City of Snellville, Georgia

Comprehensive Annual Financial Report

For The Fiscal Year Ended June 30, 2011

Prepared by Jan Burke, Controller, CPA

CITY OF SNELLVILLE, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2011

Table of Contents

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	i-iv
Organizational Chart	v
List of Principal Officials	vi
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet-Governmental Funds	14
Reconciliation of Fund Balance in Governmental Funds To the Statement of Net Assets	15
Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual-General Fund	18
Statement of Net Assets-Proprietary Funds	19
Statement of Revenues, Expenses and Changes in Fund Net Assets-Proprietary Funds	20
Statement of Cash Flows-Proprietary Funds	21-22
Notes to the Financial Statements	23-44
Individual Fund Statements:	
Non-major Governmental Funds-	
Combining Balance Sheet	45
Statement of Revenues, Expenditures and Changes in Fund Balances	46
General Fund-	
Balance Sheet	47
Schedule of Revenues-Budget and Actual	48-49
Schedule of Expenditures-Budget and Actual	50-51

FINANCIAL SECTION-(Continued)

	Page
Individual Fund Statements-Continued	
Confiscated Assets Fund-	
Balance Sheet	52
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual	53
Tree Bank Fund-	
Balance Sheet	54
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual	55
Hotel/Motel Tax Fund-	
Balance Sheet	56
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual	57
City Center Capital Projects Fund-	
Balance Sheet	58
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual-From Inception	59
LCI Grant Fund-	
Balance Sheet	60
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual	61
New Facilities Fund-	
Balance Sheet	62
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual	63
SPLOST I Capital Projects Fund-	
Balance Sheet	64
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual-From Inception	65
SPLOST II Capital Projects Fund-	
Balance Sheet	66
Schedule of Revenues Expenditures and Changes in Fund Balance-Budget and Actual-From Inception	67
Solid Waste Management Enterprise fund-	
Comparative Statement of Net Assets	68
Comparative Statement of Revenues, Expenses and Changes in Net Assets	69
Comparative Statement of Cash Flows	70-71
Stormwater Management Enterprise Fund-	
Comparative Statement of Net Assets	72
Comparative Statement of Revenues, Expenses and Changes in Net Assets	73
Comparative Statement of Cash Flows	74-75

STATISTICAL SECTION

	Page
Financial Trends-	
Net Assets by Component	76
Changes in Net Assets	77-78
Fund Balances, Governmental Funds	79
Changes in Fund Balances, Governmental Funds	80
General Governmental Tax Revenues By Source	81
Revenue Capacity-	
Assessed Value and Estimated Actual Value of Taxable Property	82
Direct and Overlapping Property Tax Rates	83
Principal Property Taxpayers	84
Property Tax Levies and Collections	85
Sales Tax Rates and Taxable Sales	86
Debt Capacity-	
Ratios of Outstanding Debt by Type	87
Legal Debt Margin Information	88
Demographic and Economic Information-	
Demographic and Economic Statistics	89
Principal Employers	90
Operating Information-	
Full-Time Equivalent City Government Employees by Function	91
Operating Indicators by Function	92
Capital Asset Statistics by Function	93

INTRODUCTORY SECTION

December 1, 2011

To the Honorable Mayor, Distinguished Members of City Council
And the Citizens of Snellville, GA:

I am honored to hereby present the City of Snellville, GA's first Comprehensive Annual Financial Report. The report is as of and for the year ended June 30, 2011. Responsibility for both the accuracy and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City of Snellville. To provide a reasonable basis for making these representations, the City of Snellville has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in accordance with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the objective is to present reasonable rather than absolute assurance that the financial statements will be free from material misstatement. 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, account groups and component units of the City of Snellville. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City of Snellville's financial statements have been audited by James L. Whitaker, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Snellville for the fiscal year ended June 30, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Snellville's financial statements for the fiscal year ended June 30, 2011, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Government Auditing Standards require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements. This report is available under a separate cover.

City of Snellville Administration Department
2342 Oak Road Snellville, GA 30078 770-985-3500 770-985-3525 Fax www.snellville.org

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

Profile of the Government

Snellville was founded in 1874 and was incorporated in 1923. Snellville is located in the southern portion of Gwinnett County and is eighteen miles east of Atlanta. The City occupies 10.4 square miles and serves a population of 18,242. The City of Snellville is empowered to levy a property tax on both real and personal property located within its boundaries.

The City is a municipal corporation created under the laws of the state of Georgia and has its corporate name as "City of Snellville, Georgia." The affairs of the City are conducted by a mayor and a five-member City Council. The mayor and the City Council members are elected at large. The mayor and council members serve on a part-time basis and are elected to staggered terms of four years. The council is responsible for passing ordinances, adopting the budget, establishing tax rates, appointing committees and hiring the City Manager, City Clerk and attorney. The City Manager oversees the day-to-day operations of the City and ensures the smooth and efficient delivery of city services.

The City provides a full range of services including law enforcement; the construction and maintenance of buildings, parks, streets, storm water drainage facilities, and other associated infrastructure; park and recreational activities; elections; court system; building inspections; planning and zoning; recycling; sanitation; and general administrative and support activities.

This report includes all funds of the City, as well as a component unit, the City of Snellville Downtown Development Authority, that has been determined to meet the criteria for inclusion in City's reporting entity. The Downtown Development Authority is reported in a separate column in the financial statements to emphasize that it is a legally separate and to differentiate its financial position from the City's.

The annual budget serves as the foundation for the City of Snellville's financial planning and control. All departments are required to submit requests for appropriation to the City Manager. The City Manager uses these requests as the starting point for developing a proposed budget. This budget is then presented to the City Council for review. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than June 30, the close of the City of Snellville's fiscal year. The appropriated budget is prepared for by fund and department. The City Manager may make transfers of appropriations within a department. Transfers of appropriations between departments and the appropriation of additional funds, however, require the approval of the City Council. Budget-to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as part of the basic financial statements for the governmental funds. For other governmental funds, this comparison is presented in the governmental subsection of this report.

Factors Affecting Financial Condition

The information in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Snellville operates.

Local Economy

The City of Snellville, Georgia is intersected by US Highway 78 and State Highway 124. With a low cost of living, temperate climate and easy access to Atlanta, the City of Snellville provides all the conveniences of a large city, in a small town atmosphere. The City of Snellville has a rich variety of retail establishments from large stores to small "mom and pop" shops. Snellville is also home to two hotels. The City has a Hotel/Motel tax rate of 8%, which it pays to the Snellville Tourism and Trade Association to promote the City through a farmers market and many seasonal festivals.

As there is very little industry within the city limits of Snellville, we are considered a bedroom community to the City of Atlanta. Our citizens' employment, as well as our economy, depends largely on what happen in and around Atlanta. The State of Georgia has been one of the hardest hit states with regard to unemployment.

Major Initiatives

Towne Center @ Snellville – In 2001, the City embarked on a visioning, master planning, and branding initiative designed to re-imagine Snellville's downtown. The result of this process was the adoption of a downtown / town center master plan known as "The Towne Center @ Snellville." This plan will serve as the master plan for the redevelopment of over 200 acres in the center of Snellville. It is an ambitious plan designed to revitalize and reenergize Snellville as a premier community to work, live, and play.

Briscoe Park Phase 2 – The City will be using SPLOST revenues to renovate and improve Briscoe Park, the City's main outdoor park. These improvements are designed to maintain Briscoe's reputation as one of the premiere City parks in the region. These improvements continue the City's commitment to providing excellent facilities for our citizens.

LCI Project – Streetscape improvements to Oak Road, Clower Street, and Wisteria Road in the town center area continue the City's investment in the Town Center area. Along with City Hall, the Senior Center, and the new Police Headquarters facility, these public improvements are designed to stimulate further private development in the City's core business area. This project is partially funded by the Atlanta Regional Commissions Livable Centers Initiative.

Cash Management Policies and Practices

The City of Snellville has a responsibility to carefully account for public funds, to manage City finances wisely, and to plan for the provision of public services. The process is complex because unlike private businesses, the City of Snellville has a broader range of services. The City is expected to address the community's social issues, protect the citizens' interest, provide public safety, and enforce laws and regulations. The key values of the City's financial management include fiscal integrity, prudence, planning, accountability, honesty, and openness. Specifically, it is the City's intent to maximize the level of public goods and services while minimizing the level of debt. All operating funds of the City are carried in interest-bearing accounts. Funds not required for maintenance of a positive cash flow position are maintained in accounts bearing the highest interest rate available to the City, provided that such accounts are secured from risk as provided by law.

Awards and Acknowledgements

The Comprehensive Annual Financial Report (CAFR) had been prepared following the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). We believe the data presented in this report is accurate in all material respects and conforms to the standards of the GFOA program for the Certificate of Excellence in Financial Reporting. Accordingly, we are submitting this report to GFOA for evaluation of eligibility for the Certificate.

The active involvement and professional support of James L. Whitaker, P.C. has been instrumental to the prompt completion of the associated audit of this report. The cooperation of various elected officials and appointed management has been invaluable. We express our appreciation to all those who contributed to its preparation. Finally, we would like to thank the City Council for their leadership and support in conducting the financial affairs of the City of Snellville in a responsible and progressive manner.

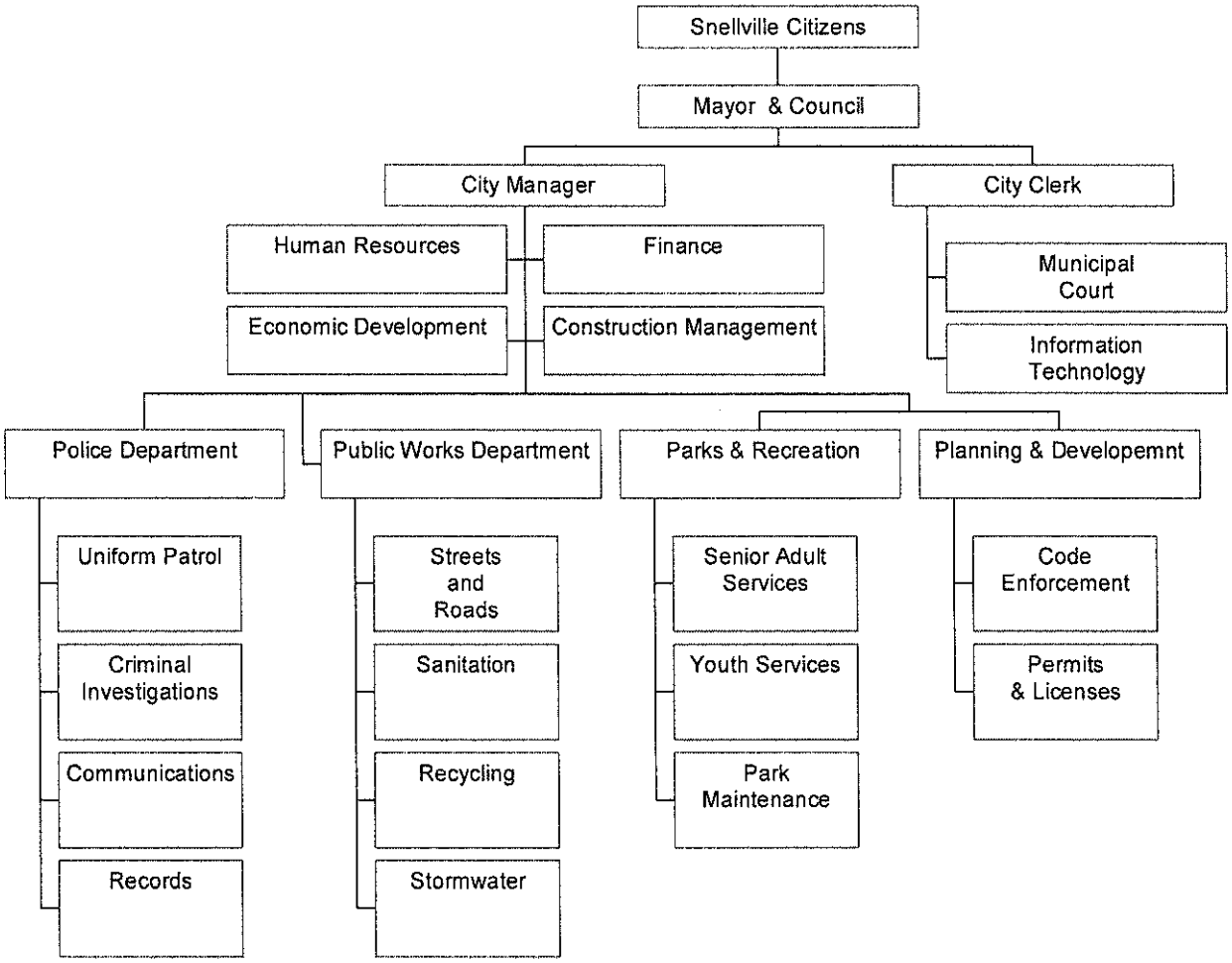
Respectfully submitted,

Jan Burke

Jan Burke, CPA
Controller

City of Snellville, GA

Organization Chart



OFFICIALS OF THE CITY OF SNELLVILLE

LEGISLATIVE BRANCH
CITY COUNCIL

Jerry Oberholtzer	Mayor
Barbara Bender	Mayor Pro Tem
Kelly Kautz	Council Member
Todd Warner	Council Member
Tom Witts	Council Member
Mike Sabbagh	Council Member

OFFICERS OF THE COUNCIL

Melisa Arnold	City Clerk
Tony Powell	City Attorney

JUDICIAL BRANCH

Mark Layng	Municipal Court Judge
Jennifer L. White	City Solicitor
Gloria Savage	Court Clerk

EXECUTIVE BRANCH
CITY MANAGER, DIRECTORS AND ADMINISTRATIVE PERSONNEL

Russell Treadway	City Manager
Lisa Platt	Parks and Recreation
Jon Davis	Planning and Development
Roy Whitehead	Public Safety
Gaye Johnson	Public Works
Jan Burke	Controller
Sherry Patton	Human Resources
Karen McKay	Executive Assistant

FINANCIAL SECTION

JAMES L. WHITAKER, P.C.
Certified Public Accountant
2295 Henry Clower Blvd., Suite 205
Snellville. Georgia 30078
Telephone: 678-205-4438
Fax: 678-205-4449

Member of
The American Institute of
Certified Public Accountants

Member of
Georgia Society of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of City Council
City of Snellville, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Snellville, Georgia (the City) as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Snellville, Georgia, as of June 30, 2011 and the respective changes in financial position and, where applicable, cash flows, thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated November 30, 2011 on our consideration of City of Snellville's internal controls over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 11 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Snellville, Georgia's basic financial statements. The introductory section, combining nonmajor fund financial statements and the other individual fund financial statements and budgetary comparison schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining nonmajor fund financial statements, the individual fund financial statements and budgetary comparison schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

James L. Whitaker, P.C.

