OTHER INFORMATION

A. CONTINGENT LIABILITIES

The City has contracted with Browning-Ferris Industries, Inc. for refuse collection, including recycling, beginning January 1, 2000 until March 31, 2005.

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

In conjunction with the issuance of the revenue bond by the Development Authority of Alpharetta ("Authority") for the purpose of benefiting the Georgia State University Foundation ("Foundation"), the City is liable for the repayment of the revenue bond in the event of default by either the Authority or the Foundation.

B. RISK MANAGEMENT

The Risk Management Internal Service Fund includes medical, worker's compensation, property and general liability insurance coverages. Medical insurance premiums and life insurance policy premiums are charged to departments and to employees for optional dependent coverage benefits. The purpose of this fund is to pay medical claims of the City employees and their covered dependents and minimize the total cost of annual medical insurance to the City. Medical claims exceeding \$696,000 in the aggregate per year are insured through a private insurance carrier. Worker's compensation claims exceeding \$200,000 per incident are insured through a private insurance carrier (up to a maximum of \$875,000), whereas claims below the \$200,000 are paid from this fund. Liability claims exceeding \$10,000 are insured through a private insurance carrier, where as liability claims below the \$10,000 are paid from this fund. It is the City's intention to accumulate an equity balance of \$1,000,000 over a three-year period to cover catastrophic claims of workers' compensation and medical insurance. These amounts will be accumulated through budgeting operating revenues above the level of claims expenditures.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. There were no significant reductions in insurance coverage from coverage in the prior year and the amount of settlements during the last three fiscal years did not exceed insurance coverage. Changes in the balances of claims liabilities during the past two years are as follows:

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 – OTHER INFORMATION (CONTINUED)

B. RISK MANAGEMENT (CONTINUED)

	Year ended June 30, 2000	Year ended June 30, 1999
Unpaid claims, beginning of fiscal year	\$ 189,555	\$ 48,647
Incurred claims	1,184,280	1,086,281
Claim payments	<u>1,079,783</u>	<u>945,373</u>
Unpaid claims, end of fiscal year	<u>\$ 294,052</u>	<u>\$ 189,555</u>

C. DEFINED BENEFIT PENSION PLAN

Plan Description

As authorized by City Council the City provides retirement, disability and death benefits to its employees through the City's defined benefit pension plan, known as the City of Alpharetta Retirement Plan (the "Plan"). The City's plan is affiliated with the Georgia Municipal Employees Benefit System ("System"), an agent multiple-employer public retirement system that acts as a common investment and administrative agent for the cities in the State of Georgia.

All full-time City employees, City officials and the judge of Municipal court are eligible to participate in the System. Benefits vest after five years of service. City employees who retire at or after age 65 (55 for the police and firemen) with 5 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to a split percent 1% to 2% of their highest five year average salary during employment. City officials and the Municipal Court judges receive a lifetime benefit at age 65 of \$25 per month for each year of service to the City. There is no waiting period to become eligible to participate in the plan for City officials and the Municipal Court judges. These benefit provisions and all other requirements are established by City council. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, SW Atlanta, Georgia 30303 or by calling (404) 688-0472.

Funding Policy

Participants are not required to contribute to the Plan. The City's policy is to contribute 100% of the amount necessary to fund the Plan according to the annual actuarial calculations. The City currently contributes 6.4% of covered payroll.

Annual Pension Cost

The City's annual pension cost for 2000 of \$531,861 was equal to the City's recommended and actual contributions. The recommended contribution was computed as part of an actuarial valuation performed as of January 1, 2000, using the projected unit credit actuarial cost method. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 8 percent a year compounded annually, (b) projected salary increases of 4.0 percent a year compounded annually (3.5% for inflation .5% for merit or seniority). The actuarial value of plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over ten years. This plan does not provide for postretirement benefit increases. The plan's period for amortizing the initial unfunded actuarial accrued liability for 30 years for 1982 and current changes in the unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provisions

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 – OTHER INFORMATION (CONTINUED)

C. DEFINED BENEFIT PENSION PLAN (CONTINUED)

and 30 years for actuarial assumptions and cost methods as a level percentage of payroll. The amortization periods, is applicable, are closed for this plan year.

Trend Information

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>ANNUAL PENSION COST (APC)</u>	<u>PERCENTAGE OF APC CONTRIBUTED</u>	<u>NET PENSION OBLIGATION</u>
1997	\$215,925	100%	-
1998	\$252,785	100%	-
1999	\$300,634	100%	-
2000	\$531,861	100%	-

Schedule of Funding Progress

The information presented below is based on the January 1, 2000, 1999, 1998, and 1997 actuarial valuations.

	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
Actuarial value of assets	\$4,688,370	\$4,056,546	\$3,142,858	\$2,651,334
Actuarial accrued liability	\$5,513,888	\$4,204,166	\$3,459,228	\$2,898,665
Funded ratio	85.0%	96.5%	90.9%	91.5%
Total unfunded actuarial liability (funding excess)	\$ 825,518	\$ 147,620	\$ 316,370	\$ 247,331
Annual covered payroll	\$7,134,366	\$6,274,597	\$4,796,176	\$4,166,784
Ratio of unfunded (excess) to annual covered payroll	11.6%	2.4%	6.6%	5.9%

Information prior to 1997 is not available.

D. HOTEL-MOTEL/MOTEL LODGING TAX

During the year ended June 30, 2000, the City levied a 5% lodging tax. The Official Code of Georgia Annotated 48-13-50 requires that all lodging taxes levied in excess of 3% be expended or obligated contractually for the promotion of tourism, conventions or trade shows. The Alpharetta Convention and Visitors Bureau has certified that the \$844,000 of lodging tax received from the City during the year ended June 30, 2000 was used for the promotion of tourism.

E. JOINT VENTURE

Under Georgia law, the City, in conjunction with other cities and counties in the Metropolitan Atlanta Georgia area, is a member of the Atlanta Regional Commission (ARC) and is required to pay annual dues thereto. Membership in ARC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of ARC. ARC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39. 1 provides that the member governments are liable for any debts or obligations of ARC. Separate financial statements may be obtained from ARC, 200 North Creek, Suite 300, 3715 Northside Parkway, Atlanta, Georgia 30327.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 5 – NET INVESTMENT AND DIRECT FINANCING LEASE

The Development Authority of Alpharetta has entered into a lease agreement with the Georgia State University Foundation to construct an education facility. The lease was accounted for as a direct financing lease by the Development Authority of Alpharetta. The lease agreement requires monthly payments be made on or before the twentieth (20th) day of each month for a sum equal to 83.5% of one-twelfth the amount required as payment for the following year over the 20-year term of the bond.

At June 30, 2000, future lease payment receivables are as follows:

<u>Fiscal Year</u>	
2001	\$ 589,471
2002	704,732
2003	704,580
2004	703,786
2005	706,431
Thereafter	<u>9,805,849</u>
Total Minimum Lease Payments	\$13,214,849
Unearned Revenue	<u>(4,363,849)</u>
Present Value of Capital Lease Obligations	<u>\$ 8,851,000</u>

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CITY OF ALPHARETTA, GEORGIA

General Fund

The General Fund is used to account for all of the general revenues of the City not specifically levied or collected for other City funds, and for the expenditures related to the rendering of general services by the City. The General Fund is used to account for all resources not required to be accounted for in another fund.



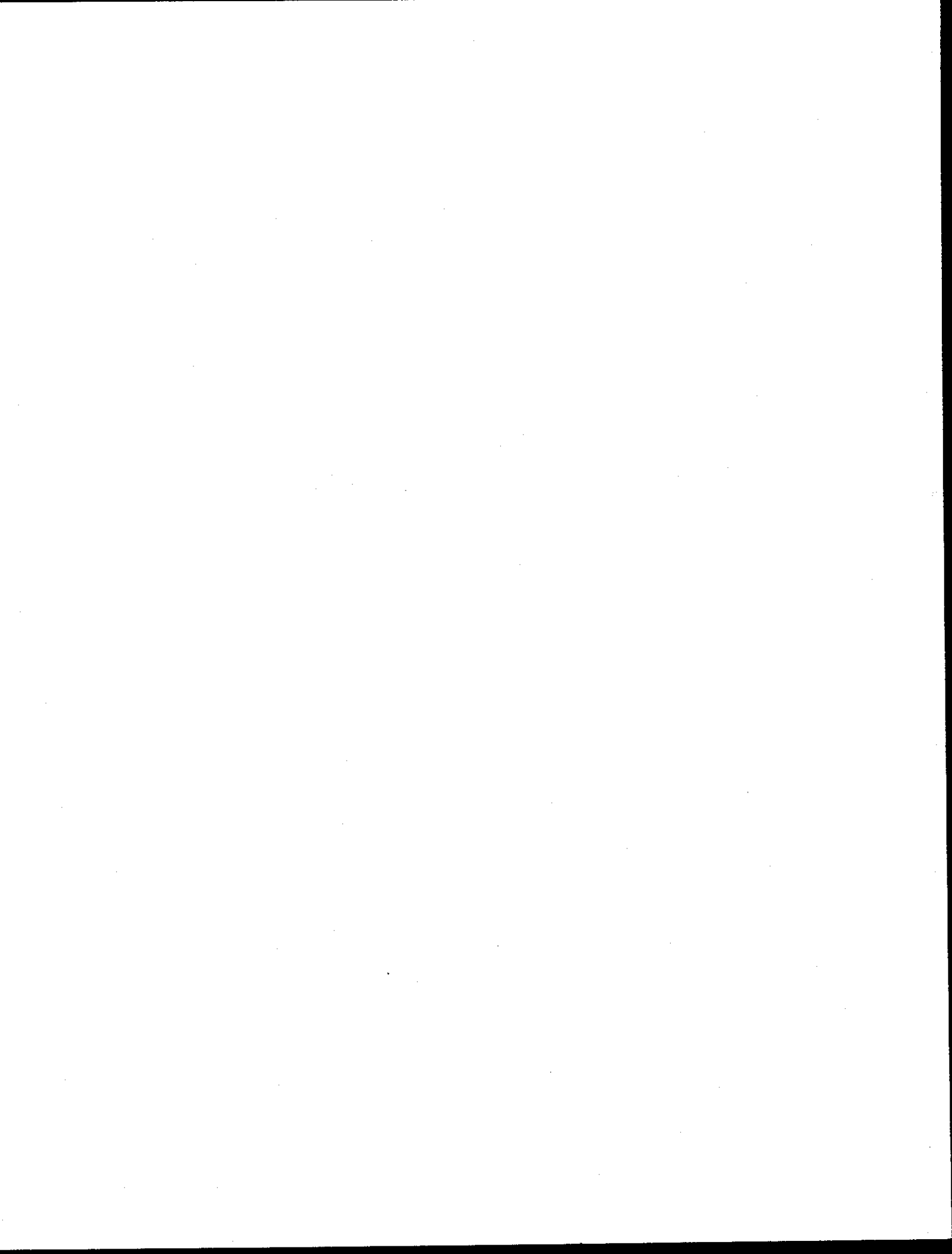
CITY OF ALPHARETTA, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 180,938	\$ 9,340
Investments	8,424,466	6,200,000
Receivables (net of allowance for uncollectibles)		
Taxes	2,189,365	2,010,604
Accounts	477,865	473,448
Intergovernmental Receivables	-	95,241
Due from other funds	2,308	450,626
Inventory, at cost	111,179	101,109
Prepaid items	7,655	67,874
 Total Assets	 <u>\$ 11,393,776</u>	 <u>\$ 9,408,242</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts payable	\$ 1,259,929	\$ 912,217
Accrued salaries and expenses	239,192	110,812
Compensated absences payable	84,980	116,467
Due to Other Funds	292,945	192,339
Deferred revenue	962,309	1,071,683
Total Liabilities	<u>2,839,355</u>	<u>2,403,518</u>
Fund Balance:		
Reserved:		
Reserved for Inventory	111,179	101,109
Reserved for Prepaid Items	7,655	67,874
Reserved for Encumbrances	487,977	114,257
Unreserved		
Designated for Operations	5,201,639	4,670,430
Unreserved and Undesignated	2,745,971	2,051,054
Total Fund Balance	<u>8,554,421</u>	<u>7,004,724</u>
 Total Liabilities and Fund Balance	 <u>\$ 11,393,776</u>	 <u>\$ 9,408,242</u>

CITY OF ALPHARETTA, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
Years Ended June 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
Revenues:		
Property Taxes	\$ 9,896,086	\$ 6,570,493
Other Taxes	10,176,359	9,060,404
Licenses and Permits	2,587,950	2,647,561
Intergovernmental	417,931	338,556
Charges for Services	3,306,507	2,906,755
Fines and Forfeitures	413,454	460,168
Interest	903,052	414,697
Other	189,334	246,392
Total Revenues	<u>27,890,673</u>	<u>22,645,026</u>
Expenditures:		
Current:		
General Government:		
City Administrator	598,404	507,419
Mayor and Council	129,669	135,498
Legal Services	390,498	381,039
Municipal Court	261,309	227,339
Financial Services	568,185	480,279
Management Information Services	813,513	677,259
Community Development	1,228,820	1,158,657
Human Resources	351,126	355,893
Non-Departmental	2,645,359	1,732,326
Total General Government	<u>6,986,883</u>	<u>5,655,709</u>
Public Safety:		
Fire & Rescue Services	3,374,995	2,787,392
Police Services	3,548,637	3,146,437
Total Public Safety	<u>6,923,632</u>	<u>5,933,829</u>
Engineering & Public Works	4,407,066	4,341,789
Environmental Services	240,963	-
Parks and Recreation	3,606,710	2,957,415
Total Expenditures	<u>22,165,254</u>	<u>18,888,742</u>
Excess of Revenues		
Over Expenditures	5,725,419	3,756,284
Other Financing Sources (Uses):		
Sale of Assets	82,238	1,699,156
Operating Transfers Out	(4,257,960)	(4,601,922)
Total Other Financing Sources (Uses)	<u>(4,175,722)</u>	<u>(2,902,766)</u>
Excess of Revenues and Other Sources		
Over Expenditures and Other Uses	1,549,697	853,518
Fund Balance, July 1	<u>7,004,724</u>	<u>6,151,206</u>
Fund Balance, June 30	<u>\$ 8,554,421</u>	<u>\$ 7,004,724</u>



CITY OF ALPHARETTA, GEORGIA

Special Revenue Funds

Special Revenue Funds are used to account for revenue derived from specific taxes or other earmarked revenue sources (other than for major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Emergency 911 Fund

Established to account for funds received from users of the Emergency 911 System. The funds are to be used for expenditures necessary to maintain the System within the City.

Impact Fees

To account for fees assessed upon Development Activity. The fees shall be collected to pay for system improvements as detailed in the City's Impact Fee ordinance.

Drug Enforcement Agency Fund

Established to account for funds received from the Drug Enforcement Agency for shared revenues resulting from confiscation of property from drug offender's arrest. The revenues are restricted to law enforcement and cannot be used to supplant the normal operating budget of the Police Department.