Snellville, Georgia
November 30, 2011

As management of the City of Snellville, we offer readers of the City of Snellville's financial statements this narrative overview and analysis of the financial activities of the City of Snellville for the fiscal year ended June 30, 2011. We encourage readers to consider the information presented in this analysis with their review of the financial statements.

Financial Highlights

- The assets of the City of Snellville exceeded its liabilities at the close of the most recent fiscal year by $32,280,599 (Net assets). Of this amount unrestricted net assets of $3,080,450 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.

- The City's total net assets increased by $3,660,803. This increase is due to an increase in net assets of $3,254,065 in governmental activities and an increase in business-type activities net assets of $406,738.

- As of the close of the current fiscal year, the City of Snellville's governmental funds reported combined ending fund balances of $8,095,864, a decrease of $5,156,316 in comparison with the prior year. Of this amount $1,964,895 is unassigned and available for spending, $4,388,379 is restricted for SPLOST Capital Projects, $1,007,107 is reserved for other Capital Projects, $74,573 reserved for Police Activities, $113,474 is reserved for Tree Bank Projects, and $143,720 is reserved for Prepaid Items.

- At the end of the current fiscal year, unassigned fund balance for the general fund was $1,964,895 or 19.5% of total General Fund revenues.

- The City of Snellville's total debt obligations (including accrued compensated absences) decreased by the net of $1,200,987. The decrease is due to repayment of City Hall Certificates of Participation, in the amount of $300,000, $61,526 in capital lease obligations, $1,427,566 in Police Facilities Capital Lease, a net decrease in accrued compensated absences of $27,205, and a net decrease of $88,397 in termination benefits. The City also accrued $5,987 for unamortized COPs Discount.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Snellville's basic financial statements. The City of Snellville's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Snellville include general government, public safety and courts, highways and streets, parks and recreation, economic development, community development, and debt service. The business-type activities of the City are solid waste management and recycling and storm water management.

City of Snellville's Net Assets

	Governmental Activities		Business Type Activities		Total	
	2011	2010	2011	2010	2010	2010
Current and other assets	$ 9,476,047	$ 15,124,420	$ 1,090,107	$ 876,345	$ 10,566,154	$ 16,000,765
Capital assets	32,490,583	25,329,912	1,758,516	1,555,575	34,249,099	26,885,487
Total assets	41,966,630	40,454,332	2,848,623	2,431,920	44,815,253	42,886,252
Current liabilities	905,390	1,446,170	504,070	494,105	1,409,460	1,940,275
Long-term liabilities	11,125,194	12,326,181	-	-	11,125,194	12,326,181
Total liabilities	12,030,584	13,772,351	504,070	494,105	12,534,654	14,266,456
Net assets:	$ 29,936,046	$ 26,681,981	$ 2,344,553	$ 1,937,815	$ 32,280,599	$ 28,619,796
Invested in capital assets, net of related debt	$ 21,806,430	$ 20,227,211	$ 1,758,516	$ 1,555,575	$ 23,564,946	$ 21,782,786
Restricted	5,635,203	5,234,855	-	-	5,635,203	5,234,855
Unrestricted	2,494,413	1,219,915	586,037	382,240	3,080,450	1,602,155
Total net assets	$ 29,936,046	$ 26,681,981	$ 2,344,553	$ 1,937,815	$ 32,280,599	$ 28,619,796

As of June 30, 2011, the City is able to report positive balances in all three categories of net assets, both for the government as a whole and for each individual fund except for the Solid Waste Management enterprise Fund which reported a negative balance ($38,859) in unrestricted net assets.

City of Snellville's Change in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues -						
Charges for Services	$ 2,432,339	$ 2,519,405	$ 2,131,726	$ 2,134,798	$ 4,564,065	$ 4,654,203
Operating Grants and Contributions	79,886	2,450	-	-	79,886	2,450
Capital Grants and Contributions	2,744,430	2,503,274	-	-	2,744,430	2,503,274
General Revenues -						
Property Taxes	4,388,127	3,438,809	-	-	4,388,127	3,438,809
Other Taxes	3,281,335	3,080,432	-	-	3,281,335	3,080,432
Interest	16,257	11,666	1,046	941	17,303	12,607
Other	5,098	-	-	-	5,098	-
Total Revenues	$ 12,947,472	$ 11,556,036	$ 2,132,772	$ 2,135,739	$ 15,080,244	$ 13,691,775
Expenses:						
General Government	$ 1,669,534	$ 1,573,221	$ -	$ -	$ 1,669,534	$ 1,573,221
Public Safety and Courts	4,648,019	5,277,044	-	-	4,648,019	5,277,044
Parks and Recreation	698,355	833,980	-	-	698,355	833,980
Highhways and Streets	1,186,131	1,045,251	-	-	1,186,131	1,045,251
Economic Development	71,114	-	-	-	71,114	-
Community Development	627,116	516,531	-	-	627,116	516,531
Interest on Long-term Debt	403,352	338,885	-	-	403,352	338,885
Solid Waste	-	-	2,054,598	2,039,450	2,054,598	2,039,450
Stormwater	-	-	61,222	55,014	61,222	55,014
Total Expenses	$ 9,303,621	$ 9,584,912	$ 2,115,820	$ 2,094,464	$ 11,419,441	$ 11,679,376
Increase (Decrease) in net assets before transfers	$ 3,643,851	$ 1,971,124	$ 16,952	$ 41,275	$ 3,660,803	$ 2,012,399
Transfers	$ (389,786)	$ (385,053)	$ 389,786	$ 385,053	$ -	$ -
Increase (Decrease) in Net Assets	$ 3,254,065	$ 1,586,071	$ 406,738	$ 426,328	$ 3,660,803	$ 2,012,399
Net Assets-Biginning of Year	$ 26,681,981	$ 25,095,910	$ 1,937,815	$ 1,511,487	$ 28,619,796	$ 26,607,397
Net Assets-End of Year	$ 29,936,046	$ 26,681,981	$ 2,344,553	$ 1,937,815	$ 32,280,599	$ 28,619,796

Governmental activities. Governmental activities increased the City's net assets by $3,254,065 accounting for 88.9% of the total growth in the net assets. Key elements of this increase are as follows:

- Occupational taxes increased by $33,095 (4.3%) for the year. The increase was due to an improving economy.

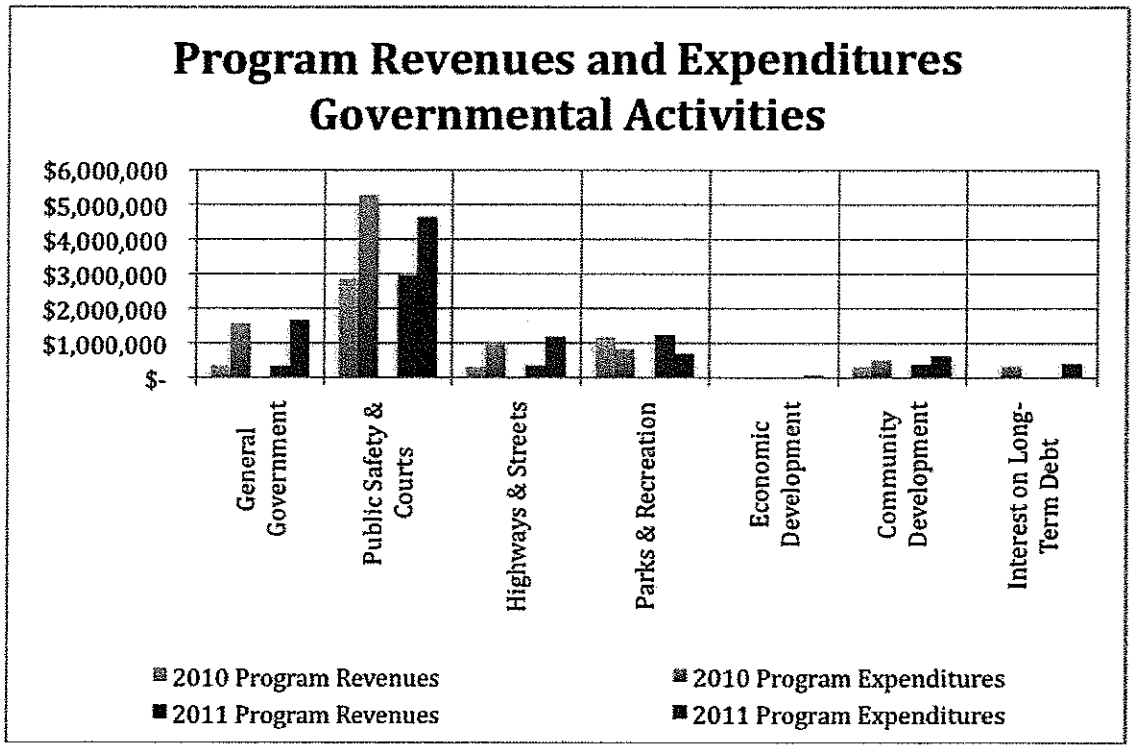
- Property taxes increased by $949,318 (27.6%) for the year. The increase was due to lowered assessments due to decreases in property values offset by increased property tax rates.

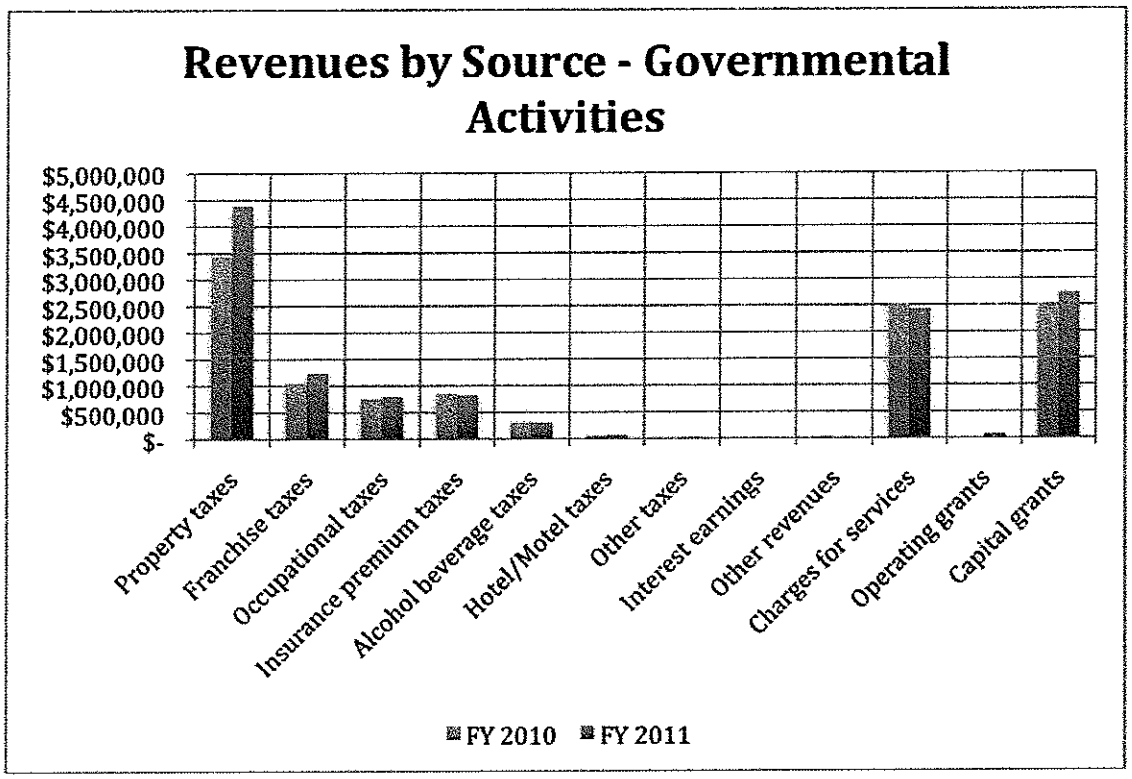
- The City was a party to the issuance of Certificates of Participation (COPS) in the amount of $6,795,000 issued under the name of Georgia Municipal Association, Inc. Leasing Program during fiscal year ending June 30, 2004. The proceeds have been used to finance the acquisition, construction and equipping of a new city hall. The land and building are pledged as security against the certificates. Repayment of the certificates is to be made under an annual renewable lease agreement. Interest rates associated with the certificates range from 2 % to 4.59 %.

- The City was a party to the issuance of Certificates of Participation (COPS) in the amount of $7,505,000 issued under the name of Georgia Municipal Association, Inc. Leasing Program during fiscal year ending June 30, 2010. The proceeds have been used to finance the acquisition, construction and equipping of a new police facility. The land and building are pledged as security against the certificates. Repayment of the certificates is to be made under an annual renewable lease agreement. Interest rates associated with the certificates range are 2.842% for five years.

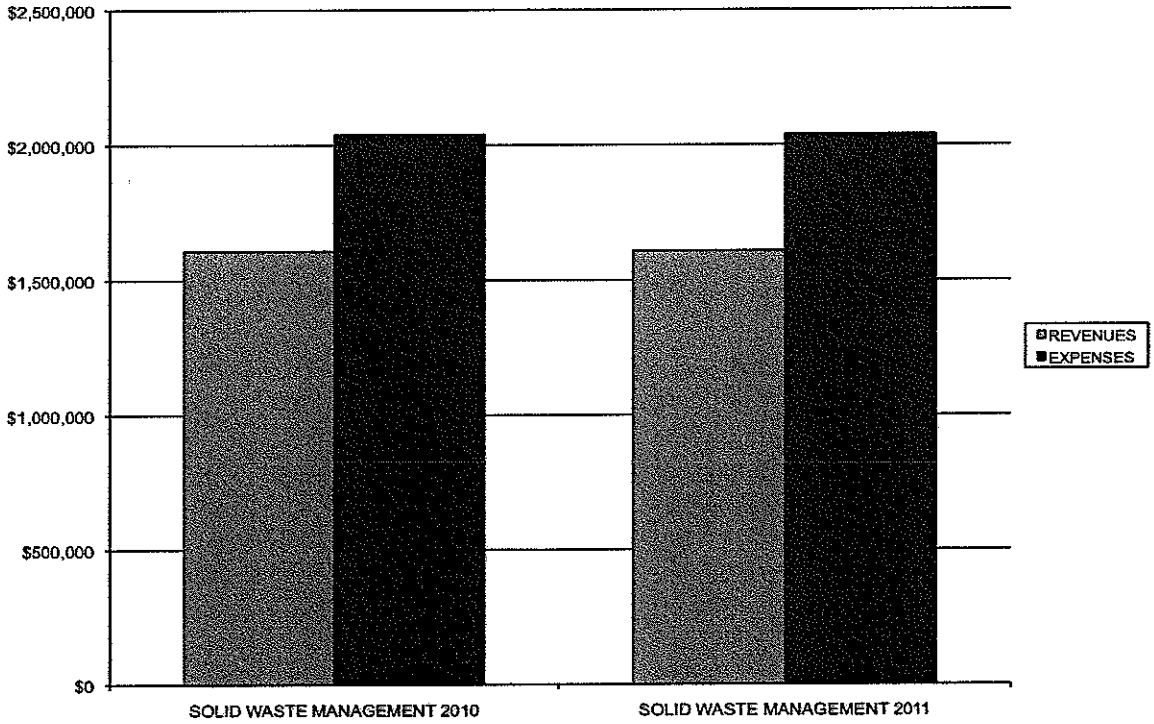
- Fines and forfeitures decreased by $30,765 (-1.8%) for the year. This is due in part to the inability of some violators to pay assessed fines; therefore they are sentenced to community service. It also reflects the impact of the City losing the ability to enforce speeding be radar enforcement as a result of the ongoing Service Delivery Strategy impasse with Gwinnett County.

- The City received proceeds from a special purpose local option sales tax. The voters of Gwinnett County passed a resolution in November 2008, which authorized the tax. Proceeds from the tax recognized by the City as revenue for the year amounted to $2,811,986.





Business-type Activities: The Solid Waste Management Fund decreased the City's net assets by $64,280. This was due to an operating loss for the year of $454,066. However, the General Fund transferred $389,786 to the Solid Waste Management Fund to supplement operations.



Financial Analysis of the Government's Funds

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

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

At the end of the current fiscal year, the City of Snellville's governmental funds reported combined ending fund balances of $8,095,864 a decrease of $5,156,316 in comparison to the prior year. Of this amount, $1,964,895 (24.3%) is unassigned fund balance, which is available for spending at the government's discretion. Portions of the remaining fund balance are restricted to indicate that they are to pay for police activities ($74,573), capital projects ($5,395,486), Tree Bank ($113,474), and economic development ($51,670). Fund balance in the amount of $352,046 has been assigned for the FY 2012 Budget and $143,720 is not available for new spending since it consists of prepaid items.

The general fund is the City's chief operating fund. At the end of the current fiscal year, unassigned fund balance of the general fund was $1,964,895 while the total fund balance totaled $2,460,661. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund revenues. Unreserved fund balance represents 19.5 % of the total general fund revenues, while total fund balance represents 24.5 % of that same amount.

During the current fiscal year, the fund balance of the City's general fund increased by $1,092,021. Revenues increased by 13.4%, and there was an increase of 7.2% in expenditures resulting in an excess of revenues over expenditures of $1,281,337. The General Fund transferred $496,980 to the City Center Capital Projects Fund to finance capital expenditures and debt service requirements related to construction of the City Administration Facilities. The General Fund also transferred $389,786 to the Solid Waste Management Fund to finance the City's recycle facilities and to supplement operations.

The Police and Public Works Facilities Capital Project Fund has a total fund balance of $432,840 all of which is reserved for construction of the new Police and Public works facilities and the acquisition of capital equipment.

Since being passed by referendum in November 2004, the proceeds from the 2005 SPLOST have generated $11,688,581 for the City of Snellville's share. The proceeds are to be used exclusively for the following purposes: 1) roads, including stormwater, 2) cultural/historic/recreation and 3) public safety. The 2009 SPLOST has recognized $5,877,475 in revenues since collection began in April 2009. These proceeds have been used for public safety improvements and improvement to roads, streets and bridges.

Proprietary funds. The City's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Net assets of the Solid Waste fund at the end of the year were $1,401,459, of which $1,440,318 was invested in capital assets. Other factors concerning the finances of the fund have already been addressed in the discussion of the City's business-type activities. The fund has unrestricted assets of ($38,859) which is expected to be funded by future revenues and transfers from the General Fund.

Net assets of the Stormwater Management Fund at the end of the year were $943,094, of which $318,198 was invested in capital assets. The fund has unrestricted assets of $624,896, which is expected to be used for stormwater management related capital expenditures.

General Fund Budgetary Highlights

Management did amend the budget twice during the fiscal year for various fluctuations in revenues and expenditures. The only significant variations between the amended budget and actual expenditures was found in General Fund capital expenditures where the City purchased approximately 10 acres for $697,450 and delayed $291,000 in street paving to FY 2012.

Capital Asset and Debt Administration

Capital assets. The City of Snellville's investment in capital assets for its governmental and business-type activities as of June 30, 2011 amounts to $34,249,099 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, automobiles and equipment, sidewalks, bridges and roads.

Major capital asset events during the current fiscal year included the following:

- $4,968,587 on the new Police Headquarters facility.
- $1,201,343 on the new Public Works Operations facility.
- $802,437 on transportation projects.
- $40,142 on recreation projects.
- $697,450 capital lease to acquire Wisteria Road property.

Additional information on the City's capital assets can be found in note 8.

Long-term debt. At the end of the current fiscal year, the City had $11,125,194 in outstanding debt consisting of Certificates of Participation net of unamortized discount, capital lease obligations, accrued compensated absences and termination benefits, and land and buildings secured the Certificates of Participation.

The City's total debt has decreased by $1,200,987. This is attributed to a payment on the Certificates of Participation in the amount of $300,000, a payment of $61,256 in capital lease obligations, and a payment of $1,427,566 in capital lease on the new Police facility. New debt in the amount of $697,450 was added for the DDA lease. Additional information on the City's long-term debt can be found in note 10.

Status of the City of Snellville Economy

Economic activity in Snellville during the year reflects national and regional trends. The City has a thriving retail sector consisting of approximately 2.5 million square feet of commercial retail, with continued commercial growth.

The City also has a strong medical sector, with Emory Eastside Medical Center being its largest employer. Emory Eastside employs over 1,400 with a medical staff of over 400 physicians. They serve over 12,000 annual inpatients, over 55,000 annual E.D. visits, over 75,000 annual outpatient visits, and over 7,600 annual surgeries performed. They opened a new 80,000 square foot medical office building in 2011. Emory Eastside plans a 78-bed expansion and will invest nearly $70,000,000 in the Snellville facility nearly doubling the square footage of the existing campus.

A total of approximately 1400 businesses contribute to the economic stability of the City. The value of the total taxable property for tax year 2010 decreased 8.3% from the previous tax year, based on Gwinnett County's Gross Digest for Snellville.

The Evermore Community Improvement District, an association of property owners along U.S. Highway 78 that voluntarily taxes itself, stretches from Snellville to Stone Mountain. About 20% of the CID is within Snellville. The CID is currently completing significant transportation improvements along the Highway 78 corridor, much of it in Snellville and will help to revitalize the west end of the community and dress-up the Highway 78 approach into the City.

The Downtown Development Authority (DDA) has initiated a planning process to be a catalyst for the redevelopment of the Snellville Oaks, Eastgate Place, Wisteria Village area near the center of town. Redevelopment of these first generation strip centers into a modern neo-urban center will greatly enhance the center of town and help create a sense of place that Snellville currently lacks.

The City completed an extensive redevelopment plan for the city's commercial core. Called "The Towne Center @ Snellville," the plan will serve as the blueprint for a major redevelopment of the city that will create a dynamic live, work, and play environment for future generations.

The City retains a positive outlook even in these uncertain economic times. We continue to look for ways to encourage and facilitate economic develop while exercising responsible stewardship over the city's resources and overall financial condition.

Requests for Information

This financial report is designed to provide a general overview of the City of Snellville's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. Questions concerning this report or requests for additional information can be obtained by contacting the City at (770) 985-3500 or at the following address:

City of Snellville
Finance Department
2342 Oak Road
Snellville, GA 30078

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BASIC FINANCIAL STATEMENTS

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET ASSETS
JUNE 30, 2011

	Governmental Activities	Business-Type Activities	Total	Downtown Development Authority
Assets				
Cash and Cash Equivalents	$ 2,601,248	$ 861,980	$ 3,463,228	$ 59,279
Investments	214,115	-	214,115	58,629
Receivables (net of allowance for uncollectibles)				
Taxes	332,082	-	332,082	-
Fines	151,070	-	151,070	-
Intergovernmental	547,537	-	547,537	-
Accounts	47,526	227,892	275,418	-
Prepaid Items	143,720	-	143,720	-
Due from other funds	(235)	235	-	-
Restricted Assets -				
Cash	4,687,094	-	4,687,094	-
Investments	561,586	-	561,586	-
Non-Depreciable Capital Assets	7,853,459	-	7,853,459	-
Depreciable Capital Assets, Net	24,637,124	1,758,516	26,395,640	-
Deferred Cost, Net	190,304	-	190,304	-
Due from primary government	-	-	-	697,450
Total Assets	41,966,630	2,848,623	44,815,253	815,358
Liabilities				
Accounts Payable	489,369	483,166	972,535	11,175
Accrued Liabilities -				
Wages	234,052	11,262	245,314	-
Customer Deposits	43,746	9,642	53,388	-
Police bonds and court fees	87,621	-	87,621	-
Interest	38,056	-	38,056	-
Other	2,500	-	2,500	-
Unearned Revenues	10,046	-	10,046	-
Long-Term Liabilities -				
Due Within One Year	1,937,908	-	1,937,908	36,498
Due In More Than One Year	9,187,286	-	9,187,286	660,952
Total Liabilities	12,030,584	504,070	12,534,654	708,625
Net Assets				
Invested in Capital Assets, Net of Related Debt	21,806,430	1,758,516	23,564,946	-
Restricted for -				
Capital Projects	5,395,486	-	5,395,486	-
Police Activities	74,573	-	74,573	-
Tree Bank	113,474	-	113,474	-
Economic Development	51,670	-	51,670	-
Unrestricted	2,494,413	586,037	3,080,450	106,733
Total Net Assets	$ 29,936,046	$ 2,344,553	$ 32,280,599	$ 106,733

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 1,669,534	$ 46,180	$ 5,000	$ 281,200
Public Safety and Courts	4,648,019	1,792,285	74,886	1,088,622
Public Works	1,186,131	1,946	-	356,205
Parks and Recreation	698,355	216,451	-	1,018,403
Economic Development	71,114	-	-	-
Community Development	627,116	375,477	-	-
Interest on Long-Term Debt	403,352	-	-	-
Total Governmental Activities	9,303,621	2,432,339	79,886	2,744,430
Business-Type Activities				
Solid Waste Management	1,813,881	1,461,571	-	-
Recycling	240,717	138,961	-	-
Stormwater	61,222	531,194	-	-
Total Business-Type Activities	2,115,820	2,131,726	-	-
Total	$ 11,419,441	$ 4,564,065	$ 79,886	$ 2,744,430
Component Units:				
Downtown Development Authority	$ 18,047	$ -	$ -	$ -

General Revenues:
Taxes:
Property
Franchise
Occupational
Insurance premium
Alcohol beverage
Hotel / Motel
Other
Interest Earnings
Other
Total General Revenues
Transfers
Total General Revenues and Transfers
Change in Net Assets

Net Assets - Beginning of Year

Net Assets - End of Year

See accompanying notes to the basic financial statements.