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CITY OF ALPHARETTA, GEORGIA

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

June 30, 2000

(With Comparative Totals for Year Ended June 30, 1999)

<u>Assets</u>	Emergency	Impact	Drug	Totals	
	911	Fee	Enforcement	2000	1999
Cash and Cash Equivalents	\$ 80,430	\$ 7,899	\$ 136,980	\$ 225,309	\$ 903,769
Investments	646,329	811,775	-	1,458,104	813,329
Accounts Receivable	72,102	292,357	-	364,459	149,555
Prepaid Items	317	-	-	317	-
Total Assets	\$ 799,178	\$ 1,112,031	\$ 136,980	\$ 2,048,189	\$ 1,866,653
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts Payable	\$ 9,194	\$ -	\$ -	\$ 9,194	\$ 4,759
Accrued Salaries	5,918	-	-	5,918	1,304
Compensated Absences Payable	2,801	-	-	2,801	998
Due to Other Funds	10,527	-	-	10,527	49,786
Total Liabilities	28,440	-	-	28,440	56,847
Fund Balances:					
Reserved:					
Reserved for Prepaid Items	317	-	-	317	-
Reserved for Encumbrances	-	-	14,200	14,200	-
Reserved for Public Safety	24,878	1,114,698	-	1,139,576	946,129
Reserved for Parks & Recreation Projects	-	(271,042)	-	(271,042)	539,102
Reserved for Road Projects	-	268,375	-	268,375	217,313
Unreserved and Undesignated	745,543	-	122,780	868,323	107,262
Total Fund Balance	770,738	1,112,031	136,980	2,019,749	1,809,806
Total Liabilities and Fund Balance	\$ 799,178	\$ 1,112,031	\$ 136,980	\$ 2,048,189	\$ 1,866,653

CITY OF ALPHARETTA, GEORGIA

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCEFor the Year Ended June 30, 2000
(With Comparative Totals for Fiscal Year Ended June 30, 1999)

	Emergency 911	Impact Fee	Drug Enforcement	Totals	
				2000	1999
Revenues:					
Impact Fees	\$ -	\$ 2,861,705	\$ -	\$ 2,861,705	\$ 2,616,989
Charges for Services	772,065	-	-	772,065	553,983
Forfeiture Income	-	-	49,126	49,126	62,131
Interest Income	8,782	34,146	6,540	49,468	100,404
Other	79	-	-	79	-
Total Revenues	<u>780,926</u>	<u>2,895,851</u>	<u>55,666</u>	<u>3,732,443</u>	<u>3,333,507</u>
Expenditures:					
Administration	519,393	88,119	25,948	633,460	628,388
Total Expenditures	<u>519,393</u>	<u>88,119</u>	<u>25,948</u>	<u>633,460</u>	<u>628,388</u>
Excess of Revenue Over Expenditures	<u>261,533</u>	<u>2,807,732</u>	<u>29,718</u>	<u>3,098,983</u>	<u>2,705,119</u>
Other Financing Sources (Uses):					
Operating Transfer In	84,960	-	-	84,960	49,505
Operating Transfer Out	-	(2,974,000)	-	(2,974,000)	(3,375,000)
Total Other Financing Sources (Uses)	<u>84,960</u>	<u>(2,974,000)</u>	<u>-</u>	<u>(2,889,040)</u>	<u>(3,325,495)</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	346,493	(166,268)	29,718	209,943	(620,376)
Fund Balance, July 1	<u>424,245</u>	<u>1,278,299</u>	<u>107,262</u>	<u>1,809,806</u>	<u>2,430,182</u>
Fund Balance, June 30	<u>\$ 770,738</u>	<u>\$ 1,112,031</u>	<u>\$ 136,980</u>	<u>\$ 2,019,749</u>	<u>\$ 1,809,806</u>

CITY OF ALPHARETTA, GEORGIA

EMERGENCY 911
SPECIAL REVENUE FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 80,430	\$ 193,917
Investments	646,329	238,329
Accounts Receivable	72,102	48,835
Prepaid Items	<u>317</u>	<u>-</u>
Total Assets	<u>\$ 799,178</u>	<u>\$ 481,081</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ 9,194	\$ 4,748
Accrued Salaries	5,918	1,304
Compensated Absences Payable	2,801	998
Due to Other Funds	<u>10,527</u>	<u>49,786</u>
Total Liabilities	<u>28,440</u>	<u>56,836</u>
Fund Balance:		
Reserved:		
Reserved for Prepaid Items:	317	-
Reserved for Capital Projects:	24,878	47,000
Unreserved and Undesignated:	<u>745,543</u>	<u>377,245</u>
Total Fund Balance	<u>770,738</u>	<u>424,245</u>
Total Liabilities and Fund Balance	<u>\$ 799,178</u>	<u>\$ 481,081</u>

CITY OF ALPHARETTA, GEORGIA

EMERGENCY 911
SPECIAL REVENUE FUNDSTATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUALFor the year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues:				
Charge for Services	\$ 529,372	\$ 772,065	\$ 242,693	\$ 553,983
Interest Income	5,000	8,782	3,782	10,722
Other	-	79	79	-
Total Revenues	<u>534,372</u>	<u>780,926</u>	<u>246,554</u>	<u>564,705</u>
Expenditures:				
Administration	<u>756,332</u>	<u>519,393</u>	<u>236,939</u>	<u>537,467</u>
Total Expenditures	<u>756,332</u>	<u>519,393</u>	<u>236,939</u>	<u>537,467</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(221,960)	261,533	483,493	27,238
Other Financing Sources (Uses):				
Operating Transfers In	<u>84,960</u>	<u>84,960</u>	-	<u>49,505</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	346,493	346,493	76,743
Fund Balance, July 1	<u>424,245</u>	<u>424,245</u>	-	<u>347,502</u>
Fund Balance, June 30	<u>\$ 424,245</u>	<u>\$ 770,738</u>	<u>\$ 346,493</u>	<u>\$ 424,245</u>

CITY OF ALPHARETTA, GEORGIA

IMPACT FEE
SPECIAL REVENUE FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 7,899	\$ 678,057
Investments	811,775	500,000
Accounts Receivable	<u>292,357</u>	<u>100,242</u>
Total Assets	<u>\$ 1,112,031</u>	<u>\$ 1,278,299</u>
 <u>Liabilities and Fund Balance</u>		
Fund Balance:		
Reserved:		
Reserved for Fire Projects	\$ 488,223	\$ 899,129
Reserved for Parks & Recreation Projects	(271,042)	161,857
Reserved for Road Projects	268,375	217,313
Reserved for Public Safety	<u>626,475</u>	<u>-</u>
Total Fund Balance	<u>1,112,031</u>	<u>1,278,299</u>
Total Liabilities and Fund Balance	<u>\$ 1,112,031</u>	<u>\$ 1,278,299</u>

CITY OF ALPHARETTA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

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CITY OF ALPHARETTA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

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Report of Independent Certified Public Accountants

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

We have audited the accompanying general purpose financial statements of the City of Alpharetta, Georgia, as of June 30, 2000, and for the year then ended. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Alpharetta, Georgia, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as supplemental information is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City of Alpharetta, Georgia. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The information included in the statistical section is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements. This information was not subjected to the audit procedures applied in the audit of the general purpose financial statements. Accordingly, we do not express an opinion on such information.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 13, 2000 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. This report is an integral part of, and should be read in conjunction with, our report on the financial statements.

Atlanta, Georgia
October 13, 2000

2300 North Tower
235 Peachtree St., N.E.
Atlanta, GA 30303-1499
Tel: 404 330-2000
Fax: 404 330-2047

Grant Thornton LLP



CITY OF ALPHARETTA, GEORGIA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2000

(With Comparative Totals for 1999)

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Primary Government Total (Memorandum Only)		Component Unit Development Authority of Alpharetta
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service		General Fixed Assets	Long-Term Debt	2000	1999	
LIABILITIES												
Accounts Payable	\$ 1,259,929	\$ 9,194	\$ 397	\$ 1,329,985	\$ 467,307	\$ 314,536	\$ -	\$ -	\$ -	\$ 3,381,348	\$ 3,252,515	\$ -
Accrued Salaries	239,192	5,918	-	-	7,079	-	-	-	-	252,189	118,878	-
Compensated Absences Payable	84,980	2,801	-	-	19,421	-	-	-	854,139	761,341	562,725	-
Interest Payable	-	-	-	-	-	-	-	-	-	-	44,840	-
Due to Other Funds	292,945	10,527	-	-	10,560	-	2,308	-	-	316,440	870,809	-
Deferred Revenue	962,309	-	383,639	-	-	-	-	-	-	1,345,948	1,451,992	-
Customer Deposits	-	-	-	-	56,108	-	-	-	-	56,108	33,952	-
Lease Purchase Contracts	-	-	-	-	18,328	-	-	-	1,306,516	1,324,844	1,840,510	-
Note Payable	-	-	-	-	-	-	-	-	1,749,000	1,749,000	1,749,000	-
Revenue Bonds Payable	-	-	-	-	2,320,000	-	-	-	2,320,000	2,320,000	2,470,000	-
General Obligation Bonds Payable	-	-	-	-	-	-	-	-	55,500,000	55,500,000	57,190,000	8,951,000
Total Liabilities	2,839,355	28,440	384,036	1,329,985	2,898,903	314,536	2,308	-	59,209,655	67,007,218	69,585,221	8,951,000
EQUITY AND OTHER CREDITS:												
Investment in General Fixed Assets	-	-	-	-	-	-	-	54,080,163	-	54,080,163	45,725,712	-
Contributed Capital	-	-	-	-	2,380,117	-	-	-	-	2,380,117	2,380,117	-
Retained Earnings:												
Reserved:	-	-	-	-	379,782	-	-	-	-	379,782	2,114,424	-
Unreserved:	-	-	-	-	1,648,315	101,102	-	-	-	1,749,417	-	-
Fund Balances:												
Reserved:	606,811	1,151,426	758,598	8,222,595	-	-	6,841	-	-	10,746,271	3,743,025	-
Unreserved:												
Designated for specific fund purposes	5,201,639	-	-	20,283,631	-	-	-	-	-	25,485,270	33,329,727	-
Unesignated	2,745,971	868,323	-	-	-	-	-	-	-	3,614,294	2,240,415	-
Total Equity and Other Credits	8,554,421	2,019,749	758,598	28,506,226	4,408,214	101,102	6,841	54,080,163	-	98,435,314	89,533,420	-
Total Liabilities, Equity and Other Credits	\$ 11,393,776	\$ 2,048,189	\$ 1,142,634	\$ 29,836,211	\$ 7,307,117	\$ 415,638	\$ 9,149	\$ 54,080,163	\$ 59,209,655	\$ 165,442,532	\$ 159,118,641	\$ 8,951,000

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

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
Year Ended June 30, 2000
(With Comparative Totals for 1999)

	Governmental Fund Types				Fiduciary Fund Types	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Cemetery Expendable Trust	2000	1999
Other Financing Sources (Uses):							
Operating Transfers In	\$ -	\$ 84,960	\$ -	\$ 7,147,000	-	\$ 7,231,960	\$ 7,976,922
Operating Transfers (Out)	(4,257,960)	(2,974,000)	-	-	-	(7,231,960)	(7,976,922)
Sale of Assets	82,238	-	-	-	-	82,238	1,699,156
Capital Lease Proceeds	-	-	-	312,724	-	312,724	-
Total Financing Sources (Uses)	(4,175,722)	(2,889,040)	-	7,459,724	-	394,962	1,699,156
Excess (Deficiency) of Revenues and Other Sources							
Over (Under) Expenditures and Other Uses	1,549,697	209,943	1,020,490	(2,247,993)	531	532,668	(1,781,981)
Residual Equity Transfer	-	-	102,057	(102,057)	-	-	-
Fund Balance, July 1	7,004,724	1,809,806	(363,949)	30,856,276	6,310	39,313,167	41,095,148
Fund Balances, June 30	\$ 8,554,421	\$ 2,019,749	\$ 758,598	\$ 28,506,226	\$ 6,841	\$ 39,845,835	\$ 39,313,167

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

CITY OF ALPHARETTA, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
For the fiscal year June 30, 2000

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$ 9,896,085	\$ 9,896,086	\$ 1	\$ -	\$ -	\$ -
Other Taxes	9,567,840	10,176,359	608,519	-	-	-
Licenses and Permits	2,692,290	2,587,950	(104,340)	-	-	-
Intergovernmental	471,410	417,931	(53,479)	-	-	-
Charges for Services	2,805,494	3,306,507	501,013	529,372	772,065	242,693
Fines and Forfeitures	432,500	413,454	(19,046)	4,500	49,126	44,626
Impact Fees	-	-	-	2,300,000	2,861,705	561,705
Interest	250,000	903,052	653,052	30,500	49,468	18,968
Other	5,000	189,334	184,334	-	79	79
Total Revenues	<u>26,120,619</u>	<u>27,890,673</u>	<u>1,770,054</u>	<u>2,864,372</u>	<u>3,732,443</u>	<u>868,071</u>
Expenditures:						
Current:						
General Government:						
City Administrator	598,404	598,404	-	-	-	-
Mayor and Council	207,272	129,669	77,603	-	-	-
Legal Services	390,498	390,498	-	-	-	-
Municipal Court	272,021	261,309	10,712	-	-	-
Financial Services	574,298	568,185	6,113	-	-	-
Management Information Services	813,513	813,513	-	-	-	-
Community Development	1,263,569	1,228,820	34,749	-	-	-
Human Resources	415,843	351,126	64,717	-	-	-
Non-Departmental	3,031,575	2,645,359	386,216	894,117	88,118	805,999
Total General Government	<u>7,566,993</u>	<u>6,986,883</u>	<u>580,110</u>	<u>894,117</u>	<u>88,118</u>	<u>805,999</u>
Public Safety:						
Fire & Rescue Services	3,374,995	3,374,995	-	786,332	545,342	240,990
Police Services	3,548,637	3,548,637	-	-	-	-
Total Public Safety	<u>6,923,632</u>	<u>6,923,632</u>	<u>-</u>	<u>786,332</u>	<u>545,342</u>	<u>240,990</u>
Engineering & Public Works	4,681,255	4,407,066	274,189	-	-	-
Environmental Services	335,761	240,963	94,798	-	-	-
Parks and Recreation	3,714,111	3,606,710	107,401	-	-	-
Other	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Capital Lease	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Total Expenditures	<u>23,221,752</u>	<u>22,165,254</u>	<u>961,700</u>	<u>1,680,449</u>	<u>633,460</u>	<u>1,046,989</u>
Excess (Deficiency) of Revenues Over Expenditures	2,898,867	5,725,419	2,826,552	1,183,923	3,098,983	1,915,060
Other Financing Sources (Uses):						
Operating Transfers In	-	-	-	84,960	84,960	-
Operating Transfers Out	(4,257,960)	(4,257,960)	-	(2,974,000)	(2,974,000)	-
Sale of Assets	-	82,238	82,238	-	-	-
Total Other Financing Sources (Uses)	<u>(4,257,960)</u>	<u>(4,175,722)</u>	<u>82,238</u>	<u>(2,889,040)</u>	<u>(2,889,040)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,359,093)	1,549,697	2,908,790	(1,705,117)	209,943	1,915,060
Residual Equity Transfer	-	-	-	-	-	-
Fund Balance, July 1	<u>7,004,724</u>	<u>7,004,724</u>	<u>-</u>	<u>1,809,806</u>	<u>1,809,806</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 5,645,631</u>	<u>\$ 8,554,421</u>	<u>\$ 2,908,790</u>	<u>\$ 104,689</u>	<u>\$ 2,019,749</u>	<u>\$ 1,915,060</u>

(CONTINUED)

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

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION (CON'T.)

Governmental Funds (Continued)

Property taxes, franchise taxes, licenses, interest and special assessments are susceptible to accrual. Sales tax collected and held by the state at year-end on behalf of the City is also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue then the qualifying expenditures have been incurred and all other grant requirements have been met. All governmental funds have legally adopted annual budgets.

Governmental funds include the following fund types:

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

Special Revenue Fund - These funds account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects).

Debt Service Fund - This fund accounts for the servicing of general long-term debt not being financed by proprietary funds.

Capital Project Fund - These funds account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary funds.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. As provided by generally accepted accounting principles, the City only applies FASB pronouncements issued through November 30, 1989 in accounting and reporting for its proprietary funds. All proprietary funds have legally adopted annual budgets. Proprietary funds include the following fund types:

Enterprise Fund - This fund is used to account for those operations that are financed and operated in a manner similar to private business or where the City has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Internal Service Fund - This fund accounts for operations that provide services to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

Fiduciary Funds

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the City under the terms of a formal trust agreement. Each fiduciary fund has a legally adopted annual budget.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION (CON'T.)

Expendable Trust Fund - This fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent.

Account Groups

General Fixed Assets Account Group - This account group is used to account for fixed assets not accounted for in proprietary or trust funds.

General Long-term Debt Account Group - This account group is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

C. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash includes amounts in demand deposits. Cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near maturity that they present insignificant risk of changes in value because of changes in interest rates. The City is authorized to invest idle cash from operating accounts for the purpose of increasing income through investment activities. State statutes authorize the City to invest in obligations of the U. S. Treasury, repurchase agreements, and commercial paper. It is the policy of the City to include certificates of deposit as investments. For the purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

Investments are recorded at fair value.