Changes in Net Assets			
Governmental Activities	Business-Type Activities	Total	Downtown Development Authority
$ (1,337,154)	$ -	$ (1,337,154)	$ -
(1,692,226)	-	(1,692,226)	-
(827,980)	-	(827,980)	-
536,499	-	536,499	-
(71,114)	-	(71,114)	-
(251,639)	-	(251,639)	-
(403,352)	-	(403,352)	-
(4,046,966)	-	(4,046,966)	-
-	(352,310)	(352,310)	
-	(101,756)	(101,756)	-
-	469,972	469,972	-
-	15,906	15,906	-
(4,046,966)	15,906	(4,031,060)	-
-	-	-	(18,047)
4,388,127	-	4,388,127	-
1,240,492	-	1,240,492	-
795,749	-	795,749	-
826,372	-	826,372	-
314,661	-	314,661	-
68,499	-	68,499	-
35,562	-	35,562	-
16,257	1,046	17,303	1,072
5,098	-	5,098	-
7,690,817	1,046	7,691,863	1,072
(389,786)	389,786	-	-
7,301,031	390,832	7,691,863	1,072
3,254,065	406,738	3,660,803	(16,975)
26,681,981	1,937,815	28,619,796	123,708
$ 29,936,046	$ 2,344,553	$ 32,280,599	$ 106,733

CITY OF SNELLVILLE, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	GENERAL	POLICE FACILITIES CAPITAL PROJECTS	SPLOST I CAPITAL PROJECTS	SPLOST II CAPITAL PROJECTS
ASSETS				
Cash and Cash Equivalents	$ 2,601,248	$ 443,178	$ 1,946,727	$ 2,031,628
Investments	214,115	-	-	-
Receivables (net of allowance for uncollectibles)				
Taxes	324,107	-	-	-
Fines	151,070	-	-	-
Intergovernmental	26,519	-	-	456,510
Accounts	32,526	-	-	-
Prepaid Items	143,720	-	-	-
Total Assets	$ 3,493,305	$ 443,178	$ 1,946,727	$ 2,488,138
LIABILITIES				
Accounts Payable	$ 395,800	$ 10,338	$ 46,486	$ -
Accrued Liabilities:				
Salaries and wages	234,052	-	-	-
Deposits	43,746	-	-	-
Police bonds and court fees	87,621	-	-	-
Other	2,500	-	-	-
Due to other funds	235	-	-	-
Deferred Revenues	268,690	-	-	-
Total Liabilities	1,032,644	10,338	46,486	-
FUND BALANCES				
Nonspendable -				
Prepaid items	143,720	-	-	-
Restricted -				
Capital Projects	-	432,840	1,900,241	2,488,138
Police Services	-	-	-	-
Tree Bank	-	-	-	-
Economic Development	-	-	-	-
Assigned -				
Appropiration for 2012 budget	352,046	-	-	-
Unassigned	1,964,895	-	-	-
Total Fund Balances	2,460,661	432,840	1,900,241	2,488,138
Total Liabilities and Fund Balances	$ 3,493,305	$ 443,178	$ 1,946,727	$ 2,488,138

See accompanying notes to the basic financial statements.

NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
$ 265,561	$ 7,288,342
561,586	775,701
7,975	332,082
-	151,070
64,508	547,537
15,000	47,526
-	143,720
$ 914,630	$ 9,285,978
$ 36,745	$ 489,369
-	234,052
-	43,746
-	87,621
-	2,500
-	235
63,901	332,591
100,646	1,190,114
-	143,720
574,267	5,395,486
74,573	74,573
113,474	113,474
51,670	51,670
-	352,046
-	1,964,895
813,984	8,095,864
$ 914,630	$ 9,285,978

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CITY OF SNELLVILLE, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Amounts reported for governmental activities in the statement of net assets are different because:	
Total fund balances -- total governmental funds	$ 8,095,864
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	32,490,583
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Deferred revenues	322,544
Debt issuance cost and discounts are considered other financing uses in governmental funds in the year incurred but are deferred costs and are amortized over the life of the related debt in the statement of net assets:	
Deferred issue cost	190,304
Debt discount	72,319
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Accrued interest	(38,056)
Certificates of participation	(4,600,000)
Capital lease obligation	(5,386,702)
Capital lease obligation - DDA	(697,450)
Long-term portion of termination benefits	(169,762)
Long-term portion of compensated absences	(343,598)
Net assets of governmental activities.	$ 29,936,046

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

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	GENERAL	POLICE FACILITIES CAPITAL PROJECTS	SPLOST I CAPITAL PROJECTS	SPLOST II CAPITAL PROJECTS
REVENUES				
Taxes	$ 7,566,790	$ -	$ -	$ -
Licenses and permits	315,929	-	-	-
Intergovernmental	69,886	-	(121,851)	2,811,986
Charges for services	291,923	-	-	-
Fines and forfeitures	1,691,809	-	-	-
Tree Bank Bonds	-	-	-	-
Investment income	7,227	8,342	4,240	3,010
Rental income	77,520	-	-	-
Miscellaneous	42,242	-	-	-
Total Revenues	10,063,326	8,342	(117,611)	2,814,996
EXPENDITURES				
Current:				
General Government	1,352,978	-	-	-
Municipal Court	715,079	-	-	-
Public Safety	3,697,245	-	-	-
Public Works	928,154	-	-	-
Parks and Recreation	650,780	-	-	-
Tree Bank	-	-	-	-
Economic Development	-	-	-	-
Community Development	609,643	-	-	-
Capital:				
General Government	697,450	-	-	-
Public Safety	-	4,968,587	22,686	136,019
Public Works	43,027	1,201,434	802,437	-
Parks and Recreation	-	-	40,142	49,151
Community Development	22,431	-	-	-
Debt Service:				
Principal	61,256	-	485,530	942,036
Interest	3,946	-	-	181,881
Issue costs on debt	-	-	-	-
Total Expenditures	8,781,989	6,170,021	1,350,795	1,309,087
Excess (Deficiency) of Revenues Over Expenditures	1,281,337	(6,161,679)	(1,468,406)	1,505,909
Other Financing Sources (Uses):				
Debt issue	697,450	-	-	-
Transfers	(886,766)	-	980,308	(980,308)
Sale of capital assets	-	-	-	-
Total	(189,316)	-	980,308	(980,308)
Net Change in Fund Balances	1,092,021	(6,161,679)	(488,098)	525,601
Fund Balance - Beginning of the year	1,368,640	6,594,519	2,388,339	1,962,537
Fund Balance - End of year	$ 2,460,661	$ 432,840	$ 1,900,241	$ 2,488,138

See accompanying notes to the basic financial statements.

NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
$ 68,499	$ 7,635,289
-	315,929
10,000	2,770,021
-	291,923
24,380	1,716,189
15,000	15,000
688	23,507
-	77,520
-	42,242
118,567	12,887,620
-	1,352,978
-	715,079
17,585	3,714,830
24,146	952,300
-	650,780
2,238	2,238
71,114	71,114
-	609,643
-	697,450
118,345	5,245,637
9,300	2,056,198
-	89,293
-	22,431
300,000	1,788,822
196,980	382,807
-	-
739,708	18,351,600
(621,141)	(5,463,980)
-	697,450
496,980	(389,786)
-	-
496,980	307,664
(124,161)	(5,156,316)
938,145	13,252,180
$ 813,984	$ 8,095,864

CITY OF SNELLVILLE, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL ACTIVITIES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Net change in fund balances -- total governmental funds	(5,156,316)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays ($7,973,876) exceeded depreciation expense ($ 813,206) in the current period.	7,160,670
The net effect of other miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets. This is the amount of net book value of assets disposed of during the current period.	-
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between the beginning and ending deferred revenue balances in the current period.	63,283
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which repayments ($ 1,788,822) exceeded proceeds ($ 697,450).	1,091,372
Bond issue cost and discounts are considered deferred cost in the statement of net assets and are amortized over the life of the related debt while they are considered other financing uses in governmental funds in the year they are incurred. This is the amount by which bond issue and discount cost ($ -0-) exceeded amortization expense ($ 30,903).	(30,903)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Change in the long term portion of accrued compensated absences	27,204
Change in the long term portion of termination benefits	88,397
Change in accrued interest	10,358
Change in net assets of governmental activities.	$ 3,254,065

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

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES				
Taxes	$ 7,327,500	$ 7,433,000	$ 7,566,790	$ 133,790
Licenses and permits	192,500	308,500	315,929	7,429
Intergovernmental	-	60,088	69,886	9,798
Charges for services	304,000	243,000	291,923	48,923
Fines and forfeitures	1,750,000	1,750,000	1,691,809	(58,191)
Investment income	5,000	5,000	7,227	2,227
Rental income	63,800	63,800	77,520	13,720
Miscellaneous	22,500	34,500	42,242	7,742
Total Revenues	9,665,300	9,897,888	10,063,326	165,438
EXPENDITURES				
Current:				
General Government	1,461,847	1,446,563	1,352,978	93,585
Municipal Court	653,170	804,514	715,079	89,435
Public Safety	3,725,791	3,872,758	3,697,245	175,513
Public Works	966,392	967,286	928,154	39,132
Parks and Recreation	669,859	705,639	650,780	54,859
Community Development	727,306	657,119	609,643	47,476
Capital:				
General Government	21,750	21,750	697,450	(675,700)
Public Safety	45,500	28,500	-	28,500
Public Works	335,700	335,700	43,027	292,673
Parks and Recreation	45,500	44,500	-	44,500
Community Development	-	18,000	22,431	(4,431)
Debt Service:				
Principal	60,490	60,490	61,256	(766)
Interest	3,889	3,889	3,946	(57)
Total Expenditures	8,717,194	8,966,708	8,781,989	184,719
Excess (Deficiency) of Revenues Over Expenditures	948,106	931,180	1,281,337	350,157
Other Financing Sources (Uses):				
Transfers	(948,106)	(923,978)	(886,766)	37,212
Proceeds from sale of capital assets	-	6,000	-	(6,000)
Debt issue	-	-	697,450	697,450
Total Other Financing Sources (Uses)	(948,106)	(917,978)	(189,316)	728,662
Net Change in Fund Balances	-	13,202	1,092,021	1,078,819
Fund Balance -				
Beginning of year	1,368,640	1,368,640	1,368,640	-
End of year	$ 1,368,640	$ 1,381,842	$ 2,460,661	$ 1,078,819

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2011

	SOLID WASTE	STORMWATER	TOTAL
ASSETS			
Current assets:			
Cash	$ 252,519	$ 609,461	$ 861,980
Receivables			
Trade accounts	63,947	25,479	89,426
Unbilled sales	138,466	-	138,466
Due from other funds	-	235	235
Prepaid items	-	-	-
Total Current Assets	454,932	635,175	1,090,107
Property, plant and equipment:			
Buildings	577,673	-	577,673
Machinery and equipment	227,846	-	227,846
Vehicles	21,118	-	21,118
Infrastructure	-	321,623	321,623
Land improvements	1,188,251	-	1,188,251
	2,014,888	321,623	2,336,511
Less accumulated depreciation	(574,570)	(3,425)	(577,995)
	1,440,318	318,198	1,758,516
Total Assets	1,895,250	953,373	2,848,623
LIABILITIES			
Current liabilities:			
Accounts payable	472,887	10,279	483,166
Customer deposits	9,642	-	9,642
Accrued liabilities -			
Payroll	11,262	-	11,262
Due to other funds	-	-	-
Total current liabilities (payable from current	493,791	10,279	504,070
Long-term obligations	-	-	-
Total Liabilities	493,791	10,279	504,070
NET ASSETS			
Invested in capital assets	1,440,318	318,198	1,758,516
Unrestricted	(38,859)	624,896	586,037
Total Net Assets	$ 1,401,459	$ 943,094	$ 2,344,553

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	SOLID WASTE	STORMWATER	TOTAL
OPERATING REVENUES			
Charges for services:			
Solid waste	$ 1,432,639	$ -	$ 1,432,639
Recycling	138,961	-	138,961
Stormwater utility	-	526,250	526,250
Penalties	23,649	4,944	28,593
Miscellaneous	5,283	-	5,283
Total Operating Revenues	1,600,532	531,194	2,131,726
OPERATING EXPENSES:			
Purchases of product/service	1,754,457	-	1,754,457
Salaries and benefits	134,649	-	134,649
Contracted / purchased services	81,473	57,889	139,362
Supplies	9,145	-	9,145
Bad debt expense	15,000	-	15,000
Depreciation	59,874	3,333	63,207
Total Operating Expenses	2,054,598	61,222	2,115,820
Operating Income (Loss)	(454,066)	469,972	15,906
NON-OPERATING INCOME (EXPENSES):			
Interest revenue	-	1,046	1,046
Net income (loss) before transfers and capital contributions	(454,066)	471,018	16,952
Transfers in	389,786	-	389,786
Capital contributions	-	-	-
NET INCOME	(64,280)	471,018	406,738
NET ASSETS - BEGINNING	1,465,739	472,076	1,937,815
NET ASSETS - ENDING	$ 1,401,459	$ 943,094	$ 2,344,553

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	SOLID WASTE	STORMWATER	TOTAL
Cash flows from operating activities:			
Cash received from customers and users	$ 1,627,154	$ 527,508	$ 2,154,662
Cash paid to suppliers	(1,889,517)	(18,740)	(1,908,257)
Cash paid to employees	(101,323)	-	(101,323)
Net Cash Provided by Operating Activities	(363,686)	508,768	145,082
Cash flows from investing activities:			
Interest received	-	1,046	1,046
Net Cash Used in Investing Activities	-	1,046	1,046
Cash flows from non-capital financing activities:			
Increase (decrease) in due to other funds	-	(46,080)	(46,080)
Transfers	389,786	-	389,786
Net Cash Provided by Non-capital Financing Activities	389,786	(46,080)	343,706
Cash flows from capital financing activities:			
Purchase and construction of capital assets	-	(266,148)	(266,148)
Net Cash Provided by (Used in) Capital Financing Activities	-	(266,148)	(266,148)
Net increase in cash and cash equivalents	26,100	197,586	223,686
Cash and cash equivalents - Beginning of Year	226,419	411,875	638,294
Cash and cash equivalents - End of Year	$ 252,519	$ 609,461	$ 861,980

See accompanying notes to the basic financial statements.

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

Reconciliation of Net Income to Net Cash Provided By Operating Activities

	SOLID WASTE	STORMWATER	TOTAL
Operating income (loss)	$ (454,066)	$ 469,972	$ 15,906
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	59,874	3,333	63,207
(Increase) decrease in receivables	26,120	(3,686)	22,434
(Increase) decrease in prepaid items	-	33,570	33,570
Increase (decrease) in accounts payable	2,430	5,579	8,009
Increase (decrease) in customer deposits	502	-	502
Increase (decrease) in accrued liabilities	1,454	-	1,454
Total Adjustments	90,380	38,796	129,176
Net Cash Provided by Operating Activities	$ (363,686)	$ 508,768	$ 145,082

See accompanying notes to the basic financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Basis of Presentation

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989, when applicable, that do not conflict with or contradict GASB pronouncements. Although the City has the option to apply FASB pronouncements issued after that date to its business-type activities, if applicable, the City has chosen not to do so. The more significant accounting policies established in GAAP and used by the City are discussed below.

B. The Reporting Entity

The City of Snellville, Georgia (the "City") was incorporated in 1923 under the provisions of the State of Georgia. A Mayor and City Council, composed of five members, govern and direct the legislative affairs of the City. In a manner consistent with the principles and practices of a Council-Manager form of government, the legislative policies and daily operations of the City are executed and/or administered by an appointed City Manager. The City Manager is vested with the authority and responsibility to provide for effective and efficient delivery of municipal services and to attend to the management of municipal affairs within legislative and legal parameters established by federal, state and local laws and regulations. The City provides the following services: police, highways and streets, sanitation, recycling, stormwater, parks and recreation, planning and zoning, and general and administrative services. The City's annual financial report includes the accounts of all City operations and its component unit. Water, sewer, and fire protection services are provided by Gwinnett County.

Governmental Accounting Standards Board Statement No. 14 defines the reporting entity for determining which potential component units should be included in a primary government's financial statements. Inclusion is based on financial accountability or the fact that exclusion would make the financial statements misleading or incomplete. The criteria for determining financial accountability includes appointing a voting majority of an organization's governing body and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits or to impose specific financial burdens on the City. The City reports the City of Snellville's Downtown Development Authority as a component unit. The Snellville Urban Redevelopment Agency is considered a component unit of the City but was created during 2010 and incurred no financial activity for the year ended June 30, 2011 and is therefore not included in this report.

Discretely Presented Component Unit –

The component unit column in the Government – Wide Financial Statements includes the financial data of City of Snellville, Georgia Downtown Development Authority. This component unit is reported in a separate column to emphasize that it is legally separate from the City. The City of Snellville, Georgia Downtown Development Authority was organized to develop and promote commerce, industry, and general welfare within the City. The City appoints the Authority's board members and reviews the annual budget. Funding of the Authority is provided by the City's General Fund and contributions from individuals and private companies. Separate financial statements for the Authority are not issued. The Authority's fiscal year is from January 1 to December 31.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

C. Basic Financial Statements—Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

The government-wide Statement of Net Assets presents the financial condition of the governmental and business-type activities of the City at year end. The statement is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net assets are reported in three parts—invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The City first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for business-type activities of the City. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. The City does not allocate indirect cost. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the City.

The net costs (by function) are normally covered by general revenue (property, sales or use taxes, interest income, etc.).

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net assets resulting from the current year's activities.

D. Basic Financial Statements-Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The City considers the General Fund and the Police Facilities Fund, SPLOST I, and SPLOST II Capital Projects Funds to be major funds. The Hotel/Motel Fund, Confiscated Assets Fund, Tree Bank Fund, City Center Fund, and the LCI Grant Fund are considered non-major funds. The various funds are grouped, in the financial statements in this report, into the following fund types:

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Basic Financial Statements-Fund Financial Statements – (Continued):

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

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Police Facilities Capital Projects Fund – The Police Facilities Capital Projects Fund accounts for the proceeds from the issuance of a long-term capital lease. The proceeds from the debt issue are to be used for financing the construction of the new Public Safety Facility.

The SPLOST I and II Capital Projects Funds – The SPLOST I and II Capital Projects Funds are used by the City to account for acquisition and construction of major capital facilities that were approved by the voters of Gwinnett County, Georgia through the special purpose local option sales tax referendums.

Proprietary Fund Type – Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position, and cash flows. The City's proprietary funds are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major proprietary funds:

Solid Waste Management Enterprise Fund - The Solid Waste Management Enterprise Fund is used to account for the revenues generated from the charges for sanitation and recycling services provided to the residential and commercial users of the City.

Stormwater Management Enterprise Fund - The Stormwater Management Enterprise Fund is used to account for the charges generated from stormwater services provided to citizens of the City of Snellville, Georgia.

E. Measurement Focus

Government-wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Measurement Focus – (Continued)

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

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the Statement of Fund Net Assets. The Statement of Changes in Revenues, Expenses, and Changes in Fund Net Assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

On the proprietary funds financial statements, operating revenues are those that flow directly from the operations of the activity, i.e. charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide the goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

F. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

Government-wide financial statements are presented on the accrual basis of accounting; proprietary funds also use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Those revenues susceptible to accrual are taxes, state and federal grants, fines, interest revenue and charges for services. Major revenues that are determined not to be susceptible to accrual because they are either not available soon enough to pay liabilities of the current period or are not objectively measurable include licenses, penalties and miscellaneous revenues which are recorded as revenues when received in cash. Those revenues that are measurable but are not collected within 60 days after year end are recorded as deferred revenues.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

G. Cash and Cash Equivalents

The City has defined cash and cash equivalents to include cash on hand, demand deposits, and cash with fiscal agents. Investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents.

H. Investments

Investments are stated at cost or amortized cost with accrued interest shown under a separate caption on the balance sheet. All investments of the City as of June 30, 2011 consisted of non-participating interest-earning investment contracts, certificates of deposit, and money market mutual funds.

I. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory, if any, in the General Fund consists of expendable supplies held for consumption. The cost is recorded as expenditure at the time individual inventory items are used, rather than in the period purchased. Reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

J. Prepaid Expenses

Payments made to vendors for service that will benefit periods beyond June 30, 2011 are recorded as prepaid items and are expensed during the period benefited.

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

Capital assets purchased or acquired with an original cost of $3,500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during fiscal year ended June 30, 2011. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	30-40 years
Land improvements	30-40 years
Furniture and equipment	7-10 years
Vehicles	5-10 years
Infrastructure	40-50 years
Improvements other than buildings	40-50 years

The City only reports infrastructure assets purchased subsequent to June 30, 2003.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as liability in the fund financial statements only to the extent that they are due for payment during the current year. Long-term loans are recognized as a liability on the governmental fund financial statements when due.

M. Revenues

Substantially all governmental fund revenues are accrued. Property taxes are billed and collected within the same period in which the taxes are levied. In applying GASB No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

N. Expenditures

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

O. Compensated Absences

The City accrues accumulated unpaid vacation leave and associated employee-related costs when earned (or estimated to be earned) by the employee. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations. In accordance with the provisions of Statement No. 16 of the Governmental Accounting Standards Board, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

P. Interfund Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Q. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the City. At June 30, 2011 there were no encumbrances outstanding.

(See Independent Auditor's Report)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

R. Fund Balance – Governmental Funds

As of June 30, 2011, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of City of Snellville's Council. Snellville's Council is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by City Council.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Only the City Council may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

As of June 30, 2011, fund balances are composed of the following:

	General	Police Facilities	SPLOST Funds	Nonmajor Funds	Total
Nonspendable:					
Prepaids	$ 143,720			$ -	$ 143,720
Restricted:					
Capital Projects	-	432,840	4,388,379	574,267	5,395,486
Police Services	-	-	-	74,573	74,573
Tree Bank	-	-	-	113,474	113,474
Economic Development	-	-	-	51,670	51,670
Committed	-	-	-	-	-
Assigned	352,046	-	-	-	352,046
Unassigned	1,964,895	-	-	-	1,964,895
Total Fund Balances	$ 2,460,661	$ 432,840	$ 4,388,379	$ 813,984	$ 8,095,864

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditures is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions.

(See Independent Auditor's Report).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued):

S. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

The City's government-wide statement of net assets reports $5,635,203 of restricted net assets, of which $4,640,777 is restricted by enabling legislation.

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

T. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

U. Estimates

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

V. Budgets and Budgetary Accounting

Prior to May 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. During June, the mayor and council legally enact the budget through passage of an ordinance. Budgets for all funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) except that proprietary funds expense capital outlay instead of depreciation. The legal level of control (the level at which the City Council must approve expenditures in excess of appropriations) for each legally adopted annual operating budget is at the department level. Budget amounts are as originally adopted and as last amended in June, 2011. Unexpended budget appropriations lapse at year-end.

2. CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City follows the State investment policies which require all deposits in excess of Federal Deposit Insurance be collateralized by securities equal to at least 110% of the excess deposits. As of June 30, 2011, all of the City's deposits were insured by the FDIC.

2. CASH AND INVESTMENTS, (Continued)

In accordance with state law, the City of Snellville can invest in: 1) Obligations issued by the U.S. Government, any state, any political subdivision of the State of Georgia, or Local Government Investment Pool established by state law; 2) Prime bankers' acceptances; and 3) Repurchase agreements.

A portion of the City's investments as of June 30, 2011 consisted of certificates of deposit in the amount of $214,115. Other investments as of June 30, 2011 consist of the following:

Investment Type	Fair Value	Weighted Avg Maturity
Columbia Treasury Shares	$ 561,586	1 day(s)

Interest Rate Risk. In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 1 year.

Credit Risk. State law limits investments in debt issues to the top two ratings issued by nationally recognized statistical ratings organizations. The City's investment in Columbia Treasury Reserves is rated Aaa by Moody's Investors Services and AAAm by Standard and Poor's.

3. PROPERTY TAX

The City's property taxes are billed and collected by Gwinnett County through an intergovernmental agreement. The taxes were levied June 14, 2010 and are due and payable October 15th and November 15th. All taxes unpaid after the October 15th and November 15th due dates are considered delinquent. Property taxes attach as an enforceable lien on the property the following January 1st. Delinquent taxes are considered fully collectable.

4. RECEIVABLES

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

	Gross	Allowance for Bad Debts	Net
Governmental Funds			
Taxes	$ 332,082	$ -	$ 332,082
Fines	487,322	336,252	151,070
Intergovernmental	547,537	-	547,537
Accounts	47,526	-	47,526
Interest	-	-	-
Miscellaneous			
Solid Waste Management Fund			
Accounts	287,413	85,000	202,413
Stormwater Management Fund			
Accounts	25,479	-	25,479
Total	$ 1,727,359	$ 421,252	$ 1,306,107

(See Independent Auditor's Report)

5. INTERGOVERNMENTAL REVENUES AND RECEIVABLES

Intergovernmental revenues for the year ended June 30, 2011 consist of the following:

Governmental Funds -	
Gwinnett County - SPLOST Projects, See Note 10	$ 2,690,135
State of Georgia - Governor's Office of Highway Safety	10,000
U. S. Dept. of Justice - COPS Grant	63,425
U. S. Dept. of Justice - Byrne Grant	1,461
Other	5,000
Total Intergovernmental Revenues	$ 2,770,021

Intergovernmental receivables as of June 30, 2011 consist of the following:

US Department of Justice Grant	$ 26,519
Gwinnett County - SPLOST	456,510
State of Georgia - Governor's Office of Highway Safety	10,000
State of Georgia - Dept. of Transportation	35,555
U. S. Dept. of Justice - Byrne Grant	18,953
Total Intergovernmental Receivables	$ 547,537

6. INTER-FUND TRANSACTIONS

Inter-fund payables and receivables as of June 30, 2011 were as follows.

Due From	Due To: Other	Due To: Stormwater	Due To: Total
General	$ -	$ 235	$ 235

The General Fund owed the Stormwater Fund $235 for items deposited into the General Fund's operating bank account that were related to Stormwater and had not been reimbursed as of June 30, 2011.

(See Independent Auditor's Report)

6. INTER-FUND TRANSACTIONS – (Continued)

Individual inter-fund transfers for the year ended June 30, 2011 were as follows:

Transfer To	Transfer From		
	General	Nonmajor	Total
General	$ -	$ -	$ -
Solid Waste Management	389,786	-	389,786
Nonmajor	496,980	-	496,980
	$ 886,766	$ -	$ 886,766

During the fiscal year ended June 30, 2011, the General Fund transferred $886,766 to the various governmental and proprietary funds, including $389,786 to the Solid Waste Management Fund to help fund utility operations and $496,980 to the City Center Capital Projects Fund to help finance debt service requirements of the Certificates of Participation.