D. INVENTORIES AND PREPAID ITEMS

Inventory is valued at cost using the first-in, first-out (FIFO) method. Inventories consist of expendable supplies held for consumption and are charged as expenditures when used. Amounts paid to vendors for services that will benefit future periods are recorded as prepaid items.

E. FIXED ASSETS

Fixed assets are recorded at historical cost, or estimated historical cost if historical cost is not available. Donated fixed assets are valued at their estimated fair market value at the date of donation. No depreciation is provided on general fixed assets. The City does not record the cost or estimated cost of public domain (infrastructure) fixed assets. Depreciation on property, plant and equipment in the Proprietary Fund is provided by the straight-line method over the following estimated useful lives:

Buildings and structures	40 years
Improvements other than buildings	40 - 60 years
Machinery and equipment	5 - 40 years

F. REVENUE RECOGNITION FOR ENTERPRISE FUND

Revenue is recognized when the related services are provided to customers. Accordingly, unbilled service revenue is accrued in the enterprise fund.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

E. LONG-TERM DEBT (CONTINUED)

2. General Obligation Bonds (Continued)

The annual requirements to amortize all General Obligation Bonds outstanding as of June 30, 2000 are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$1,860,000	\$2,919,575	\$4,779,575
2002	2,455,000	2,821,186	5,276,186
2003	3,110,000	2,695,159	5,805,159
2004	3,575,000	2,540,188	6,115,188
2005	4,080,000	2,361,790	6,441,790
Thereafter	<u>40,420,000</u>	<u>8,921,196</u>	<u>49,341,196</u>
Total	<u>\$55,500,000</u>	<u>\$22,259,094</u>	<u>\$77,759,094</u>

3. Water Revenue Bonds

Water Revenue Bonds issued May 1, 1999 in the amount of \$2,470,000 bearing an interest rate of 4.435% payable on May 1 and November 1, serially to fiscal year 2011 was outstanding at June 30, 2000 in the amount of \$2,320,000. These bonds are collateralized by all revenues of the City's water system.

The annual requirements to amortize all Revenue bonds outstanding as of June 30, 2000 are as follows:

<u>Year-Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Revenue Bonds</u>
2001	\$160,000	\$101,118	\$261,118
2002	165,000	94,022	259,022
2003	170,000	86,593	256,593
2004	180,000	78,943	258,943
2005	190,000	70,849	260,849
Thereafter	<u>1,455,000</u>	<u>237,494</u>	<u>1,692,494</u>
Total	<u>\$2,320,000</u>	<u>\$669,019</u>	<u>\$2,989,019</u>

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

E. LONG-TERM DEBT (CONTINUED)

4. Capital Lease Obligations

The City entered into a capital lease for the principal sum of \$1,343,184 for radio equipment at the Emergency 911 Center. The lease term is six years and is payable annually in the amount of \$238,836 for five years and \$183,550 the sixth year, with an annual interest rate of 5.79%. The assets acquired are utilized in the City's general operations and are presented in the General Fixed Asset Account Group.

Future lease payments under the above capital lease are as follows:

<u>Year Ending</u> <u>June30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	<u>\$172,396</u>	<u>\$15,192</u>	<u>\$187,588</u>
Total	<u>\$172,396</u>	<u>\$15,192</u>	<u>\$187,588</u>

In March, 1997 the City entered into a capital lease for the principal sum of \$1,450,000 for the purchase of a 7.00 acres site, including an office/warehouse building containing 30,000 gross square feet, to be used as an operating complex for Engineering & Public Works. Its term is six years and is payable monthly in the amount of \$23,352 at an annual interest rate of 5.00%. The assets acquired are utilized in the City's general operations and are presented in the General Fixed Assets Account Group.

Future lease payments under the above capital lease are as follows:

<u>Year Ending</u> <u>June30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$251,015	\$29,211	\$280,226
2002	263,857	16,369	280,226
2003	<u>183,363</u>	<u>3,455</u>	<u>186,818</u>
Total	<u>\$698,235</u>	<u>\$49,035</u>	<u>\$747,270</u>

During fiscal year 2000, the City entered into several capital leases for the principal sum of \$312,724 for the purchase of sixteen vehicles and trucks. The term is three years on each and they are payable monthly in the total amount of \$9,490 at annual interest rates from 5.53% to 6.03%. The majority of the assets acquired are utilized in the City's general operations and are presented in the General Fixed Assets Account Group. The remaining assets are utilized in the City's Water Fund.

CITY OF ALPHARETTA, GEORGIA

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2000

(With Comparative Totals for 1999)

	Governmental Fund Types					Proprietary Fund Types		Fiduciary Fund Types		Account Groups			Primary Government Total (Memorandum Only)		Component Unit
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust	General Fixed Assets	General Long-Term Debt	2000	1999				
ASSETS:															
Cash and Cash Equivalents	\$ 180,938	\$ 225,309	\$ 45,974	\$ 4,505,442	\$ 705,986	\$ 101,506	\$ -	\$ -	\$ -	\$ 5,765,155	\$ 3,882,777	\$ -			
Investments	8,424,466	1,458,104	522,475	25,161,559	1,045,722	-	9,149	-	-	36,621,475	34,670,623	-			
Receivables (net of allowances for uncollectibles):															
Taxes	2,189,365	-	574,185	-	-	-	-	-	-	2,763,550	2,427,719	-			
Accounts	477,865	364,459	-	169,210	780,483	-	-	-	-	1,792,017	2,915,539	-			
Intergovernmental	-	-	-	-	-	-	-	-	-	-	2,414,328	-			
Due from Other Funds	2,308	-	-	-	-	314,132	-	-	-	316,440	870,809	-			
Direct Financing	-	-	-	-	-	-	-	-	-	-	-	-			
Lease Receivable	-	-	-	-	-	-	-	-	-	-	-	-			8,851,000
Inventories	111,179	-	-	-	124,689	-	-	-	-	235,868	188,515	-			
Prepaid Items	7,655	317	-	-	-	-	-	-	-	7,972	67,874	-			
Fixed Assets (net, where applicable, of accumulated depreciation)	-	-	-	-	4,649,868	-	-	51,923,011	-	56,572,879	48,737,884	-			
Construction in Progress	-	-	-	-	369	-	-	2,157,152	-	2,157,521	1,738,667	-			
OTHER DEBITS:															
Amount Available for retirement of General Long-Term Debt	-	-	-	-	-	-	-	-	-	758,598	380,753	-			
Amount to be provided for retirement of General Long-Term Debt	-	-	-	-	-	-	-	-	-	58,451,057	60,823,153	-			
Total Assets and Other Debits	\$ 11,393,776	\$ 2,048,189	\$ 1,142,634	\$ 29,836,211	\$ 7,307,117	\$ 415,638	\$ 9,149	\$ 54,080,163	\$ 59,209,655	\$ 165,442,532	\$ 159,118,641	\$ 8,851,000			

(CONTINUED)

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Alpharetta, Georgia (City), which was founded in 1858, operates under a charter adopted July 1, 1981, and has a mayor/council form of government. The City provides such services as police protection, fire and rescue services, parks and recreational needs, water and sewer services and public works. The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The more significant of the City of Alpharetta, Georgia's accounting policies are described below.

A. FINANCIAL REPORTING ENTITY

The City of Alpharetta is a Georgia municipal corporation with a seven-member City Council comprised of a mayor and six district council members (elected at large). As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the City of Alpharetta (the primary government) and its component units.

As required by generally accepted accounting principles, these financial statements present the City (the primary government) and its only component unit – Development Authority of Alpharetta (the "Authority"). The Development Authority of Alpharetta is included in the City's reporting entity because of the significance of its financial relationship with the City.

The Authority promotes the industrial and economic development of the City of Alpharetta. The Authority is legally separate from the City, however, the City appoints all of the Authority's Board members and has a financial obligation to the Authority. However, it does not control the operations of the Authority. The Authority is reported as a discretely presented component unit in the City's financial statements due to its financial dependence on the City. Separate financial statements for the Authority are not prepared.

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION

The accounts of the City are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained are consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The government has the following fund types and account groups:

Governmental Funds

Governmental funds are used to account for the City's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The city considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds such as expenditures or transfers of resources for services, debt or construction. These receivables and payables are not eliminated and are classified as "due from other funds" or "due to other funds" on the balance sheet.

H. COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations.

I. TOTAL COLUMNS ON COMBINED STATEMENTS – OVERVIEW

Columns on the accompanying combined financial statements captioned "Memorandum Only" indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

J. PROPERTY TAXES

Property taxes are levied as of January 1 on property values assessed as of the same date. The property taxes attach as an enforceable lien also on January 1. Tax notices are mailed on or about October 1 and are payable 60 days from billing date, at which time the tax becomes delinquent and penalties and interest are assessed. The city bills and collects its own property taxes.

K. LOCAL OPTION SALES TAXES

The City receives a percentage of a 1% local option sales tax levied on all retail sales made within Fulton County. The proceeds of such tax collected each year are used to reduce, on a dollar-for-dollar basis, an equivalent amount of property taxes, which would otherwise be required to be levied in the subsequent year.

L. COMPENSATED ABSENCES

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the government fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. Vested or accumulated vacation leave of the enterprise fund is recorded as an expense and liability of the fund as the benefits accrue to employees. In accordance with governmental accounting standards, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. LONG-TERM OBLIGATIONS

The City reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the general long-term debt account group. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

N. FUND EQUITY

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Reservations of retained earnings are limited to outside third-party restriction. Designations of fund balance represent tentative management plans that are subject to change. The proprietary funds contributed capital represents equity acquired through capital grants and capital contributions from developers, customers or their funds.

O. RECLASSIFICATIONS

Certain reclassifications have been made to the 1999 financial statements to conform with the 2000 presentation.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except for those capital project funds (Bond I, Bond II and Bond III Funds), which adopt project-length budgets and except for the proceeds from capital leases and the related capital outlay, which are not budgeted. All annual appropriations lapse at fiscal year-end.

Starting in January of each year, all City departments and agencies submit requests for appropriations to the Director of Finance so that a budget may be prepared. The Budget Review Committee reviews budget requests, justifications and recommendations after their submittal. The Mayor, City Administrator and Director of Finance present a Recommended Budget for the fiscal year beginning July 1 to the City Council, which includes the recommended expenditures and estimated revenues to finance these expenditures. A public hearing is held and the Mayor and City Council legally adopt the budget at the regular June meetings. Georgia law requires a balanced budget.

The appropriated budget is prepared by fund except for the General Fund, which is prepared, by fund and department. The City's department heads may make transfers of appropriations within a department with the approval of the City Administrator and the Director of Finance. Transfers of appropriations between departments or amounts which would increase or decrease total department appropriations require City Council approval. The legal level of budgetary control is at the fund level for all funds except the General Fund, which is at the department level with the above provisions. Budgetary amounts shown on the budget-to-actual comparison in the accompanying financial statements are stated as revised per the budget resolution dated and adopted October 2, 2000 in the amount of \$1,747,907. Budgets for the proprietary funds are adopted for management control purposes only. Accordingly, budgets for the Enterprise Fund are not reported herein

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

D. FUND RECEIVABLES AND PAYABLES

Individual fund interfund receivable and payable balances at June 30, 2000 are as follows:

<u>Receiving Fund</u>	<u>Paying Fund</u>	<u>Amount</u>
General Fund	Trust & Agency-Cemetery Trust	\$ 2,308
Internal Service-Risk Management	General Fund	292,945
Internal Service-Risk Management	Special Revenue-E911 Fund	10,527
Internal Service-Risk Management	Enterprise Fund-Water Fund	<u>10,660</u>
		<u>\$316,440</u>

E. LONG-TERM DEBT

1. Changes in Long-term Debt

The following schedule reflects the changes in long-term debt as shown in the General Long-Term Debt Account Group for the year ended June 30, 2000:

	<u>Balance July 1, 1999</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance June 30, 2000</u>
1998 General Obligation Bonds	\$24,900,000	\$ -	\$ -	\$ 24,900,000
1998 Georgia State/Development Authority Note Payable	1,749,000	-	-	1,749,000
1995-A General Obligation Bonds	15,065,000	-	(545,000)	14,520,000
1995-B General Obligation Bonds	2,090,000	-	(255,000)	1,835,000
1992 General Obligation Bonds	15,135,000	-	(890,000)	14,245,000
Obligations Under Capital Leases	1,835,809	312,724	(842,017)	1,306,516
Compensated Absences Payable	<u>429,097</u>	<u>225,042</u>	<u>-</u>	<u>654,139</u>
	<u>\$61,203,906</u>	<u>\$537,766</u>	<u>(\$2,527,002)</u>	<u>\$59,209,655</u>

Outstanding notes payable at June 30, 1999 of \$1,749,000 were not previously reported in the General Long-Term Debt Account Group. These bonds have been reflected in the above beginning balance at July 1, 1999.

2. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as 25-year serial bonds, except for refunding issues, with equal amounts of principal maturing each year.

CITY OF ALPHARETTA, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2000

Prepared by Authority of City Council
City of Alpharetta

Robert J. Regus, City Administrator
Aaron J. Bovos, Director of Finance

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CITY OF ALPHARETTA, GEORGIA

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources and payment of interest and principal on general debt of the City.



CITY OF ALPHARETTA, GEORGIA

Capital Project Funds

Capital Project Funds are used to account for the acquisition or construction of major capital facilities by the City except for those accounted for in the Enterprise Funds.

General Capital Projects Fund

This fund is used to account for the acquisition of capital expenditures greater than \$25,000 funded by sources other than General Obligation Bond proceeds.

Fleet Management Fund

This fund is used to account for the acquisition of capital expenditures for new and replacement of the City fleet.

Bond I Construction Fund

This fund is used to account for capital projects funded from 1992 General Obligation Bond proceeds.

Bond II Construction Fund

This fund is used to account for capital projects funded from 1995 General Obligation Bond proceeds.

Bond III Construction Fund

This fund is used to account for capital projects funded from 1998 General Obligation Bond proceeds.



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CITY OF ALPHARETTA, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
Year Ended June 30, 2000
(With Comparative Totals for 1999)

	Governmental Fund Types				Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects		2000	1999
Revenues:							
Property Taxes	\$ 9,896,086	\$ -	\$ 6,642,209	\$ -	-	\$ 16,538,295	\$ 10,380,518
Other Taxes	10,176,359	-	-	-	-	10,176,359	9,060,404
Licenses and Permits	2,587,950	-	-	-	-	2,587,950	2,647,561
Intergovernmental	417,931	-	-	377	-	418,308	653,197
Charges for Services	3,306,507	772,065	-	-	-	4,078,572	3,460,738
Fines and Forfeitures	413,454	49,126	-	-	-	462,580	522,299
Impact Fees	-	2,861,705	-	-	-	2,861,705	2,616,989
Interest	903,052	49,468	2,882	1,293,335	531	2,249,268	1,938,222
Other	189,334	79	-	311,450	-	500,863	1,767,038
Total Revenues	27,890,673	3,732,443	6,645,091	1,605,162	531	39,873,900	33,046,966
Expenditures:							
Current:							
General Government	6,986,883	88,118	-	-	-	7,075,001	5,742,474
Public Safety	6,923,632	545,342	-	-	-	7,468,974	6,475,452
Engineering & Public Works	4,407,066	-	-	-	-	4,407,066	4,341,789
Environmental Services	240,963	-	-	-	-	240,963	-
Parks and Recreation	3,606,710	-	-	-	-	3,606,710	2,957,415
Other	-	-	-	5,158	-	5,158	551,899
Capital Outlay	-	-	-	11,301,943	-	11,301,944	10,529,285
Debt Service:							
Principal	-	-	2,527,002	5,017	-	2,532,019	2,533,809
Interest and Fiscal Charges	-	-	3,097,599	761	-	3,098,360	3,395,980
Total Expenditures	22,165,254	633,460	5,624,601	11,312,879	-	39,736,195	36,528,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 5,725,419	\$ 3,098,983	\$ 1,020,490	\$ (9,707,717)	531	\$ 137,705	\$ (3,481,137)

Debt Service Fund			Capital Project Funds			Expendable Trust Fund		
Budget	Actual	Variance Favorable/ (Unfavorable)	Budget	Actual (Budget Basis)	Variance Favorable/ (Unfavorable)	Budget	Actual	Variance Favorable/ (Unfavorable)
\$ 5,602,418	\$ 6,642,209	\$ 1,039,791	\$ -	\$ -	-	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	377	377	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
7,500	2,882	(4,618)	50,000	162,961	112,961	350	531	181
<u>5,609,918</u>	<u>6,645,091</u>	<u>1,035,173</u>	<u>50,000</u>	<u>181,229</u>	<u>181,229</u>	<u>-</u>	<u>-</u>	<u>-</u>
				<u>344,567</u>	<u>294,567</u>	<u>350</u>	<u>531</u>	<u>181</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
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-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5,609,918	5,624,601	(14,683)	-	-	-	-	-	-
5,609,918	5,624,601	(14,683)	13,962,156	4,659	4,659	-	-	-
			13,962,156	3,848,482	10,113,674	-	-	-
			-	5,778	(5,778)	-	-	-
<u>5,609,918</u>	<u>5,624,601</u>	<u>(14,683)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>5,609,918</u>	<u>5,624,601</u>	<u>(14,683)</u>	<u>13,966,615</u>	<u>3,858,919</u>	<u>10,107,896</u>	<u>350</u>	<u>-</u>	<u>#REF!</u>
-	1,020,490	1,020,490	(13,916,815)	(3,514,352)	10,402,463	-	531	531
-	-	-	7,147,000	7,147,000	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	7,147,000	7,147,000	-	-	-	-
-	-	-	-	-	-	-	-	-
-	1,020,490	1,020,490	(6,769,815)	3,832,648	10,402,463	-	531	531
-	102,057	102,057	-	-	-	-	-	-
(363,949)	(363,949)	-	-	7,856,099	7,856,099	6,310	6,310	-
\$ (363,949)	\$ 758,598	\$ 1,122,547	\$ (6,769,815)	\$ 11,488,747	\$ 18,258,562	\$ 6,310	\$ 6,841	\$ 531

CITY OF ALPHARETTA, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
PROPRIETARY FUND TYPES

Year Ended June 30, 2000

	Enterprise	Internal Service	Total (Memorandum Only)	Component Unit Development Authority of Alpharetta
Operating Revenues:				
Operating Revenue	\$ -	\$ 1,983,721	\$ 1,983,721	\$ -
Water Revenue	1,989,599	-	1,989,599	-
Sewer Revenue	1,685,135	-	1,685,135	-
Total Operating Revenues	<u>3,674,734</u>	<u>1,983,721</u>	<u>5,658,455</u>	<u>-</u>
Operating Expenses:				
Personal Services	426,440	-	426,440	-
Purchased Services	66,736	-	66,736	-
Materials & Supplies	2,649,003	-	2,649,003	-
Depreciation	200,837	-	200,837	-
Benefits and Claims	26,343	1,969,878	1,996,221	-
Other	14,220	249,008	263,228	-
Total Operating Expenses	<u>3,383,579</u>	<u>2,218,886</u>	<u>5,602,465</u>	<u>-</u>
Operating Income (Loss)	<u>291,155</u>	<u>(235,165)</u>	<u>55,990</u>	<u>-</u>
Non-operating Revenues (Expenses):				
Interest Income	65,250	32	65,282	384,530
Interest Expense	<u>(106,497)</u>	<u>-</u>	<u>(106,497)</u>	<u>(384,530)</u>
Total Non-operating Revenues (Expenses)	<u>(41,247)</u>	<u>32</u>	<u>(41,215)</u>	<u>-</u>
Net Income (Loss)	<u>249,908</u>	<u>(235,133)</u>	<u>14,775</u>	<u>-</u>
Retained Earnings, July 1	<u>1,778,189</u>	<u>336,235</u>	<u>2,114,424</u>	<u>-</u>
Retained Earnings, June 30	<u>\$ 2,028,097</u>	<u>\$ 101,102</u>	<u>\$ 2,129,199</u>	<u>\$ -</u>

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

CITY OF ALPHARETTA, GEORGIA
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES

Year Ended June 30, 2000

	Enterprise	Internal Service	Total (Memorandum Only)	Component Unit Development Authority of Alpharetta
Cash Flows Provided By (Used In) Operating Activities:				
Operating Income	\$ 291,155	\$ (235,165)	\$ 55,990	\$ -
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	200,837	-	200,837	-
(Increase) Decrease in Accounts Receivable	117,584	3,449	121,033	-
(Increase) Decrease in Inventories	(37,283)	-	(37,283)	-
(Increase) Decrease in Due From Other Funds	17	(261,692)	(261,675)	-
Increase (Decrease) in Accounts Payable	(432)	124,981	124,549	-
Increase (Decrease) in Deposits Payable	22,156	-	22,156	-
Increase (Decrease) in Accrued Liabilities	3,575	-	3,575	-
Increase (Decrease) in Due to Other Funds	8,006	(55,319)	(47,313)	-
Total Adjustments	314,460	(188,581)	125,879	-
Net Cash Provided By (Used In) Operating Activities	605,615	(423,746)	181,869	-
Cash Flows from Capital and Related Financing Activities:				
Interest Paid	(106,497)	-	(106,497)	(384,530)
Acquisition and Construction of Fixed Assets	(100,235)	-	(100,235)	-
Proceeds from Capital Lease	18,328	-	18,328	-
Principal Payment - Capital Loan Promissory Notes	(154,701)	-	(154,701)	-
Net Cash Used by (Used In) Capital and Related Financing Activities	(343,105)	-	(343,105)	(384,530)
Cash Flows from Investing Activities:				
Interest Received	65,250	32	65,282	384,530
Sale of Investments	860,716	204,612	1,065,328	-
Purchase of Investments	(1,045,722)	-	(1,045,722)	-
Net Cash Provided by (Used In) Investing Activities	(119,756)	204,644	84,888	384,530
Net Increase (Decrease) in Cash	142,754	(219,102)	(76,348)	-
Cash, July 1	563,232	320,608	883,840	-
Cash, June 30	\$ 705,986	\$ 101,506	\$ 807,492	\$ -

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

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

B. BUDGET/GAAP RECONCILIATION

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

The following schedule reconciles the amounts on the Combined Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) to the amounts on the Combined Statement of Revenues, Expenditures and Changes in Fund Balance:

	Capital Projects
Fund balances (budget)	\$11,488,747
Timing difference (project-length budgets)	<u>17,017,479</u>
Fund balances (GAAP)	<u>\$28,506,226</u>

C. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2000, expenditures exceeded appropriations for the following funds:

Impact Fee Fund - \$22,619
Debt Service Fund - \$14,683.

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. DEPOSITS AND INVESTMENTS

At year-end, the carrying amounts of the City's bank deposits totaled \$42,386,630. This amount includes \$36,621,475 in investments which included certificates of deposits, repurchase agreements, and money market funds, which are classified on the Combined Balance Sheet as investments and \$5,765,155 of other deposits that are classified as cash and cash equivalents. The bank balances for these deposits totaled \$43,868,259. The bank balances differ from the carrying amount due to outstanding checks and deposits. All bank balances were insured by federal depository insurance or were collateralized by securities held by the City's agent in the City's name.

A reconciliation of the deposits and investments described above to the amounts shown on the Combined Balance Sheet follows:

Cash and cash equivalents	\$ 5,765,155
Investments	<u>36,621,475</u>
Total deposits and investments	<u>\$ 42,386,630</u>

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

B. RECEIVABLES

Receivables as of year-end, including the applicable allowances for uncollectable accounts, are as follows:

Taxes:

	<u>General Fund</u>	<u>Debt Service</u>
Property Taxes	\$ 986,984	\$ 393,476
Other Taxes	340,145	190,546
Alcoholic Beverage Taxes	86,698	-
Hotel/Motel Taxes	172,414	-
Local Option Sales Tax	570,827	-
Motor Vehicle Intangible Tax	<u>56,972</u>	<u>-</u>
	2,214,040	584,022
Less: Allowances for uncollectables	<u>(24,675)</u>	<u>(9,837)</u>
	<u>\$ 2,189,365</u>	<u>\$ 574,185</u>

C. FIXED ASSETS

A summary of changes in General Fixed Assets follows:

	Balance <u>July 1, 1999</u>	Additions <u>(Deletions)</u>	Balance <u>June 30, 2000</u>
Land	\$13,973,323	\$ 143,550	\$14,116,873
Buildings	17,231,609	2,913,107	20,144,716
Improvements other than building	2,527,946	3,750,194	6,278,140
Equipment	10,282,367	1,100,915	11,383,282
Construction Progress	<u>1,710,467</u>	<u>446,685</u>	<u>2,157,152</u>
Total	<u>\$45,725,712</u>	<u>\$8,376,451</u>	<u>\$54,080,163</u>

A summary of Enterprise Fund fixed assets at June 30, 2000 follows:

	<u>Water System</u>
Improvements other than buildings	\$6,067,990
Equipment	<u>228,034</u>
Total	\$6,296,024
Less accumulated depreciation	<u>(1,646,156)</u>
Net fixed assets	<u>\$4,649,868</u>

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

E. LONG-TERM DEBT (CONTINUED)

2. General Obligation Bonds (Continued)

General obligation bonds currently outstanding are as follows:

	<u>Principal Outstanding</u>
General Obligation Bonds issued March, 11 1998 in the amount of \$24,900,000 bearing interest rates of 3.9% to 5.% payable on May 1, and November 1, serially to fiscal year 2013.	\$24,900,000
General Obligation Bonds issued March 1, 1992 in the amount of \$19,000,000 bearing interest rates of 3.5% to 6.5% payable on May 1, and November 1, serially to fiscal year 2010.	14,245,000
General Obligation bonds issued May 10, 1995 in the amount of \$17,000,000 bearing interest rates of 4.2% to 5.6% payable on May 1, and November 1, serially to fiscal year 2012.	14,520,000
General Obligation Bonds issued May 10, 1995 in the amount of \$2,575,000 bearing interest rates of 4.0% to 5.15% payable on May 1, and November 1, serially to fiscal year 2012.	<u>1,835,000</u>
	<u>\$55,500,000</u>

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTIUED)

E. LONG-TERM DEBT (CONTINUED)

4. Capital Lease Obligations (Continued)

Future lease payments for all vehicle capital leases for those assets presented in the General Fixed Assets Account Group are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$202,901	\$19,882	\$222,783
2002	130,832	10,611	141,443
2003	101,977	3,828	105,805
2004	<u>175</u>	<u>37</u>	<u>212</u>
Total	<u>\$435,885</u>	<u>\$34,358</u>	<u>\$470,243</u>

Future lease payments under the above capital leases for those assets presented in the Water Fund are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 5,702	\$ 965	\$ 6,667
2002	6,099	567	6,666
2003	<u>6,527</u>	<u>207</u>	<u>6,734</u>
Total	<u>\$18,328</u>	<u>\$ 1,739</u>	<u>\$ 20,067</u>

5. Development Authority of Alpharetta Revenue Bonds

During fiscal year 1999, the Development Authority of Alpharetta entered into an agreement with Georgia State University Foundation to construct an education facility. As a result, a 20-year revenue bond was issued by the Authority. The City has a contract with the Development Authority in which it is obligated to pay 16.5% of the total principal and interest payments. In conjunction with this agreement the Foundation entered into a direct financing lease in which the Foundation's lease payments cover the remaining annual principal and interest payments on the bond. The bond, issued on September 1, 1998 is payable on May 1 and November 1, serially to fiscal year 2019. The outstanding principal as of June 30, 2000 was \$8,851,000.

**CITY OF ALPHARETTA, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 – DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (CONTINUED)

E. LONG-TERM DEBT (CONTINUED)

5. Development Authority of Alpharetta Revenue Bonds (Continued)

The annual requirements to amortize the Development Authority revenue bonds outstanding as of June 30, 2000 are as follows:

<u>Year-Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 208,750	\$ 380,720	\$ 589,470
2002	334,000	395,781	729,781
2003	346,525	358,055	704,580
2004	359,050	344,736	703,786
2005	375,750	330,681	706,431
Thereafter	<u>7,226,925</u>	<u>123,272</u>	<u>7,350,197</u>
Total	<u>\$8,851,000</u>	<u>\$1,933,245</u>	<u>\$10,784,245</u>

6. Notes Payable

The Development Authority of Alpharetta has an agreement with the Georgia State University Foundation to construct an education facility. In conjunction with this agreement, the City has a contract with the Development Authority in which it is obligated to pay 16.5% of the total principal and interest bond payments. The note is payable through fiscal year 2019.

The annual requirements to amortize the Development Authority note as of June 30, 2000 are as follows:

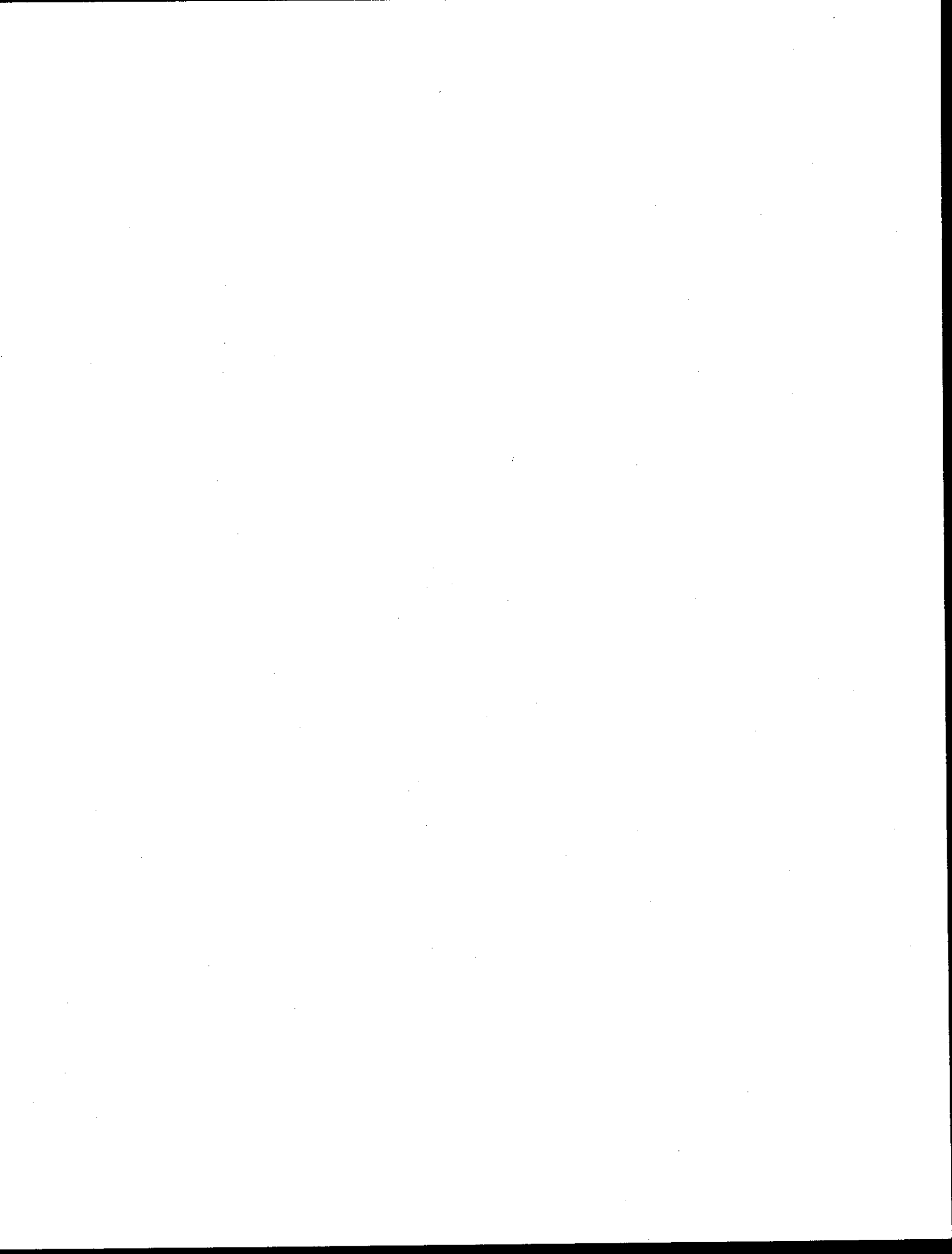
<u>Year-Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 41,250	\$ 75,232	\$ 116,482
2002	66,000	73,258	139,258
2003	68,475	70,753	139,228
2004	70,950	68,121	139,071
2005	74,250	65,344	139,594
Thereafter	<u>1,428,075</u>	<u>509,608</u>	<u>1,937,683</u>
Total	<u>\$1,749,000</u>	<u>\$ 862,316</u>	<u>\$ 2,611,316</u>