7. LITIGATION:

The City is a defendant in several lawsuits as of June 30, 2011. The outcome of these lawsuits and other possible claims are not yet determinable but are not expected to materially effect the financial situation of the City. However, the City is involved in a drainage issue that may require the City to expend $150,000 to settle the matter. No liability has been reported in these financial statements relative to this issue.

(See Independent Auditor's Report)

8. PROPERTY, PLANT AND EQUIPMENT – (Continued)

Capital asset activity for the year ended June 30, 2011 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 6,871,679	$ 706,750	$ -	$ 7,578,429
Construction in progress	1,407,537	5,260,706	(6,393,213)	275,030
Total	8,279,216	5,967,456	(6,393,213)	7,853,459
Capital assets being depreciated:				
Buildings	11,428,252	7,612,148	-	19,040,400
Improvements other than buildings	1,109,449	3,394	-	1,112,843
Infrastructure	3,890,329	664,694	-	4,555,023
Vehicles, including related equipment	2,463,343	19,596	-	2,482,939
Furniture and other equipment	3,393,284	99,802	-	3,493,086
Total capital assets being depreciated	22,284,657	8,399,634	-	30,684,291
Less accumulated depreciation for:				
Buildings	1,714,457	286,354	-	2,000,811
Improvements other than buildings	284,463	31,520	-	315,983
Infrastructure	204,220	99,930	-	304,150
Vehicles, including related equipment	1,498,886	179,992	-	1,678,878
Furniture and other equipment	1,531,935	215,410	-	1,747,345
Total accumulated depreciation	5,233,961	813,206	-	6,047,167
Total capital assets being depreciated, net	17,050,696	7,586,428	-	24,637,124
Governmental capital assets, net	$ 25,329,912	$ 13,553,884	$ (6,393,213)	$32,490,583

Depreciation expense was charged to functions/programs of the primary government as follows:

Administrative	$ 303,384
Police and Court	294,634
Public Works	107,793
Parks	101,379
Community Development	6,016
Total depreciation expense	$ 813,206

(See Independent Auditor's Report)

8. PROPERTY, PLANT AND EQUIPMENT, (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital assets, not being depreciated:				
Land	$ -	$ -	$ -	$ -
Construction in progress	-	-	-	-
Total	-	-	-	-
Capital assets being depreciated:				
Buildings	577,673	-	-	577,673
Improvements other than buildings	1,188,251	-	-	1,188,251
Infrastructure	55,475	266,148	-	321,623
Vehicles, including related equipment	21,118	-	-	21,118
Furniture and other equipment	227,846	-	-	227,846
Total capital assets being depreciated	2,070,363	266,148	-	2,336,511
Less accumulated depreciation for:				
Buildings	78,025	14,446	-	92,471
Improvements other than buildings	207,944	39,608	-	247,552
Infrastructure	92	3,333	-	3,425
Vehicles, including related equipment	21,118	5,820	-	26,938
Furniture and other equipment	207,609	-	-	207,609
Total accumulated depreciation	514,788	63,207	-	577,995
Total capital assets being depreciated, net	1,555,575	202,941	-	1,758,516
Business-Type Activities capital assets, net	$ 1,555,575	$ 202,941	$ -	$ 1,758,516

Depreciation expense of $59,874 was recorded in the Solid Waste Management Fund and $3,333 was recorded in the Stormwater Management Fund.

9. DEFERRED COST

Deferred cost as of June 30, 2011 consists of the following:

Debt issuance cost, net of accumulated amortization of $116,861	$ 190,304

Debt issuance cost are considered other financing uses in governmental funds in the year incurred but are deferred costs and are amortized over the life of the related debt in the Statement of Net Assets. Debt issuance costs are being amortized using the straight line method over the life of the related debt issue.

(See Independent Auditor's Report)

10. LONG-TERM DEBT

Changes in General Long-Term Debt

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended June 30, 2011:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental Actiivities					
Certificates of Participation	$ 4,900,000	$ -	$ (300,000)	$ 4,600,000	$ 310,000
Unamortized COP's Discount	(78,305)	-	5,987	(72,318)	-
Capital Lease Obligation	121,921	-	(61,256)	60,665	59,922
Police Facilities Capital Lease	6,753,604	-	(1,427,566)	5,326,038	1,468,429
Intergovernmental Agreement - DDA Capital Lease	-	697,450	-	697,450	36,498
Termination Benefits	258,159	30,083	(118,480)	169,762	13,059
Accrued Compensated Absences	370,802	231,002	(258,207)	343,597	50,000
Total	$ 12,326,181	$ 958,535	$(2,159,522)	$11,125,194	$ 1,937,908

The General Fund typically has been used to liquidate long-term liabilities. However, SPLOST I and II will be used to liquidate the police facilities capital lease.

CERTIFICATES OF PARTICIPATION

In July 2003, the City was a party to the issuance of Certificates of Participation in the amount of $6,795,000. The certificates were issued under the name of Georgia Municipal Association, Inc. Leasing Program. Proceeds from the certificates are to be used to (1) finance the acquisition, construction and equipping of the new city hall and related facilities and improvements and (2) to pay cost and fund reserves related to the execution and delivery of the certificates.

Funding for the repayment of the certificates are to be made under an annual renewable lease agreement between Georgia Municipal Association and the City of Snellville. The lease is for an initial term commencing July 1, 2003 through December 31, 2023 and shall, subject to the City's right to terminate the lease each year, be extended annually thereafter for additional one year renewable terms with a final renewable term commencing January 1, 2023. The land and building are pledged as security against the certificates. Interest rates associated with the certificates range between 2.0% and 4.59%.

The certificates were issued at a discount of $119,733. Debt discounts are considered other financing uses in governmental funds in the year incurred but are deferred costs and are amortized over the life of the related debt in the Statement of Net Assets. The discount is being amortized over the life of the certificates using the effective interest method and is reported as a contra account to the certificates, net of accumulated amortization of $47,415.

(See Independent Auditor's Report)

10. LONG-TERM DEBT (Continued)

CAPITAL LEASE OBLIGATIONS

Vehicle and Equipment –

In prior years, the City entered into various lease-purchase and security agreements with private corporations for several vehicles with an original cost of $92,567 and computer equipment with an original cost of $201,439. Accumulated depreciation as of June 30, 2011 amounted to $32,398 and $20,144 respectively. The interest rates under the terms of the lease agreements range between 4.04% and 4.59%. Since the City intends to continue to abide by the terms of these lease agreements and eventually own the vehicles and computer equipment, the assets and the related liabilities were recorded at the present value of the future payments due under the lease.

Police and Public Works Facilities –

In December 2010 the City entered into an installment sale agreement with the Georgia Municipal Association to construct new police and public works facilities. The fixed interest rate is 2.842% for five years. Since the City intends to continue to abide by the terms of these lease agreements and eventually own the new facilities, the assets and the related liabilities were recorded at the present value of the future payments due under the lease. Under the terms of the installment sale agreement, the City pledged future SPLOST revenues to pay the principal and interest outstanding. SPLOST revenues were projected to produce $16.027 million of which $6.4 million has been budgeted for public safety facilities related expenditures. Total principal and interest remaining on the installment sale agreement is $7,242,512. For the year ended June 30, 2011, principal and interest payments were $1,427,566 and $181,881, respectively.

Land Purchase –

In June 2011 the Snellville Downtown Development Authority (DDA) obtained financing from a bank for the purchase of approximately 10 acres of land in the City's Town Center Area. The City and the DDA did enter into an intergovernmental agreement whereby the City has guaranteed funding of the debt service of the note through a capital lease obligation. At the end of the capital lease the City will own the land. As a result the DDA has recorded a liability for the note payable and an amount due from the City in the amount of $697,450. The City has also recorded a liability in the governmental-wide financial statements for the amount due under the intergovernmental agreement.

(See Independent Auditor's Report)

10. LONG-TERM DEBT (Continued)

Annual repayment requirements under the certificate of participation and capital lease agreements are as follows:

F/Y/E JUNE 30,	CERTIFICATES OF PARTICIPATION		CAPITAL LEASE OBLIGATIONS				
			VEHICLES & EQUIP		LAND AND BUILDINGS		
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	TOTAL
2012	310,000	186,780	59,922	3,043	1,504,927	164,561	2,229,233
2013	320,000	175,930	743	2	1,548,218	121,269	2,166,162
2014	330,000	164,090	-	-	1,592,757	76,731	2,163,578
2015	345,000	151,880	-	-	833,855	30,911	1,361,646
2016	355,000	138,770	-	-	543,731	18,241	1,055,742
2017	370,000	124,925	-	-	-	-	494,925
2018	385,000	110,125	-	-	-	-	495,125
2019	400,000	94,340	-	-	-	-	494,340
2020	420,000	77,740	-	-	-	-	497,740
2021	435,000	60,100	-	-	-	-	495,100
2022	455,000	41,395	-	-	-	-	496,395
2023	475,000	21,375	-	-	-	-	496,375
TOTALS	$ 4,600,000	$ 1,347,450	$ 60,665	$ 3,045	$ 6,023,488	$ 411,713	$ 12,446,361

11. DEFERRED REVENUES

Deferred revenues as of June 30, 2011, reported in the Governmental Fund's balance sheet, consisted of the following unearned items and revenue items which had been earned and were measurable but were not received within 60 days after year end and therefore were not considered available:

General Fund	
Property taxes	$ 173,719
Fines and forfeitures	94,318
Grants	653
Non-Major Funds	
Grants	54,508
Confiscated assets	9,393
Total	$ 332,591

(See Independent Auditor's Report)

12. RISK MANAGEMENT

The City of Snellville is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has joined together with other municipalities in the state as part of the Georgia Interlocal Risk Management Agency (GIRMA) for property and liability insurance and the Workers' Compensation Self-Insurance Fund (WCSIF), public entity risk pools currently operating as common risk management and insurance programs for member local governments. The Georgia Municipal Association (GMA) administers both risk pools.

As part of these risks pools, the City is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pools' agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The City is also to allow the pools' agent and attorneys to represent the City in investigation, settlement discussions and all levels of litigation arising out of any claim made against the City within the scope of loss protection furnished by the funds. The City pays an annual premium to GIRMA for its general insurance and has coverage of $1,000,000 for the risks discussed above, except for buildings, which are covered at 100% of the value of the City's holdings. The City's coverage for worker's compensation claims is statutory.

The funds are to defend and protect the members of the funds against liability or loss as prescribed in the member governments' contracts and in accordance with the workers' compensation laws of Georgia. The funds are to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

The City continues to carry commercial insurance for all other risks of loss, employee health and accident insurance. Settled claims in the past three years have not exceeded the commercial insurance coverage.

13. HOTEL / MOTEL TAX

The City levies a 5% hotel/motel tax in accordance with the provisions of OCGA 48-13-51. In order to comply with the expenditures provisions of this code section, the City expends 40% of monies collected under this provision for tourism and promotional purposes by contracting with the Snellville Tourism and Trade Association. During the year ended June 30, 2011, the City's collections and related remittances were as follows:

	Amount	Percent
Total Collections	68,499	100%
Total Remittances	68,499	100%

During 2010 the City did enter into a contract with the Snellville Tourism and Trade Association that provides for all the collections of Hotel / Motel Tax Revenues to be remitted to the Association.

The City was in compliance with the state laws regulating hotel/motel taxes and the related expenditures as of June 30, 2011.

(See Independent Auditor's Report)

14. JOINT VENTURE

Under Georgia law, the city, in conjunction with other cities and counties in the Metro Atlanta area, is a member of the Atlanta Regional Commission (ARC). Membership in this organization is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the Commission in Georgia. The ARC Board membership includes the chief elected official of each county, one representative for all the cities in a member county and 15 citizen representatives. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the ARC. Separate financial statements may be obtained from:

Atlanta Regional Commission
3715 Northside Parkway
Building 200, Suite 300
Atlanta, Georgia 30327

15. EMPLOYEE BENEFIT PLANS

Money Purchase Pension Plan -

On March 1, 2002 the City converted its defined benefit pension plan and adopted the City of Snellville, Georgia Employee Pension Plan (a defined contribution plan). The City now uses the money purchase pension plan to provide pension benefits to most of its full-time employees. The plan is being administered by Pension Financial Services, a private corporation. The pension plan is authorized by city council through the passage of an ordinance.

Under the terms of the plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after completing one year of service. The City's contribution to the plan depends upon each participant's base salary. The City will contribute 6% of each eligible employee's base monthly salary to the plan. Employees are not required to make any contributions to the plan. The amount of payroll covered under the plan for the year ended June 30, 2011, amounted to approximately $3,524,200. Gross payroll for the year was $4,160,689.

The City's contribution for each employee vests in accordance with the following schedule:

Completed years of Services	Vested Percentage
3	50%
5	100%

Contributions made by the City to the money purchase pension plan for the year ended June 30, 2011, amounted to $263,727 which included payments under an early retirement incentive program of $52,275. Normal contributions under the plan of $211,452 were 6% of covered payroll.