CITY OF ALPHARETTA, GEORGIA

DRUG ENFORCEMENT AGENCY
SPECIAL REVENUE FUNDSTATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUALFor the Year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000		Variance	1999
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Forfeiture Income	\$ 4,500	\$ 49,126	\$ 44,626	\$ 62,131
Interest	500	6,540	6,040	3,446
Total Revenues	5,000	55,666	50,666	65,577
Expenditures:				
Administration	30,000	25,948	4,052	4,176
Total Expenditures	30,000	25,948	4,052	4,176
Excess of Revenues Over (Under) Expenditures	(25,000)	29,718	54,718	61,401
Fund Balance, July 1	107,262	107,262	-	45,861
Fund Balance, June 30	\$ 82,262	\$ 136,980	\$ 54,718	\$ 107,262

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CITY OF ALPHARETTA, GEORGIA

CAPITAL PROJECT FUNDS

COMBINING BALANCE SHEET

June 30, 2000
(With Comparative Totals for Year Ended June 30, 1999)

Assets	General Capital Projects	Fleet Management	Bond I Construction	Bond II Construction	Bond III Construction	Totals	
						2000	1999
Cash and Cash Equivalents	\$ 488,972	\$ 26,937	\$ -	\$ 347,420	\$ 3,642,113	\$ 4,505,442	\$ 2,083,745
Investments	10,578,686	494,934	-	-	14,087,939	25,161,559	26,583,348
Accounts Receivable	169,210	-	-	-	-	169,210	1,391,020
Intergovernmental Receivables	-	-	-	-	-	-	2,319,087
Due from Other funds	-	-	-	-	-	-	367,726
Total Assets	\$ 11,236,868	\$ 521,871	\$ -	\$ 347,420	\$ 17,730,052	\$ 29,836,211	\$ 32,744,926
Liabilities and Fund Balances							
Liabilities:							
Accounts Payable	\$ 269,068	\$ 924	\$ -	\$ 62,683	\$ 997,310	\$ 1,329,985	\$ 1,678,245
Due to Other Funds	-	-	-	-	-	-	210,405
Total Liabilities	269,068	924	-	62,683	997,310	1,329,985	1,888,650
Fund Balances:							
Reserved:							
Reserved for Encumbrances	2,425,866	470,753	-	-	5,325,976	8,222,595	1,688,961
Reserved for Fire Projects	-	-	-	-	-	-	290,090
Reserved for Greenway System	-	-	-	-	-	-	135,829
Unreserved:							
Designated for Capital Projects	8,541,934	-	-	284,737	11,406,766	20,233,437	28,490,329
Designated for Fleet Management	-	50,194	-	-	-	50,194	168,968
Unreserved and Undesignated	-	-	-	-	-	-	62,099
Total Fund Balance	10,967,800	520,947	-	284,737	16,732,742	28,506,226	30,856,276
Total Liabilities and Fund Balance	\$ 11,236,868	\$ 521,871	\$ -	\$ 347,420	\$ 17,730,052	\$ 29,836,211	\$ 32,744,926

CITY OF ALPHARETTA, GEORGIA
 DRUG ENFORCEMENT AGENCY
 SPECIAL REVENUE FUND
 COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 136,980	\$ 31,795
Investments	-	75,000
Accounts Receivable	-	478
Total Assets	\$ 136,980	\$ 107,273
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ -	\$ 11
Fund Balance:		
Reserved:		
Reserved for Encumbrances	14,200	-
Unreserved:		
Unreserved and Undesignated	122,780	107,262
Total Fund Balance	136,980	107,262
Total Liabilities and Fund Balance	\$ 136,980	\$ 107,273

CITY OF ALPHARETTA, GEORGIA

FLEET MANAGEMENT FUND
CAPITAL PROJECT FUNDSTATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGET BASIS)For the year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2,000			1999
	Budget	Actual (Budget Basis)	Variance Favorable (Unfavorable)	Actual
Revenues:				
Interest Income	\$ -	\$ 6,572	\$ 6,572	\$ 14,401
Other Income	-	-	-	216,174
Total Revenues	-	6,572	6,572	230,575
Expenditures:				
Other	-	-	-	114
Capital Outlay	341,600	333,728	7,872	248,715
Capital Lease:				
Principal	-	5,017	(5,017)	49,481
Interest	-	761	(761)	7,701
Total Expenditures	341,600	339,506	2,094	306,011
Excess (Deficiency) of Revenues Over (Under) Expenditures	(341,600)	(332,934)	8,666	(75,436)
Other Financing Sources (Uses):				
Capital Lease Proceeds	-	312,724	312,724	-
Total Other Financing Sources (Uses)	-	312,724	312,724	-
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(341,600)	(20,210)	321,390	-
Fund Balance, July 1	541,157	541,157	-	616,593
Fund Balance, June 30	\$ 199,557	\$ 520,947	\$ 321,390	\$ 541,157

CITY OF ALPHARETTA, GEORGIA

BOND I CONSTRUCTION
CAPITAL PROJECT FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Accounts Receivable	\$ -	\$ 501
Intergovernmental Receivables	-	355,675
Due from Other Funds	-	15,707
Total Assets	<u>\$ -</u>	<u>\$ 371,883</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ -	\$ 76,820
Due to Other Funds	-	192,507
Total Liabilities	<u>-</u>	<u>269,327</u>
Fund Balance:		
Unreserved, Designated for Capital Projects	<u>-</u>	<u>102,556</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 371,883</u>

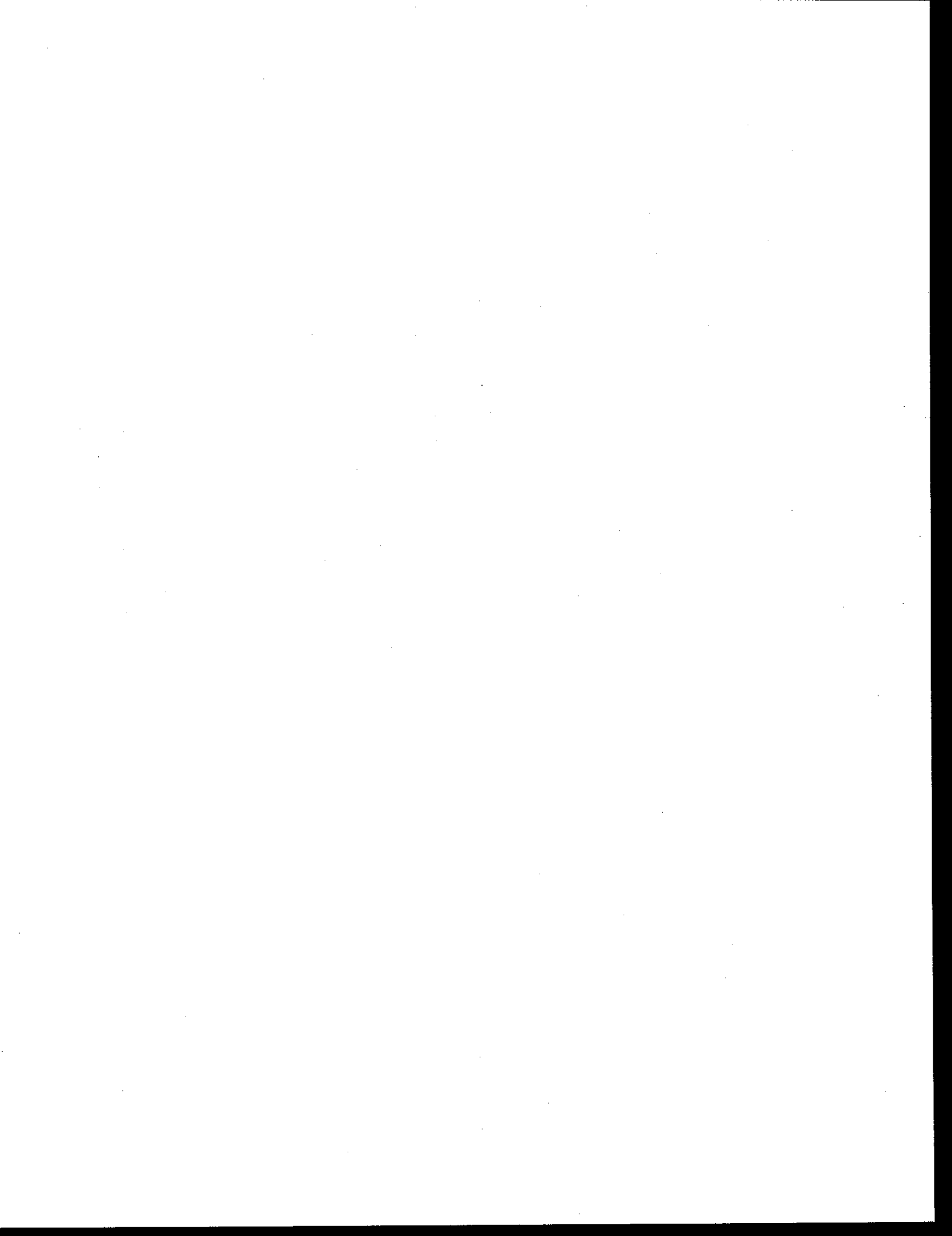
CITY OF ALPHARETTA, GEORGIA

BOND III CONSTRUCTION
CAPITAL PROJECT FUNDSCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 2000

	Total Project Estimate	Actual to June 30, 2000		
		Reported In Prior Years	Current Year	Total
Revenues:				
Interest Income	\$ 1,245,000	\$ 1,588,422	\$ 1,118,233	\$ 2,706,655
Total Revenues	1,245,000	1,588,422	1,118,233	2,706,655
Expenditures:				
Capital Outlay	25,647,000	4,097,295	6,996,221	11,093,516
Debt Service - Cost of Bond Issuance	498,000	330,369	-	330,369
Total Expenditures	26,145,000	4,427,664	6,996,221	11,423,885
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,900,000)	(2,839,242)	(5,877,988)	(8,717,230)
Other Financing Source (Uses):				
General Obligation Bond Proceeds	24,900,000	25,449,972	-	25,449,972
Excess of Revenues and Other Sources Over Expenditures and Other Uses	\$ -	22,610,730	(5,877,988)	16,732,742
Fund Balance, July 1		-	22,610,730	-
Fund Balance, June 30		\$ 22,610,730	\$ 16,732,742	\$ 16,732,742

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FINANCIAL SECTION

CITY OF ALPHARETTA, GEORGIA

IMPACT FEE
SPECIAL REVENUE FUNDSTATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUALFor the Year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues:				
Impact Fees	\$ 2,300,000	\$ 2,861,705	\$ 561,705	\$ 2,616,989
Interest Income	25,000	34,146	9,146	86,236
Total Revenues	<u>2,325,000</u>	<u>2,895,851</u>	<u>570,851</u>	<u>2,703,225</u>
Expenditures:				
Administration	65,500	88,119	(22,619)	86,745
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,259,500</u>	<u>2,807,732</u>	<u>548,232</u>	<u>2,616,480</u>
Other Financing Source (Uses):				
Operating Transfers Out	(2,974,000)	(2,974,000)	-	(3,375,000)
Total Other Financing Sources (Uses)	<u>(2,974,000)</u>	<u>(2,974,000)</u>	<u>-</u>	<u>(3,375,000)</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(714,500)	(166,268)	548,232	(758,520)
Fund Balance, July 1	<u>1,278,299</u>	<u>1,278,299</u>	<u>-</u>	<u>2,036,819</u>
Fund Balance, June 30	\$ <u>563,799</u>	\$ <u>1,112,031</u>	\$ <u>548,232</u>	\$ <u>1,278,299</u>

CITY OF ALPHARETTA, GEORGIA

CAPITAL PROJECT FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCEFor the Year Ended June 30, 2000
(With Comparative Totals for Fiscal Year Ended June 30, 1999)

	General Capital Projects	Fleet Management	Bond I Construction	Bond II Construction	Bond III Construction	Totals	
						2000	1999
Revenues:							
Intergovernmental	\$ 377	\$ -	\$ -	\$ -	\$ -	\$ 377	\$ 314,641
Interest Income	156,389	6,572	-	12,141	1,118,233	1,293,335	1,404,743
Other	181,229	-	-	130,221	-	311,450	1,520,646
Total Revenues	<u>337,995</u>	<u>6,572</u>	<u>-</u>	<u>142,362</u>	<u>1,118,233</u>	<u>1,605,162</u>	<u>3,240,030</u>
Expenditures:							
Other	4,659	-	499	-	-	5,158	551,899
Capital Outlay	3,827,478	333,728	-	144,516	6,996,221	11,301,943	10,529,285
Debt Service							
Principal	-	5,017	-	-	-	5,017	49,481
Interest	-	761	-	-	-	761	7,701
Total Expenditures	<u>3,832,137</u>	<u>339,506</u>	<u>499</u>	<u>144,516</u>	<u>6,996,221</u>	<u>11,312,879</u>	<u>11,138,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,494,142)</u>	<u>(332,934)</u>	<u>(499)</u>	<u>(2,154)</u>	<u>(5,877,988)</u>	<u>(9,707,717)</u>	<u>(7,898,336)</u>
Other Financing Sources (Uses):							
Operating Transfers In	7,147,000	-	-	-	-	7,147,000	6,627,417
Capital Lease Proceeds	-	312,724	-	-	-	312,724	-
Total Other Financing Sources (Uses)	<u>7,147,000</u>	<u>312,724</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,459,724</u>	<u>6,627,417</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>3,652,858</u>	<u>(20,210)</u>	<u>(499)</u>	<u>(2,154)</u>	<u>(5,877,988)</u>	<u>(2,247,993)</u>	<u>(1,270,919)</u>
Residual Equity Transfer	-	-	(102,057)	-	-	(102,057)	-
Fund Balance, July 1	<u>7,314,942</u>	<u>541,157</u>	<u>102,556</u>	<u>286,891</u>	<u>22,610,730</u>	<u>30,856,276</u>	<u>32,127,195</u>
Fund Balance, June 30	<u>\$ 10,967,800</u>	<u>\$ 520,947</u>	<u>\$ -</u>	<u>\$ 284,737</u>	<u>\$ 16,732,742</u>	<u>\$ 28,506,226</u>	<u>\$ 30,856,276</u>

CITY OF ALPHARETTA, GEORGIA
GENERAL CAPITAL PROJECTS
CAPITAL PROJECT FUND
COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 488,972	\$ 1,943,724
Investments	10,578,686	2,375,000
Accounts Receivable (net of allowances for uncollectibles)	169,210	1,336,380
Intergovernmental Receivables	-	1,963,412
Due from Other Funds	-	259,522
 Total Assets	 \$ <u>11,236,868</u>	 \$ <u>7,878,038</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ 269,068	\$ 553,080
Due to Other Funds	-	10,016
 Total Liabilities	 <u>269,068</u>	 <u>563,096</u>
Fund Balance:		
Reserved:		
Reserved for Encumbrances	2,425,866	1,064,407
Reserved for Capital Projects	8,541,934	135,829
Unreserved, Designated for Capital Projects	-	6,114,706
 Total Fund Balance	 <u>10,967,800</u>	 <u>7,314,942</u>
 Total Liabilities and Fund Balance	 \$ <u>11,236,868</u>	 \$ <u>7,878,038</u>

CITY OF ALPHARETTA, GEORGIA

BOND I CONSTRUCTION
CAPITAL PROJECT FUNDSCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 2000

	Total Project Estimate	Actual to June 30, 2000		
		Reported In Prior Years	Current Year	Total
Revenues:				
Intergovernmental	\$ 35,700,000	\$ 11,702,893	\$ -	\$ 11,702,893
Interest Income	1,282,605	1,595,790	-	1,595,790
Other	5,271,925	584,617	-	584,617
Total Revenues	42,254,530	13,883,300	-	13,883,300
Expenditures:				
Other	-	-	499	499
Capital Outlay	60,749,323	32,226,769	-	32,226,769
Debt Service - Cost of Bond Issuance	349,800	505,207	-	505,207
Total Expenditures	61,099,123	32,731,976	499	32,732,475
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,844,593)	(18,848,676)	(499)	(18,849,175)
Other Financing Sources (Uses):				
General Obligation Bond Proceeds	18,844,593	19,000,000	-	19,000,000
Operating Transfers In	-	993,912	-	993,912
Operating Transfers Out	-	(1,042,680)	-	(1,042,680)
Total Other Financing sources (Uses)	18,844,593	18,951,232	-	18,951,232
Excess of Revenues and Other Sources Over Expenditures and Other Uses	\$ -	102,556	(499)	102,057
Residual Equity Transfer		-	(102,057)	(102,057)
Fund Balance, July 1		-	102,556	-
Fund Balance, June 30		\$ 102,556	\$ -	\$ -

CITY OF ALPHARETTA, GEORGIA

BOND III CONSTRUCTION
CAPITAL PROJECT FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash	\$ 3,642,113	\$ -
Investments	14,087,939	23,510,939
Accounts Receivable	-	49,904
Due from Other Funds	-	3,959
Total Assets	<u>\$ 17,730,052</u>	<u>\$ 23,564,802</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ 997,310	\$ 951,242
Due to Other Funds	-	2,830
Total Liabilities	<u>997,310</u>	<u>954,072</u>
Fund Balance:		
Reserved for Encumbrances	5,325,976	624,554
Unreserved, Designated for Capital Projects	<u>11,406,766</u>	<u>21,986,176</u>
Total Fund Balance	<u>16,732,742</u>	<u>22,610,730</u>
Total Liabilities and Fund Balance	<u>\$ 17,730,052</u>	<u>\$ 23,564,802</u>

CITY OF ALPHARETTA, GEORGIA

Enterprise Fund

Enterprise Funds are used to account for City operations that are financed and operated in a manner similar to private business enterprises. The intent of the City in using this type of fund is to see that the costs (expenses, including depreciation) of providing these services to the general public on a continuing basis are financed or recovered primarily through user charges.

Water System Fund

Established to account for the operation of the City's water system, a self-supporting activity which renders services on a user charge basis to residents and businesses located in Alpharetta.

CITY OF ALPHARETTA, GEORGIA
WATER SYSTEM ENTERPRISE FUND
COMPARATIVE BALANCE SHEETS
June 30, 2000 and 1999

ASSETS

	<u>2000</u>	<u>1999</u>
Current Assets		
Cash and Cash Equivalents	\$ 705,986	\$ 563,232
Investments	1,045,722	860,716
Accounts Receivable (Net of Allowance for Uncollectibles)	780,483	898,067
Inventory, at Cost	124,689	87,406
Due from Other Funds	-	17
Total Currents Assets	<u>2,656,880</u>	<u>2,409,438</u>
Property and Equipment at Cost Less Accumulated Depreciation of \$1,646,156 and \$1,443,280 for 2000 and 1999, Respectively	4,649,868	4,722,639
Construction in Progress	369	28,200
Total Fixed Assets	<u>4,650,237</u>	<u>4,750,839</u>
Total Assets	<u>\$ 7,307,117</u>	<u>\$ 7,160,277</u>

LIABILITIES AND EQUITY

Current Liabilities		
Accounts Payable	\$ 467,307	\$ 467,739
Accrued Salaries	7,079	6,762
Compensated Absences Payable	3,045	6,519
Notes Payable - Revenue Bonds Current Portion	-	150,000
Capital Lease Payable - Current Portion	18,328	-
Due to Other Funds	10,660	2,654
Total Current Liabilities	<u>506,419</u>	<u>633,674</u>
Noncurrent Liabilities		
Customer Deposits	56,108	33,952
Compensated Absences Less Current Portion	16,376	9,644
Notes Payable - Revenue Bonds	2,320,000	2,320,000
Capital Lease Payable - Less Current Portion	-	4,701
Total Noncurrent Liabilities	<u>2,392,484</u>	<u>2,368,297</u>
Total Liabilities	<u>2,898,903</u>	<u>3,001,971</u>
Equity		
Contributed Capital	2,380,117	2,380,117
Retained Earnings-Reserved for Encumbrances	379,782	-
Retained Earnings - Unreserved	1,648,315	1,778,189
Total Equity	<u>4,408,214</u>	<u>4,158,306</u>
Total Liabilities and Equity	<u>\$ 7,307,117</u>	<u>\$ 7,160,277</u>

CITY OF ALPHARETTA, GEORGIA

DEBT SERVICE FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 45,974	\$ 2,083
Investments	522,475	-
Receivables (Net of allowances for uncollectibles):		
Taxes	<u>574,185</u>	<u>417,115</u>
Total Assets	<u>\$ 1,142,634</u>	<u>\$ 419,198</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ 397	\$ -
Interest Payable	-	44,840
Due to Other Funds	-	357,998
Deferred Revenue	<u>383,639</u>	<u>380,309</u>
Total Liabilities	<u>384,036</u>	<u>783,147</u>
Fund Balance:		
Reserved:		
Reserved for Debt Service	<u>758,598</u>	<u>(363,949)</u>
Total Liabilities and Fund Balance	<u>\$ 1,142,634</u>	<u>\$ 419,198</u>

CITY OF ALPHARETTA, GEORGIA

DEBT SERVICE FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUALYear Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
General Property Taxes	\$ 5,602,418	6,642,209	\$ 1,039,791	\$ 3,810,025
Interest Income	7,500	2,882	(4,618)	17,880
Total Revenues	<u>5,609,918</u>	<u>6,645,091</u>	<u>1,035,173</u>	<u>3,827,905</u>
Expenditures:				
Bond Principal	1,690,000	1,690,000	-	1,595,000
Lease Purchase Principal	815,966	837,002	(21,036)	889,328
Interest	3,097,732	3,094,708	3,024	3,377,450
Administrative Charges	6,220	2,891	3,329	10,829
Total Expenditures	<u>5,609,918</u>	<u>5,624,601</u>	<u>(14,683)</u>	<u>5,872,607</u>
Excess of Revenues Over (Under) Expenditures	-	1,020,490	1,020,490	(2,044,702)
Other Financing Sources				
Operating Transfers In	-	-	-	1,300,000
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-	1,020,490	1,020,490	(744,702)
Residual Equity Transfer	-	102,057	102,057	-
Fund Balance, July 1	<u>(363,949)</u>	<u>(363,949)</u>	-	<u>380,753</u>
Fund Balance, June 30	<u>\$ (363,949)</u>	<u>\$ 758,598</u>	<u>\$ 1,122,547</u>	<u>\$ (363,949)</u>

CITY OF ALPHARETTA, GEORGIA

GENERAL PURPOSE FINANCIAL STATEMENTS

(Combined Statements - Overview)

The following five combined financial statements, along with the Notes to the Financial Statements, present an overview of the City's financial positions and changes in proprietary fund financial position and cash flows for the year then ended.

Individual Funds and account groups utilized by the City are grouped on these statements into four categories.

Governmental Fund Types

These funds (General, Special Revenue, Debt Service and Capital Projects) are those through which most governmental functions are typically financed. The governmental fund measurement focus is on "financial flow," the accounting for sources and uses of available spendable resources, not on net income determination.

Proprietary Fund Types

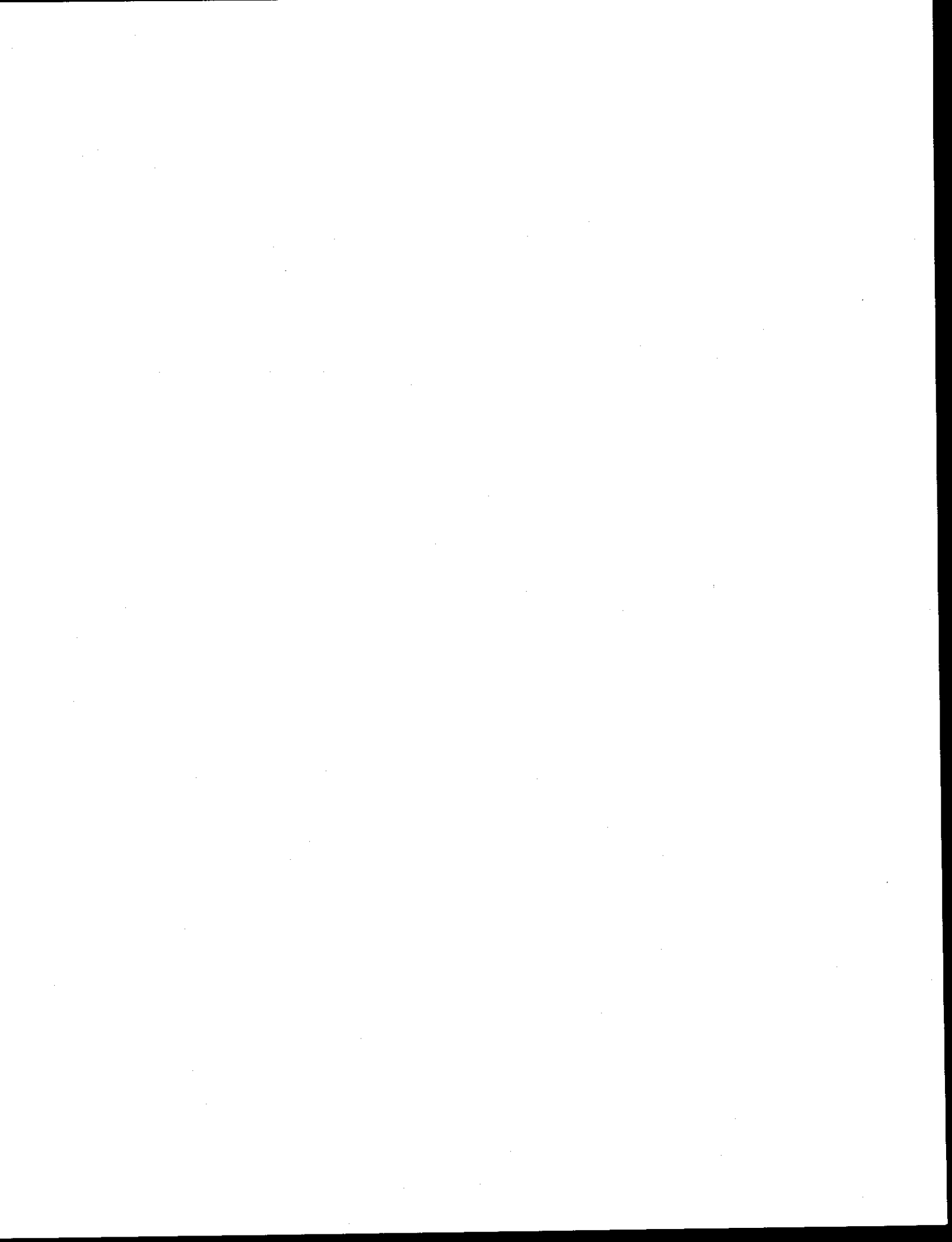
These funds (Enterprise and Internal Service Funds) are used to account for the City's ongoing activities which are similar to those found in the private sector. The proprietary fund measurement focus is on "capital maintenance" as in private industry, with the emphasis on net income determination.

Fiduciary Fund Types

These funds (Trust and Agency Funds) are used to account for assets held on behalf of outside parties. Expendable Trust funds have the same measurement focus as governmental funds. Agency funds are used to account for assets held by the government as an agent for others.

Account Groups

Account groups are used to establish accounting control for general fixed assets and unmatured principal of general long-term debt. Because these assets and liabilities are long-term they are neither spendable resources nor require current appropriation. They are therefore accounted for separate from governmental fund types.



CITY OF ALPHARETTA, GEORGIA

GENERAL CAPITAL PROJECTS

CAPITAL PROJECT FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUALYear Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000		Variance	1999
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Intergovernmental	\$ -	\$ 377	\$ 377	\$ 314,641
Interest Income	50,000	156,389	106,389	123,167
Other	-	181,229	181,229	1,229,472
Total Revenues	50,000	337,995	287,995	1,667,280
Expenditures:				
Other	4,659	4,659	-	551,785
Capital Outlay	13,620,556	3,827,478	9,793,078	5,373,318
Total Expenditures	13,625,215	3,832,137	9,793,078	5,925,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,575,215)	(3,494,142)	10,081,073	(4,257,823)
Other Financing Sources (Uses):				
Operating Transfers In	7,147,000	7,147,000	-	6,627,417
Total Other Financing Sources (Uses)	7,147,000	7,147,000	-	6,627,417
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(6,428,215)	3,652,858	10,081,073	2,369,594
Fund Balance, July 1	7,314,942	7,314,942	-	4,945,348
Fund Balance, June 30	\$ 886,727	\$ 10,967,800	\$ 10,081,073	\$ 7,314,942

CITY OF ALPHARETTA, GEORGIA

FLEET MANAGEMENT FUND
CAPITAL PROJECT FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 26,937	\$ 140,021
Investments	494,934	400,000
Accounts Receivable	-	1,136
 Total Assets	 \$ <u>521,871</u>	 \$ <u>541,157</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ <u>924</u>	\$ -
 Total Liabilities	 <u>924</u>	 <u>-</u>
Fund Balance:		
Reserved:		
Reserved for Encumbrances	470,753	-
Reserved for Fire	-	290,090
Unreserved:		
Designated for Fleet	50,194	168,968
Unreserved and Undesignated	-	82,099
 Total Fund Balance	 <u>520,947</u>	 <u>541,157</u>
 Total Liabilities and Fund Balance	 \$ <u>521,871</u>	 \$ <u>541,157</u>

CITY OF ALPHARETTA, GEORGIA

BOND II CONSTRUCTION
CAPITAL PROJECT FUND

COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and Cash Equivalents	\$ 347,420	\$ -
Investments	-	297,409
Interest Receivable	-	3,099
Due from Other Funds	-	88,538
Total Assets	<u>\$ 347,420</u>	<u>\$ 389,046</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$ 62,683	\$ 97,103
Due to Other Funds	-	5,052
Total Liabilities	<u>62,683</u>	<u>102,155</u>
Fund Balance:		
Unreserved, Designated for Capital Projects	<u>284,737</u>	<u>286,891</u>
Total Liabilities and Fund Balance	<u>\$ 347,420</u>	<u>\$ 389,046</u>

CITY OF ALPHARETTA, GEORGIA

BOND II CONSTRUCTION
CAPITAL PROJECT FUNDSCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 2000

	Total Project Estimate	Actual to June 30, 2000		
		Reported In Prior Years	Current Year	Total
Revenues:				
Interest Income	\$ 1,528,805	\$ 1,970,667	\$ 12,141	\$ 1,982,808
Other	2,000,000	3,189,560	130,221	3,319,781
Total Revenues	3,528,805	5,160,227	142,362	5,302,589
Expenditures:				
Capital Outlay	20,183,540	21,539,260	144,516	21,683,776
Debt Service - Cost of Bond Issuance	345,265	334,076	-	334,076
Total Expenditures	20,528,805	21,873,336	144,516	22,017,852
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,000,000)	(16,713,109)	(2,154)	(16,715,263)
Other Financing Sources:				
General Obligation Bond Proceeds	17,000,000	17,000,000	-	17,000,000
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ -	286,891	(2,154)	284,737
Fund Balance, July 1		-	286,891	-
Fund Balance, June 30		\$ 286,891	\$ 284,737	\$ 284,737

CITY OF ALPHARETTA, GEORGIA

WATER SYSTEM ENTERPRISE FUND

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

Year Ended June 30, 2000

(With Comparative Actual Amounts for Year Ended June 30, 1999)

	<u>2000</u>	<u>1999</u>
Operating Revenues:		
Charges for Services	\$ <u>3,674,734</u>	\$ <u>3,650,855</u>
Operating Expenses:		
Operation and Maintenance:		
Billing	257,863	196,460
Operations	2,924,879	2,946,960
Depreciation	<u>200,837</u>	<u>189,827</u>
Total Operating Expenses	<u>3,383,579</u>	<u>3,333,247</u>
Operating Income	<u>291,155</u>	<u>317,608</u>
Non-operating Revenues (Expenses)		
Interest Income	65,250	45,193
Interest Expense	<u>(106,497)</u>	<u>(367,899)</u>
Total Non-operating Revenues (Expenses)	<u>(41,247)</u>	<u>(322,706)</u>
Net Income (Loss)	249,908	(5,098)
Retained Earnings, July 1	<u>1,778,189</u>	<u>1,783,287</u>
Retained Earnings, June 30	\$ <u>2,028,097</u>	\$ <u>1,778,189</u>