(See Independent Auditor's Report)

15. EMPLOYEE BENEFIT PLANS, (Continued)

Deferred Compensation Plan –

Under the terms of the deferred compensation plan, any employee can voluntarily defer receipt of up to 25% of gross compensation, not to exceed $15,000 per year. Each participant selects one of various options to administer the investment of the deferred funds. All administration costs of the plan are deducted from the participants' accounts. The deferred amounts may be distributed to the employee upon retirement or other termination of employment, disability, death, or financial hardship (as defined).

Defined Benefit Plan –

In prior years the City contributed to the Georgia Municipal Employees Benefit System (GMEBS), an agent multiple-employer public employee retirement system administered by the Georgia Municipal Association. The City of Snellville Retirement Plan was a defined benefit plan that provided retirement and disability benefits and death benefits to plan members and beneficiaries (superceded plan). The Public Retirement Systems Standard Law (Georgia Code Section 47-20-10) assigns the authority to establish and amend the plan to the City of Snellville. The Georgia Municipal Employees Benefit System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The report may be obtained by writing to the Georgia Municipal Employees Benefit System, 201 Pryor Street, S.W., Atlanta, Georgia 30303.

As mentioned under the caption "Money Purchase Pension Plan" the defined benefit plan was converted to a defined contribution plan (successor defined contribution plan) on March 1, 2002. GMEBS was authorized to continue making monthly retirement and death benefit payments after March 1, 2002 to retirees and beneficiaries who were in pay status under the superceded plan on or before such date and to provide future benefits for any vested terminated participant as of February 28, 2002. In order to ensure adequate funding for benefits to be provided to retirees, beneficiaries and vested terminated participants, the City Council approved an ordinance that provides for the following:

1. Retention of assets in the City's GMEBS administered trust fund in an amount equal to 110% of the combined present value of accrued benefits payable to retirees and beneficiaries.

2. The assets in the trust fund shall share in any investment gains or losses of the GMEBS Retirement Trust Fund.

3. Subsequent valuations of the trust fund's liabilities shall be made annually and any gains or losses will be amortized over five years.

4. The City shall make an annual contribution to the trust fund equal to 110% of the recommended contribution amount reflected in each annual valuation plus administration fees.

(See Independent Auditor's Report)

15. EMPLOYEE BENEFIT PLANS, (Continued)

Defined Benefit Plan, Continued

For 2011, the City's annual pension cost was $ -0- for SRP as calculated under the above mentioned City ordinance. However, the City did pay administrative fees of $8,102. The required contribution was determined as part of the January 1, 2011 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included 8.0% investment rate of return (net of administrative expenses) which includes an inflation rate of 5%. There were no active employees and therefore no projected salary increases were used. The value of SRP assets was determined using market values. The actuarial accrued liability as of January 1, 2011 was $892,450. The annual pension contribution for 2011 was calculated as follows:

Total actuarial accrued liability (as of 1/1/11)	$ 892,450
10% of actuarial accrued liability (margin)	89,245
Target asset value	981,695
Actual market value of assets	1,381,112
Difference or contribution to fund plan	$ (399,417)

The City was not required to make any contribution to the plan during the year except for administrative fees as mentioned above. The Plan amortizes actuarial gains and losses using the level dollar cost method.

Three-Year Trend Information for SRP

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2011	$ -	N/A	$ -
6/30/2010	$ -	N/A	$ -
6/30/2009	$ -	N/A	$ -

Supplementary Information - The schedule of funding progress for the Plan is presented below:

Actuarial Valuation Date	Market Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2011	$ 1,381,112	$ 892,450	$ (488,662)	154.8%	n/a	n/a
2010	$ 1,467,511	$ 869,934	$ (597,577)	168.7%	n/a	n/a
2009	$ 1,150,137	$ 938,524	$ (211,613)	122.5%	n/a	n/a
2008	$ 1,745,345	$ 905,730	$ (839,615)	192.7%	n/a	n/a
2007	$ 1,569,157	$ 1,044,393	$ (524,764)	150.2%	n/a	n/a
2006	$ 1,440,198	$ 1,053,431	$ (386,767)	136.7%	n/a	n/a
2005	$ 1,358,153	$ 1,026,138	$ (332,015)	132.4%	n/a	n/a
2004	$ 1,337,348	$ 1,123,518	$ (213,830)	119.0%	n/a	n/a
2003	$ 1,236,266	$ 1,227,825	$ (8,441)	100.7%	n/a	n/a
2002	$ 1,461,963	$ 1,329,057	$ (132,906)	110.0%	n/a	n/a

(See Independent Auditor's Report)

16. EARLY RETIREMENT PLAN

2010 Early Retirement Incentive –

In 2010 the City put together offers for employees as an early retirement incentive. To be eligible for the early retirement incentives, employees must (1) have attained the age of 55; (2) have worked for the City at least ten years; (3) have worked a minimum of 100 days during the year; and (4) have not received an official notice of layoff or termination. Employees could choose between 5 different plans, some of which offered pension contributions as a percentage of salary per year until age 65, health insurance premiums covered by the City until age 65, 6 months payout of salary, and payouts of vacation and sick leave benefits. The total liability to the City is $399,327. Of this total liability for termination benefits, $84,327 will be paid with expendable available financial resources and was therefore recognized in the fund financial statements. The remainder was reported in the government-wide financial statements as a long term obligation. Termination benefits are expected to be paid through 2025. Benefits have been calculated using a 6% discount rate of future benefit payments and a 6% inflation rate, if applicable.

	6/30/10	6/30/11
Salary, vacation and sick leave payouts	$ 198,550	$ -
Pension contributions	52,258	-
Medical insurance benefits	148,519	169,762
	399,327	169,762
Amounts already accrued for selected employees in compensated absences, etc	(56,840)	-
Net termination benefits to accrue	342,487	169,762
Amounts payable with expendable available resources - fund level	(84,328)	-
Long-term obligation	$ 258,159	$ 169,762

(See Independent Auditor's Report)

17. DOWNTOWN DEVELOPMENT AUTHORITY NOTE PAYABLE

In June 2011 the Snellville Downtown Development Authority (DDA) obtained financing from a bank for the purchase of approximately 10 acres of land in the City's Town Center Area. The City and the DDA did enter into an intergovernmental agreement whereby the City has guaranteed funding of the debt service of the note through a capital lease obligation. At the end of the capital lease the City will own the land. As a result the DDA has recorded a liability for the note payable and an amount due from the City in the amount of $697,450. The City has also recorded a liability in the governmental-wide financial statements for the amount due under the intergovernmental agreement. Annual debt service requirements to maturity for the note payable are as follows:

F/Y/E JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2012	36,498	23,543	60,041
2013	27,757	22,284	50,041
2014	39,059	20,982	60,041
2015	40,405	19,635	60,040
2016	553,731	18,241	571,972
TOTALS	$ 697,450	$ 104,685	$ 802,135

18. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures, as a part of the combined statements - overview, of certain information concerning individual funds including-

A. Deficit fund balances or retained earnings balances of individual funds – No funds reflected such balances at June 30, 2011.

B. Excess of expenditures over appropriations in individual funds are as follows:

None of the City's funds expenditures materially exceeded their corresponding appropriations for the fiscal year ended June 30, 2011. However, the General Fund's general government department's expenditures exceeded its appropriations by $585,010. This was due to the expenditures incurred in June 2011 for a purchase of property in the amount of $697,450. Although the Mayor and Council properly approved the purchase of the property the budget was not amended due to the lateness of the purchase. Material excesses exist if a department's expenditures exceed its appropriations by 5 percent and are greater than $10,000. Management will continue to monitor the City's budget to insure appropriations are not exceeded in future years.

(See Independent Auditor's Report)

NONMAJOR FUNDS

CITY OF SNELLVILLE, GEORGIA
JUNE 30, 2011
NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Confiscated Assets Fund - to account for the assets confiscated from investigations into illegal drug activities. These assets are legally restricted to expenditures for law enforcement purposes.

Tree Bank Fund - to account for proceeds of fees charged under the City's tree bank ordinance.

Hotel / Motel Tax Fund - this fund is used by the City to account for proceeds from the City;s Hotel / Motel Tax and the requirred 40% payment to a non-profit organization for promotional services.

Capital Project Funds

City Center Fund - This fund accounts for the proceeds from the issuance of Certificates of Participation. The proceeds from the debt issue are to be used for financing the construction of the new City Administration Offices and the related debt service.

LCI Grant Fund - to account for the acquisition and construction of major capital facilities that are being partially financed by the Atlanta Rregional Commissions Livable Centers Initiative.

CITY OF SNELLVILLE, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2011

	SPECIAL REVENUE FUNDS		
	CONFISCATED ASSETS FUND	TREE BANK FUND	HOTEL/MOTEL FUND
ASSETS			
Cash	$ 90,897	$ 98,474	$ 59,809
Investments	-	-	-
Receivables-			
Taxes	-	-	7,975
Accounts	-	15,000	-
Grants	28,953	-	-
Due from other funds	-	-	-
Total Assets	$ 119,850	$ 113,474	$ 67,784
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	$ 16,931	$ -	$ 16,114
Deferred revenues	28,346	-	-
Total Liabilities	45,277	-	16,114
Fund Balance			
Restricted -			
Police Activities	74,573	-	-
Tree Bank Activities	-	113,474	-
Economic Development	-	-	51,670
Capital Projects	-	-	-
Unassigned	-	-	-
Total Fund Balance	74,573	113,474	51,670
Total Liabilities and Fund Balance	$ 119,850	$ 113,474	$ 67,784

	CAPITAL PROJECTS FUNDS		TOTAL
	CITY CENTER FUND	LCI GRANT FUND	NON-MAJOR GOVERNMENTAL FUNDS
$	-	$ 16,381	$ 265,561
	561,586	-	561,586
	-	-	7,975
	-	-	15,000
	-	35,555	64,508
	-	-	-
$	561,586	$ 51,936	$ 914,630
$	-	$ 3,700	$ 36,745
	-	35,555	63,901
	-	39,255	100,646
	-	-	74,573
	-	-	113,474
	-	-	51,670
	561,586	12,681	574,267
	-	-	-
	561,586	12,681	813,984
$	561,586	$ 51,936	$ 914,630

CITY OF SNELLVILLE, GEORGIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2011

	SPECIAL REVENUE FUNDS		
	CONFISCATED ASSETS FUND	TREE BANK FUND	HOTEL / MOTEL TAX FUND
REVENUES			
Confiscations	$ 24,380	$ -	$ -
Tree Bank Bonds	-	15,000	-
Taxes	-	-	68,499
Intergovernmental	10,000	-	-
Interest	264	178	119
Miscellaneous	-	-	-
Total Operating Revenues	34,644	15,178	68,618
EXPENDITURES			
Current -			
Police Activities	17,585	-	-
Tree Bank	-	2,238	-
Economic Development	-	-	68,499
Tourism and Promotion	-	-	2,615
Highways and Streets	-	-	-
Capital -			
Police	118,345	-	-
Highways and Streets	-	-	-
Debt service -			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	135,930	2,238	71,114
Excess (Deficiency) of Revenues over Expenditures	(101,286)	12,940	(2,496)
Other Financing Sources (Uses):			
Transfers	-	-	-
Net Changes in Fund Balances	(101,286)	12,940	(2,496)
Fund Balance - Beginning of year	175,859	100,534	54,166
Fund Balance - End of year	$ 74,573	$ 113,474	$ 51,670

CAPITAL PROJECTS FUNDS		TOTAL
CITY CENTER FUND	LCI GRANT FUND	NON-MAJOR GOVERNMENTAL FUNDS
$ -	$ -	$ 24,380
-	-	15,000
-	-	68,499
-	-	10,000
47	80	688
-	-	-
47	80	118,567
-	-	17,585
-	-	2,238
-	-	68,499
-	-	2,615
-	24,146	24,146
-	-	118,345
-	9,300	9,300
300,000	-	300,000
196,980	-	196,980
496,980	33,446	739,708
(496,933)	(33,366)	(621,141)
496,980	-	496,980
47	(33,366)	(124,161)
561,539	46,047	938,145
$ 561,586	$ 12,681	$ 813,984

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CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ 2,601,248	$ 1,431,376
Investments	214,115	211,477
Receivables (net of allowance for uncollectibles)		
Taxes	324,107	292,016
Fines	151,070	155,803
Accounts	32,526	-
Accrued interest	-	589
Intergovernmental	26,519	-
Due from other funds	-	79,980
Prepaid items	143,720	118,832
TOTAL ASSETS	$ 3,493,305	$ 2,290,073
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	$ 395,800	$ 250,926
Accrued expenses -		
Salaries	234,052	243,098
Termination benefits	-	84,327
Deposits	43,746	5,114
Police bonds and court fees	87,621	63,219
Other	2,500	3,007
Due to other funds	235	12,038
Deferred revenues	268,690	259,704
TOTAL LIABILITIES	1,032,644	921,433
Fund Equity:		
Fund Balance		
Nonspendable -		
Prepaids	143,720	118,832
Assigned -		
Appropriations for nex year's budget	352,046	-
Unassigned	1,964,895	1,249,808
Total Fund Equity	2,460,661	1,368,640
TOTAL LIABILITIES AND FUND EQUITY	$ 3,493,305	$ 2,290,073