CITY OF ALPHARETTA, GEORGIA
WATER SYSTEM ENTERPRISE FUND
STATEMENT OF CASH FLOWS

Year Ended June 30, 2000
(With Comparative Amounts for June 30, 1999)

	<u>2000</u>	<u>1999</u>
Cash Flows Provided By Operating Activities:		
Operating Income	291,155	\$ 317,608
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities		
Depreciation Expense	200,837	189,827
(Increase) Decrease in Accounts Receivable	117,584	81,290
(Increase) Decrease in Inventories	(37,283)	(18,570)
(Increase) Decrease in Due from Other Funds	17	-
Increase (Decrease) in Accounts Payable	(432)	122,038
Increase (Decrease) in Deposits Payable	22,156	17,227
Increase (Decrease) in Accrued Liabilities	3,575	(5,895)
Increase (Decrease) in Due to Other Funds	8,006	2,654
Total Adjustments	<u>314,460</u>	<u>388,571</u>
Net Cash Provided By Operating Activities	<u>605,615</u>	<u>706,179</u>
Cash Flows from Capital and Related Financing Activities:		
Interest Paid	(106,497)	(367,899)
Acquisition and Construction of Fixed Assets	(100,235)	(47,057)
Proceeds from Capital Lease	18,328	-
Principal Payment - Capital Loan and Promissory Notes	(154,701)	(129,094)
Proceeds from Capital Loan and Promissory Notes	<u>-</u>	<u>68,517</u>
Net Cash Used by Capital and Related Financing Activities	<u>(343,105)</u>	<u>(475,533)</u>
Cash Flows from Investing Activities:		
Interest Received	65,250	45,193
Sale of Investments	860,716	1,348,958
Purchase of Investments	<u>(1,045,722)</u>	<u>(1,150,000)</u>
Net Cash Provided (Used) by Investing Activities	<u>(119,756)</u>	<u>244,151</u>
Net Increase in Cash	142,754	474,797
Cash, July 1	<u>563,232</u>	<u>88,435</u>
Cash, June 30	<u>705,986</u>	<u>\$ 563,232</u>

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CITY OF ALPHARETTA, GEORGIA

Internal Service Fund

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of a government, or to other governments, on a cost-reimbursement basis.

Risk Management Fund

This fund is used to account for property, liability, worker's compensation, life and health insurance benefits provided to City departments, City employees and participating dependents.



CITY OF ALPHARETTA, GEORGIA
RISK MANAGEMENT FUND
INTERNAL SERVICE FUND
COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

	<u>2000</u>	<u>1999</u>
<u>Assets</u>		
Cash and Cash Equivalents	\$ 101,506	\$ 320,608
Investments	-	204,612
Accounts Receivable	-	3,449
Due From Other Funds	<u>314,132</u>	<u>52,440</u>
Total Assets	<u>\$ 415,638</u>	<u>\$ 581,109</u>
<u>Liabilities and Equity</u>		
Liabilities:		
Accounts Payable	\$ 314,536	\$ 189,555
Due to Other Funds	-	55,319
Total Liabilities	<u>314,536</u>	<u>244,874</u>
Equity:		
Retained Earnings - Unreserved	<u>101,102</u>	<u>336,235</u>
Total Retained Earnings	<u>101,102</u>	<u>336,235</u>
Total Liabilities and Equity	<u>\$ 415,638</u>	<u>\$ 581,109</u>

CITY OF ALPHARETTA, GEORGIA

RISK MANAGEMENT FUND
INTERNAL SERVICE FUND

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

Year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	<u>2000</u>	<u>1999</u>
Operating Revenues:	\$ <u>1,983,721</u>	\$ <u>1,766,020</u>
Operating Expenses:		
Operating	249,008	199,275
Benefits and Claims	<u>1,969,878</u>	<u>1,611,091</u>
Total Operating Expenses	<u>2,218,886</u>	<u>1,810,366</u>
Operating Loss	(235,165)	(44,346)
Non-operating Revenues (Expenses):		
Interest Income	<u>32</u>	<u>2,452</u>
Net Loss	(235,133)	(41,894)
Retained Earnings, July 1	<u>336,235</u>	<u>378,129</u>
Retained Earnings, June 30	\$ <u><u>101,102</u></u>	\$ <u><u>336,235</u></u>

CITY OF ALPHARETTA, GEORGIA

RISK MANAGEMENT FUND
INTERNAL SERVICE FUND

STATEMENT OF CASH FLOWS

Year Ended June 30, 2000
(With Comparative Amounts for June 30, 1999)

	<u>2000</u>	<u>1999</u>
Cash Flows Provided By (Used In) Operating Activities:		
Operating Loss	\$ (235,165)	\$ (44,346)
Adjustments to Reconcile Operating Income (loss) to Net Cash Provided (Used) by Operating Activities		
(Increase) Decrease in Accounts Receivable	3,449	(434)
(Increase) Decrease in Due From Other Funds	(261,692)	(52,440)
(Increase) Decrease in Prepaid Items	-	25,718
Increase (Decrease) in Accounts Payable	124,981	140,908
Increase (Decrease) in Due to Other Funds	<u>(55,319)</u>	<u>(130,181)</u>
Total Adjustments	<u>(188,581)</u>	<u>(16,429)</u>
Net cash Used In Operating Activities	<u>(423,746)</u>	<u>(60,775)</u>
Cash Flows from Investing Activities:		
Interest Received	32	2,452
Sale of Investments	204,612	664,872
Purchase of Investments	<u>-</u>	<u>(250,000)</u>
Net Cash Provided by Investing Activities	<u>204,644</u>	<u>417,324</u>
Net Increase (Decrease) in Cash	(219,102)	356,549
Cash, July 1	<u>320,608</u>	<u>(35,941)</u>
Cash, June 30	<u>\$ 101,506</u>	<u>\$ 320,608</u>

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CITY OF ALPHARETTA, GEORGIA

Trust Funds

Expendable Trust Funds

Trust funds are used to account for assets held by the City in a trustee capacity.

Cemetery Fund

Established to account for monies received as contributions for the maintenance of Resthaven Cemetery located within the City limits.



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CITY OF ALPHARETTA, GEORGIA
CEMETERY EXPENDABLE TRUST FUND
COMPARATIVE BALANCE SHEETS

June 30, 2000 and 1999

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Investments	\$ <u>9,149</u>	\$ <u>8,618</u>
Total Assets	\$ <u><u>9,149</u></u>	\$ <u><u>8,618</u></u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Due to Other Funds	\$ <u>2,308</u>	\$ <u>2,308</u>
Total Liabilities	<u>2,308</u>	<u>2,308</u>
Fund Balance:		
Reserved For Cemetery Maintenance	<u>6,841</u>	<u>6,310</u>
Total Liabilities and Fund Balance	\$ <u><u>9,149</u></u>	\$ <u><u>8,618</u></u>

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CITY OF ALPHARETTA, GEORGIA

CEMETERY EXPENDABLE TRUST FUND

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended June 30, 2000
(With Comparative Actual Amounts for Year Ended June 30, 1999)

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
<u>Revenues:</u>				
Interest Income	\$ 350	\$ 531	\$ 181	\$ 498
<u>Expenditures:</u>				
Administration	350	-	350	-
Excess of Revenues Over Expenditures	-	531	531	498
Fund Balance, July 1	6,310	6,310	-	5,812
Fund Balance, June 30	\$ 6,310	\$ 6,841	\$ 531	\$ 6,310

CITY OF ALPHARETTA, GEORGIA

Account Groups

General Fixed Assets

The General Fixed Assets Account Group - established to account for the cost of all fixed assets of the City that are used in the performance of general government functions which are not accounted for in the Enterprise Funds.



CITY OF ALPHARETTA, GEORGIA
COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE

June 30, 2000 and 1999

GENERAL FIXED ASSETS	<u>2000</u>	<u>1999</u>
Land	\$ 14,116,873	\$ 13,973,323
Buildings	20,144,716	11,470,352
Improvements Other than Buildings	6,278,140	2,527,946
Equipment	11,383,282	10,282,367
Construction in Progress	<u>2,157,152</u>	<u>7,471,724</u>
 TOTAL GENERAL FIXED ASSETS	 <u>\$ 54,080,163</u>	 <u>\$ 45,725,712</u>
 INVESTMENTS IN GENERAL FIXED ASSETS BY SOURCE		
General Fund	\$ 11,008,243	\$ 10,761,391
Special Revenue	1,802,040	1,761,241
Other Governmental Funds	<u>41,269,880</u>	<u>33,203,080</u>
 TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	 <u>\$ 54,080,163</u>	 <u>\$ 45,725,712</u>

CITY OF ALPHARETTA, GEORGIA
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

June 30, 2000

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other than Buildings</u>	<u>Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
General Government	\$ 1,279,970	\$ 377,866	\$ 62,623	\$ 2,347,066	\$ -	\$ 4,067,525
Public Safety:						
Police	932,383	1,199,125	7,250	3,231,198	2,109,140	7,479,096
Fire	851,441	5,060,144	102,254	3,064,375	-	9,078,214
Total Public Safety	1,783,824	6,259,269	109,504	6,295,573	2,109,140	16,557,310
Engineering and Public Works	1,182,550	1,367,599	1,278,922	1,852,883	19,412	5,701,366
Culture and Recreation	9,870,529	12,139,982	4,827,091	887,760	28,600	27,753,962
Total General Fixed Assets	\$ 14,116,873	\$ 20,144,716	\$ 6,278,140	\$ 11,383,282	\$ 2,157,152	\$ 54,080,163

CITY OF ALPHARETTA, GEORGIA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Parks and Recreation</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
1991	\$ 1,803,000	\$ 1,999,000	\$ 1,506,000	\$ 568,000	\$ 511,000	\$ 370,000	\$ 6,757,000
1992	\$ 2,341,000	\$ 2,441,000	\$ 1,700,000	\$ 710,000	\$ 937,000	\$ 559,000	\$ 8,688,000
1993	\$ 1,630,000	\$ 2,365,000	\$ 2,071,000	\$ 1,048,000	\$ 7,251,000	\$ 1,556,000	\$ 15,921,000
1994	\$ 1,844,335	\$ 3,570,339	\$ 2,308,835	\$ 751,971	\$ 11,876,904	\$ 1,761,177	\$ 22,113,561
1995	\$ 2,063,666	\$ 3,578,408	\$ 2,159,273	\$ 777,441	\$ 11,846,965	\$ 2,389,844	\$ 22,815,597
1996	\$ 3,635,028	\$ 3,919,339	\$ 2,633,179	\$ 1,396,786	\$ 12,994,484	\$ 4,064,515	\$ 28,643,331
1997	\$ 4,043,454	\$ 4,660,338	\$ 2,909,342	\$ 1,828,203	\$ 13,956,389	\$ 4,203,158	\$ 31,600,884
1998	\$ 4,439,433	\$ 5,637,308	\$ 3,418,931	\$ 2,417,753	\$ 21,402,865	\$ 4,849,130	\$ 42,165,420
1999	\$ 6,294,353	\$ 6,475,452	\$ 4,341,789	\$ 2,957,415	\$ 10,529,284	\$ 5,929,787	\$ 36,528,080
2000	\$ 7,321,122	\$ 7,468,974	\$ 4,407,066	\$ 3,606,710	\$ 11,301,944	\$ 5,630,379	\$ 39,736,195

(1) Includes all Governmental and Expendable Trust Funds

CITY OF ALPHARETTA, GEORGIA
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS

Fiscal Year	Taxes	Fines & Forfeitures	License & Permits	Inter- Governmental Revenues	Charges for Services	Other Revenues	Total
1991	\$ 4,878,000	\$ 302,000	\$ 632,000	\$ 95,000	\$ 878,000	\$ 143,000	\$ 6,928,000
1992	\$ 6,459,000	\$ 410,000	\$ 1,832,000	\$ 40,000	\$ 1,886,000	\$ 399,000	\$ 11,026,000
1993	\$ 8,799,000	\$ 309,000	\$ 896,000	\$ 800,000	\$ 1,930,000	\$ 322,000	\$ 13,056,000
1994	\$ 9,644,563	\$ 345,421	\$ 1,265,813	\$ 5,228,567	\$ 2,307,673	\$ 1,175,086	\$ 19,967,123
1995	\$ 10,496,376	\$ 276,492	\$ 1,784,086	\$ 3,479,200	\$ 2,739,723	\$ 1,110,036	\$ 19,885,913
1996	\$ 12,186,001	\$ 386,395	\$ 2,863,751	\$ 1,625,981	\$ 2,978,090	\$ 2,281,067	\$ 22,321,285
1997	\$ 14,096,743	\$ 549,031	\$ 3,517,099	\$ 1,536,074	\$ 4,259,704	\$ 3,728,079	\$ 27,686,730
1998	\$ 16,291,593	\$ 453,961	\$ 3,754,742	\$ 2,785,768	\$ 2,790,772	\$ 7,487,053	\$ 33,563,889
1999	\$ 19,658,847	\$ 522,299	\$ 2,647,561	\$ 3,270,186	\$ 3,460,718	\$ 5,005,259	\$ 34,564,870
2000	\$ 26,714,654	\$ 462,580	\$ 2,587,950	\$ 418,308	\$ 4,078,572	\$ 5,611,336	\$ 39,873,400

(1) Includes all Governmental and Expendable Trust Funds

CITY OF ALPHARETTA, GEORGIA
COMPUTATION OF LEGAL DEBT MARGIN

June 30, 2000

Assessed Value		\$ <u>1,591,937,704</u>
Debt Limit 10% of Assessed Value		159,193,770
Amount of Debt Applicable to Debt Limit		
Total General Bonded Debt	57,249,000	
Less Amount Available for Repayment of general obligation bonds	<u>758,598</u>	<u>56,490,402</u>
Legal Debt Margin		\$ <u>102,703,368</u>
Percentage Ratios:		
Legal Debt Margin		100.00
Debt Application to Debt Limit		<u>35.48</u>
Legal Debt Margin		<u>64.52</u>

Source: Fulton County Tax Assessors Office and City Financial Services Department

CITY OF ALPHARETTA, GEORGIA
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT

June 30, 2000

<u>Jurisdiction</u>	<u>Amount Outstanding</u>	<u>Percentage Applicable</u>	<u>Amount Applicable</u>
Fulton County	\$ 65,126,578	5.39%	\$ 3,510,323
Fulton County School District	272,955,000	9.68%	26,422,044
City of Alpharetta	57,249,000	100.00%	<u>57,249,000</u>
Total Direct and Overlapping Debt			\$ <u><u>87,181,367</u></u>

CITY OF ALPHARETTA, GEORGIA
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

Year Ended June 30, 2000

<u>Function and Activity</u>	<u>General Fixed Assets July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>General Fixed Assets June 30, 2000</u>
General Government	\$ <u>3,692,129</u>	\$ <u>687,386</u>	\$ <u>311,990</u>	\$ <u>4,067,525</u>
Public Safety:				
Police	5,243,382	2,235,713	-	7,479,095
Fire	<u>9,063,739</u>	<u>14,475</u>	<u>-</u>	<u>9,078,214</u>
Total Public Safety	<u>14,307,121</u>	<u>2,250,188</u>	<u>-</u>	<u>16,557,309</u>
Public Works	4,735,892	965,474	-	5,701,366
Culture and Recreation	<u>22,990,570</u>	<u>4,763,393</u>	<u>-</u>	<u>27,753,963</u>
Total General Fixed Assets	\$ <u>45,725,712</u>	\$ <u>8,666,441</u>	\$ <u>311,990</u>	\$ <u>54,080,163</u>

CITY OF ALPHARETTA, GEORGIA
MISCELLANEOUS AND DEMOGRAPHIC STATISTICS
June 30, 2000

Police Protection : (Source: City Police Department)

Number of Employees	86
Number of Stations	1
Number of Patrol Units	58
Number of Police Motorcycles	3

Recreation: (Source: City Recreation Department)

Number of Parks and Playgrounds	7
Acreage Parks and Playgrounds	537 acres
Number of Swimming Pools	1
Number of Athletic Fields	28
Number of Recreation Buildings	7
Number of Tennis Courts	3
Number of Hockey Rinks	2

Education:

Number of Schools by Type: (Source: Fulton
County Board of Education)

Elementary	3
Middle School	2
High School	1
College	2

Municipal Water Service: (Source: City Engineering & Public Works Department)

Daily Distribution	1,566,666 gallons
Miles of Water Mains	95.00 miles
Number of Fire Hydrants	492.00
Number of Service Connections	3,467

Municipal Sanitation Service: (Source: City Engineering & Public Works Department)

Number of Consumers	8,237
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Elections: (Source: City Clerk Office)

Number of Registered Voters	15,372
Number of Votes Cast in last Municipal Election	3,452
Percentage of Registered Voters Participation	
Voting in Last Municipal Election	22%

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CITY OF ALPHARETTA, GEORGIA
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population *</u> <u>(Year End)</u>	<u>Real Estate</u> <u>Assessed</u> <u>Value</u>	<u>Gross</u> <u>Bonded</u> <u>Debt</u>	<u>Less debt</u> <u>Service</u> <u>Funds</u>	<u>Net</u> <u>Bonded</u> <u>Debt</u>	<u>Ratio of Net</u> <u>Bonded Debt to</u> <u>Assessed Value</u>	<u>Net Bonded</u> <u>Debt Per</u> <u>Capita</u>
1991	13,000	\$ 364,000,000	\$ 3,000,000	\$ 75,000	\$ 2,925,000	0.01	\$225.00
1992	15,000	\$ 427,000,000	\$ 22,000,000	\$ 44,000	\$ 21,956,000	0.05	\$1,463.73
1993	15,000	\$ 446,000,000	\$ 22,310,000	\$ 146,433	\$ 22,163,567	0.05	\$1,477.57
1994	17,000	\$ 532,000,000	\$ 21,890,000	\$ 161,354	\$ 21,728,646	0.04	\$1,278.16
1995	20,915	\$ 586,826,325	\$ 38,215,000	\$ 62,326	\$ 38,152,674	0.07	\$1,824.18
1996	22,504	\$ 796,345,466	\$ 36,845,000	\$ 68,361	\$ 36,776,639	0.05	\$1,634.23
1997	23,246	\$ 958,232,044	\$ 35,405,000	\$ 311,843	\$ 35,093,157	0.04	\$1,509.64
1998	24,536	\$ 1,151,232,400	\$ 58,785,000	\$ 380,753	\$ 58,404,247	0.05	\$2,380.35
1999	30,000	\$ 1,489,759,756	\$ 57,190,000	\$ (305,900)	\$ 57,495,900	0.04	\$1,916.53
2000	30,000	\$ 1,591,937,704	\$ 57,249,000	\$ 758,598	\$ 56,490,402	0.04	\$1,883.01

NOTE: Includes all Long-term General Obligation Debt

Source:

* 1986 thru 1988 and 1991 thru 1999 based on estimates by The Atlanta Regional Commission.

* 1990 based on National Census.

CITY OF ALPHARETTA, GEORGIA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL OBLIGATION BONDED DEBT TO
TOTAL GENERAL GOVERNMENTAL EXPENDITURES

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures</u>	<u>Ratio of Debt Service to General Governmental Charges for Services</u>
1991	\$ 150,000	\$ 220,000	\$ 370,000	\$ 6,757,000	5.48
1992	\$ 155,000	\$ 404,000	\$ 559,000	\$ 8,688,000	6.43
1993	\$ 205,000	\$ 1,350,903	\$ 1,555,903	\$ 15,920,704	9.77
1994	\$ 420,000	\$ 1,341,177	\$ 1,761,177	\$ 22,113,561	7.96
1995	\$ 660,000	\$ 1,323,428	\$ 1,983,428	\$ 22,815,597	8.69
1996	\$ 1,370,000	\$ 2,123,829	\$ 3,493,829	\$ 28,643,331	12.20
1997	\$ 1,440,000	\$ 2,085,139	\$ 3,525,139	\$ 31,600,884	11.16
1998	\$ 1,520,000	\$ 2,006,378	\$ 3,526,378	\$ 42,165,420	8.36
1999	\$ 1,595,000	\$ 3,249,055	\$ 4,844,055	\$ 36,528,080	13.26
2000	\$ 1,690,000	\$ 3,007,494	\$ 4,697,494	\$ 39,736,195	11.82

Note: Includes all Governmental Funds

Source: City Financial Services Department

CITY OF ALPHARETTA, GEORGIA
MISCELLANEOUS AND DEMOGRAPHIC STATISTICS
June 30, 2000

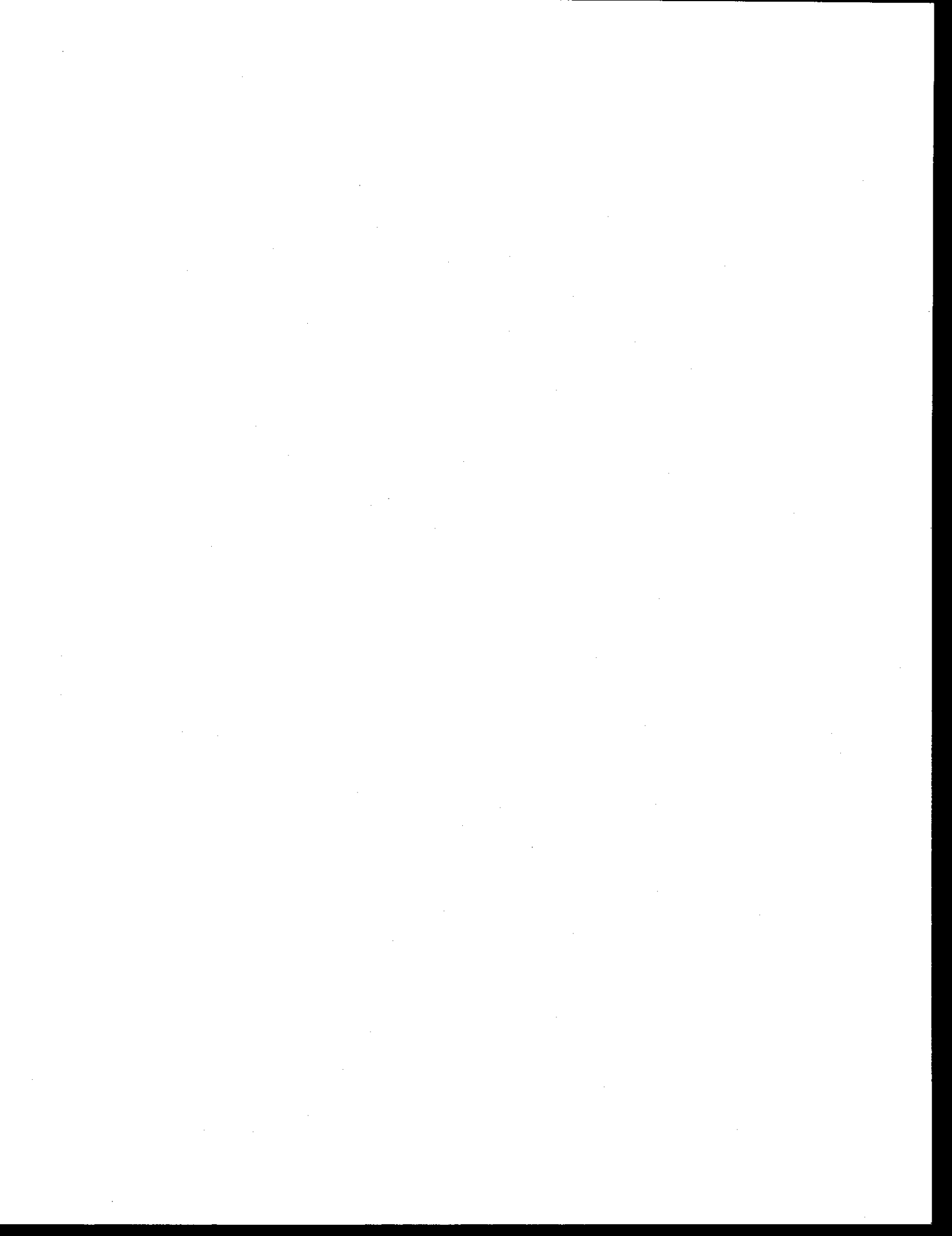
Date of Incorporation:	1858	
Date First Charter Adopted:	1858	
Date Present Charter Adopted:	July 1, 1981	
Form of Government:	Mayor and City Council	
Population: (Source: Estimated by Atlanta Regional Commission)	30,000	(estimate)
Fulton County Population (including City):	759,367	(approximate)
Median Age	34	
Median Income	\$58,000	
Area: (Source: City Community Development Department)	23 square miles	
Total Number of City Employees	300	
Bond Rating:	Moody's Investor Service Standard & Poor's	Aa2 AA
Miles of Streets: (Source: City Engineering & Public Works Department)		
Streets - Paved	260 miles	
Streets - Unpaved	2 miles	
Miles of Sewer:		
Sanitary	None - Service provided by County	
Drainage - Piped	35 miles	
Drainage - Open	143 miles	
Fire Protection: (Source: City Fire Department)		
Number of Stations	5	
Number of Employees	72	
Insurance Services Office (ISO) Fire Classification	3	
Major Employers: (Source: North Fulton Chamber of Commerce)		
	<u>Number of</u> <u>Employees</u>	
AT & T	3,343	
Northern Telecom	1,600	
Equifax	1,150	
Digital Equipment Corporation	850	
MCI	1,000	

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CITY OF ALPHARETTA, GEORGIA

Statistical Tables and Other Schedules (unaudited)

Statistical Tables and Other Schedules are included to provide detailed data on the physical, economic, social and political characteristics of the City. They are intended to provide the user with a broader and more complete understanding of the City and its financial affairs than is possible from the basic financial statements and supporting schedules included in the Financial Section.



CITY OF ALPHARETTA, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as Percent of Current Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Tax as Percent of Current Levy</u>
1991	\$ 3,142,000	\$ 3,093,000	98.44	\$ 95,000	\$ 3,188,000	101.46	\$ 212,000	6.75
1992	\$ 3,802,000	\$ 3,470,000	91.27	\$ 16,000	\$ 3,486,000	91.69	\$ 528,000	13.89
1993	\$ 5,350,000	\$ 5,204,000	97.27	\$ 139,000	\$ 5,343,000	99.87	\$ 535,000	10.00
1994	\$ 5,770,465	\$ 5,558,418	96.33	\$ (19,867)	\$ 5,538,551	95.98	\$ 464,755	8.05
1995	\$ 5,873,310	\$ 5,887,314	100.24	\$ (14,370)	\$ 5,872,944	99.99	\$ 315,740	5.38
1996	\$ 7,406,512	\$ 6,602,693	89.15	\$ 165,344	\$ 6,768,037	91.38	\$ 270,078	3.65
1997	\$ 8,328,413	\$ 7,651,942	91.88	\$ 304,599	\$ 7,956,541	95.53	\$ 231,402	2.78
1998	\$ 10,006,902	\$ 8,852,299	88.46	\$ 231,402	\$ 9,083,701	90.77	-	0.00
1999	\$ 13,340,657	\$ 10,623,686	79.63	\$ (25,243)	\$ 10,598,443	79.44	\$ 470,810	3.53
2000	\$ 15,331,556	\$ 16,238,289	105.91	\$ 300,006	\$ 16,538,295	107.87	\$ 1,380,459	9.00

CITY OF ALPHARETTA, GEORGIA
 ASSESSED AND ESTIMATED ACTUAL VALUE
 OF PROPERTY (1)

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Tax Year</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Assessment Ratio</u>
1991	1990	\$ 365,000,000	\$ 911,882,000	40
1992	1991	\$ 427,000,000	\$ 1,068,102,000	40
1993	1992	\$ 447,000,000	\$ 1,117,000,000	40
1994	1993	\$ 532,000,000	\$ 1,330,000,000	40
1995	1994	\$ 586,826,325	\$ 1,467,065,813	40
1996	1995	\$ 796,345,466	\$ 1,990,863,664	40
1997	1996	\$ 958,232,044	\$ 2,395,580,110	40
1998	1997	\$ 1,151,232,400	\$ 2,878,081,000	40
1999	1998	\$ 1,489,759,756	\$ 3,724,399,390	40
2000	1999	\$ 1,591,937,704	\$ 3,979,844,260	40

(1) Assessed values are established by the Fulton County Assessment Board on January 1 of each year at 40% of actual value.

SOURCE: Fulton County Tax Assessors Office

CITY OF ALPHARETTA, GEORGIA
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS
(Per \$1,000 of Assessed Value)

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Tax Year</u>	<u>City of Alpharetta</u>	<u>County Bonds And Operating Funds</u>	<u>Special District</u>	<u>Schools</u>	<u>State Levy</u>	<u>Total*</u>
1991	1990	8.90	15.06	5.34	23.15	0.25	52.70
1992	1991	8.90	16.81	5.58	25.15	0.25	56.69
1993	1992	10.56	14.51	4.76	25.15	0.25	55.23
1994	1993	8.38	14.01	4.76	21.26	0.25	48.66
1995	1994	7.88	14.01	4.76	21.26	0.25	48.16
1996	1995	7.88	14.01	4.76	21.26	0.25	48.16
1997	1996	7.88	14.01	4.76	21.26	0.25	48.16
1998	1997	7.88	14.01	4.76	21.26	0.25	48.16
1999	1998	7.88	14.01	4.76	21.26	0.25	48.16
2000	1999	7.88	13.69	4.76	15.76	0.25	42.34

* Reflects net amount less state required roll-back.

Source: Fulton County Tax Assessors Office.

CITY OF ALPHARETTA, GEORGIA

CONSTRUCTION ACTIVITY

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Estimated Actual Property Value</u>	<u>Number of Building Permits Issued</u>	<u>Number of Permits % Change</u>	<u>Value of Permits Issued</u>
1991	\$ 364,753,000	404	(26.14) %	\$ 40,197,000
1992	\$ 427,241,000	463	14.60 %	\$ 98,061,000
1993	\$ 446,724,000	529	14.25 %	\$ 117,967,000
1994	\$ 532,000,000	801	51.42 %	\$ 117,607,974
1995	\$ 586,826,325	835	4.24 %	\$ 172,713,513
1996	\$ 796,345,466	981	17.49 %	\$ 281,265,077
1997	\$ 958,232,044	1,210	23.34 %	\$ 324,785,863
1998	\$ 1,151,232,400	1,449	19.75 %	\$ 387,728,080
1999	\$ 1,489,759,756	1,351	(6.76) %	\$ 379,236,535
2000	\$ 1,591,937,704	1,230	(8.96) %	\$ 390,391,126

Source: City Building Inspections Department

CITY OF ALPHARETTA
PRINCIPAL TAXPAYERS

June 30, 2000

<u>Taxpayer</u>	<u>Type of Tax</u>	<u>Taxes Levied</u>	<u>Assessed Valuation</u>	<u>Percent to Total Assessed Value</u>
AT & T	PP	\$ 293,351	\$ 37,227,280	2.34 %
IBM Credit Corporation	PP	258,095	32,753,130	2.06 %
GGP North Point, Inc.	RE	229,240	29,091,320	1.83 %
Gardner Drive LLC	RE	145,277	18,436,160	1.16 %
AT & T	RE	133,268	16,912,160	1.06 %
HBO & Co. of GA	RE	133,005	16,878,870	1.06 %
E*Trade Group, Inc.	PP	118,529	15,041,750	0.94 %
State Farm Mutual Auto.	RE	115,048	14,600,000	0.92 %
State Farm Mutual Auto.	PP	101,435	12,872,450	0.81 %
Governors Point Properties	RE	76,963	9,766,840	0.61 %
Total		\$ <u>1,604,210</u>	\$ <u>203,579,960</u>	<u>12.79 %</u>
Total Assessed Values for All Taxpayers			\$ <u>1,591,937,704</u>	

Type of Tax
PP - Personal Property
RE - Real Estate

Source: City Financial Services Department