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011			
	FINAL BUDGET	ACTUAL	VARIANCE	ACTUAL JUNE 30, 2010
REVENUES:				
Taxes -				
Property	$ 4,220,000	$ 4,200,016	$ (19,984)	$ 3,229,704
Motor vehicle	141,000	160,793	19,793	128,803
Franchise	1,145,500	1,240,493	94,993	1,057,012
Alcohol beverage	300,000	314,661	14,661	313,390
Insurance premium	826,000	826,372	372	851,107
Business occupational	680,000	698,526	18,526	695,930
Intangible	24,000	27,751	3,751	15,581
Transfer	6,500	7,810	1,310	4,337
Financial institution	90,000	90,368	368	59,938
Total Taxes	7,433,000	7,566,790	133,790	6,355,802
Business Licenses and Permits -				
Alcohol licenses	66,000	64,475	(1,525)	69,725
Other business licenses	30,000	30,276	276	34,238
Building permits	186,000	188,212	2,212	134,736
Inspection permits	15,000	13,621	(1,379)	14,730
Sign permits	5,000	5,887	887	5,735
Site development	500	6,344	5,844	558
Other permits	6,000	7,114	1,114	7,310
Total Business Licenses and Permits	308,500	315,929	7,429	267,032
Intergovernmental -				
Signature Cities Grant	-	-	-	13,467
COPS Grant	55,088	63,425	8,337	-
Edward Byrne	-	1,461	1,461	-
Other	5,000	5,000	-	-
Total Intergovernmental	60,088	69,886	9,798	13,467

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

REVENUES - Continued:	JUNE 30, 2011 FINAL BUDGET	JUNE 30, 2011 ACTUAL	JUNE 30, 2011 VARIANCE	ACTUAL JUNE 30, 2010
Charges for Services -				
Recreational activities	$ 148,000	$ 174,327	$ 26,327	$ 181,930
Public safety fees	52,500	72,898	20,398	53,289
Planning and zoning fees	42,500	44,548	2,048	56,288
Other	-	150	150	-
Total Charges for Services	243,000	291,923	48,923	291,507
Fines and Forfeitures	1,750,000	1,691,809	(58,191)	1,722,574
Investment Income	5,000	7,227	2,227	10,332
Rental Income	63,800	77,520	13,720	90,993
Other -				
Snellville Days	-	-	-	53,953
Reimbursements	-	5,098	5,098	-
Donations	-	-	-	2,450
Penalties and interest	-	28,160	28,160	21,116
Miscellaneous	34,500	8,984	(25,516)	47,477
Total Other	34,500	42,242	7,742	124,996
TOTAL REVENUES	$ 9,897,888	$ 10,063,326	$ 165,438	$ 8,876,703

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET BASIS AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011			
CURRENT EXPENDITURES:	FINAL BUDGET	ACTUAL	VARIANCE	ACTUAL JUNE 30, 2010
GENERAL GOVERNMENT				
Governing Body	$ 27,132	$ 28,345	$ (1,213)	$ 26,614
City Clerk	74,137	72,967	1,170	71,951
Mayor	7,587	8,343	(756)	8,095
City Manager	170,525	167,781	2,744	167,676
Elections	2,480	2,480	-	2,530
General Administration	947,060	856,370	90,690	760,378
Accounting	72,947	72,997	(50)	69,798
IT Administration	62,295	62,084	211	61,447
Purchasing	-	-	-	-
Human Resources	82,400	81,611	789	81,579
Total General Government	1,446,563	1,352,978	93,585	1,250,068
MUNICIPAL COURT				
Judicial	804,514	715,079	89,435	793,820
POLICE				
Administration	1,166,375	1,170,861	(4,486)	1,184,719
Criminal Investigation	433,527	438,312	(4,785)	418,521
Patrol	2,176,147	1,993,266	182,881	2,202,237
Records	96,709	94,806	1,903	94,078
Bike Patrol	-	-	-	-
Public Relations	-	-	-	-
Total Police	3,872,758	3,697,245	175,513	3,899,555
PUBLIC WORKS				
Highways and Streets	705,365	670,311	35,054	681,278
Paved Streets	206,602	203,600	3,002	203,576
Maintenance	55,319	54,243	1,076	59,516
Total Public Works	967,286	928,154	39,132	944,370

CITY OF SNELLVILLE, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEARS ENDED JUNE 30, 2011
WITH COMPARABLE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011			
	FINAL BUDGET	ACTUAL	VARIANCE	ACTUAL JUNE 30, 2010
CURRENT EXPENDITURES - Continued				
PARKS AND RECREATION				
Administration	$ 294,386	$ 276,584	$ 17,802	$ 285,786
Participant Recreation	56,314	62,879	(6,565)	126,776
Park Areas	196,821	169,283	27,538	204,484
Senior Participants	158,118	142,034	16,084	129,853
Total Parks and Recreation	705,639	650,780	54,859	746,899
COMMUNITY DEVELOPMENT				
Planning and Zoning	433,674	396,440	37,234	486,681
Building Inspection	223,445	213,203	10,242	-
Total Community Development	657,119	609,643	47,476	486,681
TOTAL CURRENT EXPENDITURES	8,453,879	7,953,879	500,000	8,121,393
CAPITAL OUTLAY				
General Government	21,750	697,450	(675,700)	-
Police	28,500	-	28,500	-
Public Works	335,700	43,027	292,673	-
Parks and Recreation	44,500	-	44,500	5,080
Court	-	-	-	-
Community Development	18,000	22,431	(4,431)	-
TOTAL CAPITAL OUTLAY	448,450	762,908	(314,458)	5,080
DEBT SERVICE				
Principal	60,490	61,256	(766)	58,737
Interest	3,889	3,946	(57)	6,465
TOTAL DEBT SERVICE	64,379	65,202	(823)	65,202
TOTAL EXPENDITURES	$ 8,966,708	$ 8,781,989	$ 184,719	$ 8,191,675

CITY OF SNELLVILLE, GEORGIA
CONFISCATED ASSETS FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ 90,897	$ 156,942
Grant receivable	28,953	27,589
Due from other funds	-	4,538
Total Assets	$ 119,850	$ 189,069
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 16,931	$ 76
Deferred revenues	28,346	13,134
Total Liabilities	45,277	13,210
Fund Balance		
Restricted for police activities	74,573	175,859
Total Fund Balance	74,573	175,859
Total Liabilities and Fund Balance	$ 119,850	$ 189,069

CITY OF SNELLVILLE, GEORGIA
CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE–BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011				
	BUDGET AMOUNTS			VARIANCE WITH FINAL	ACTUAL
	ORIGINAL	FINAL	ACTUAL	BUDGET	JUNE 30, 2010
REVENUES					
Confiscations	$ 163,000	$ 163,000	$ 24,380	$ (138,620)	$ 39,634
Interest	500	500	264	(236)	535
Grants	-	-	10,000	10,000	32,127
Total Revenues	163,500	163,500	34,644	(128,856)	72,296
EXPENDITURES					
Police Activities -					
Current	33,500	33,500	17,585	15,915	7,258
Capital	130,000	130,000	118,345	11,655	39,076
Total Expenditures	163,500	163,500	135,930	27,570	46,334
Excess (Deficiency) of Revenues Over Expenditures	-	-	(101,286)	(101,286)	25,962
Other Financing Sources (Uses):					
Transfers	-	-	-	-	-
Total	-	-	-	-	-
Net Change in Fund Balance	-	-	(101,286)	(101,286)	25,962
Fund Balance - Beginning of year	175,859	175,859	175,859	-	149,897
Fund Balance - End of year	$ 175,859	$ 175,859	$ 74,573	$ (101,286)	$ 175,859

CITY OF SNELLVILLE, GEORGIA
TREE BANK FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ 98,474	$ 93,034
Accounts receivable	15,000	-
Due from other funds	-	7,500
Total Assets	$ 113,474	$ 100,534
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ -
Total Liabilities	-	-
Fund Balance		
Restricted for Tree Bank activities	113,474	100,534
Total Fund Balance	113,474	100,534
Total Liabilities and Fund Balance	$ 113,474	$ 100,534

CITY OF SNELLVILLE, GEORGIA
TREE BANK FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE–BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011				
	BUDGET AMOUNTS			VARIANCE WITH FINAL BUDGET	ACTUAL JUNE 30, 2010
	ORIGINAL	FINAL	ACTUAL		
REVENUES					
Tree Bank bonds	$ -	$ -	$ 15,000	$ 15,000	$ 7,500
Interest	-	-	178	178	299
Miscellaneous	-	-	-	-	-
Total Revenues	-	-	15,178	15,178	7,799
EXPENDITURES					
Current -					
Community Development -					
Tree Bank	40,000	40,000	2,238	37,762	2,625
Capital -					
City Center	-	-	-	-	-
Total Expenditures	40,000	40,000	2,238	37,762	2,625
Excess (Deficiency) of Revenues Over Expenditures	(40,000)	(40,000)	12,940	52,940	5,174
Other Financing Sources (Uses):					
Transfers	-	-	-	-	-
Total	-	-	-	-	-
Net Change in Fund Balance	(40,000)	(40,000)	12,940	52,940	5,174
Fund Balance - Beginning of Year	100,534	100,534	100,534	-	95,360
Fund Balance - End of Year	$ 60,534	$ 60,534	$ 113,474	$ 52,940	$ 100,534

CITY OF SNELLVILLE, GEORGIA
HOTEL/MOTEL TAX FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ 59,809	$ 59,344
Receivables - Taxes	7,975	10,093
Total Assets	$ 67,784	$ 69,437
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 16,114	$ 15,271
Total Liabilities	16,114	15,271
Fund balance		
Restricted for economic development	51,670	54,166
Total Fund Balance	51,670	54,166
Total Liabilities and Fund Balance	$ 67,784	$ 69,437

CITY OF SNELLVILLE, GEORGIA
HOTEL / MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE–BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
WITH COMPARABLE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010

	JUNE 30, 2011				
	BUDGET AMOUNTS			VARIANCE WITH FINAL BUDGET	ACTUAL JUNE 30, 2010
	ORIGINAL	FINAL	ACTUAL		
REVENUES					
Taxes	$ 50,000	$ 57,000	$ 68,499	$ 11,499	$ 62,022
Interest	-	-	119	119	284
Donations	-	-	-	-	-
Total Revenues	50,000	57,000	68,618	11,618	62,306
EXPENDITURES					
Current -					
Economic Development-					
Payments to others	20,000	57,000	68,499	(11,499)	24,808
Tourism and Promotion-					
Contracted services	60,000	10,000	2,615	7,385	1,440
Cemetery Fence	-	-	-	-	-
Total Expenditures	80,000	67,000	71,114	(4,114)	26,248
Excess (Deficiency) of Revenues Over Expenditures	(30,000)	(10,000)	(2,496)	7,504	36,058
Other Financing Sources (Uses):					
Transfers	-	-	-	-	(50,000)
Total	-	-	-	-	(50,000)
Net Change in Fund Balance	(30,000)	(10,000)	(2,496)	7,504	(13,942)
Fund Balance - Beginning of Year	54,166	54,166	54,166	-	68,108
Fund Balance - End of Year	$ 24,166	$ 44,166	$ 51,670	$ 7,504	$ 54,166

CITY OF SNELLVILLE, GEORGIA
CITY CENTER CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

ASSETS	2011	2010
Cash	$ -	$ -
Investment	561,586	561,369
Accrued interest receivable	-	-
Total Assets	$ 561,586	$ 561,369

LIABILITIES AND FUND BALANCE

Liabilities		
Accounts payable	$ -	$ -
Total Liabilities	-	-
Fund balance		
Restricted for capital projects	561,586	561,539
Total Fund Balance	561,586	561,539
Total Liabilities and Fund Balance	$ 561,586	$ 561,539

CITY OF SNELLVILLE, GEORGIA
CITY CENTER CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - FROM INCEPTION
FOR THE YEAR ENDED JUNE 30, 2011

	PRIOR YEARS	CURRENT YEAR	TOTAL	PROJECT AUTHORIZATION
REVENUES				
Investment income	$ 213,072	$ 47	$ 213,119	$ 100,000
Miscellaneous income	62,000	-	62,000	-
Total Revenues	275,072	47	275,119	100,000
EXPENDITURES				
Capital				
General Government	7,984,468	-	7,984,468	7,406,548
Debt Service				
Principal	1,895,000	300,000	2,195,000	6,795,000
Interest	1,576,712	196,980	1,773,692	3,121,142
Total Expenditures	11,456,180	496,980	11,953,160	17,322,690
Excess (Deficiency) of Revenues Over Expenditures	(11,181,108)	(496,933)	(11,678,041)	(17,222,690)
Other Financing Sources (Uses):				
Proceeds from long-term debt	6,795,000	-	6,795,000	6,795,000
Discount on debt issue	(119,733)	-	(119,733)	(119,733)
Issue cost on debt	(247,623)	-	(247,623)	(247,623)
Transfers	5,315,003	496,980	5,811,983	10,795,046
Total Other Financing Sources (Uses)	11,742,647	496,980	12,239,627	17,222,690
Net Change in Fund Balance	$ 561,539	47	$ 561,586	$ -
FUND BALANCE				
Beginning of year		561,539		
End of year		$ 561,586		

CITY OF SNELLVILLE, GEORGIA
LCI GRANT FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ 16,381	$ 46,047
Grant receivable	35,555	213
Total Assets	$ 51,936	$ 46,260
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 3,700	$ -
Deferred revenue	35,555	213
Total Liabilities	39,255	213
Fund Balance		
Restricted for capital projects	12,681	46,047
Total Fund Balance	12,681	46,047
Total Liabilities and Fund Balance	$ 51,936	$ 46,260

CITY OF SNELLVILLE, GEORGIA
LCI GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE--BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011

	BUDGET AMOUNTS			VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
LCI grant	$ 398,000	$ 398,000	$ -	$ (398,000)
Interest	150	150	80	(70)
Total Revenues	398,150	398,150	80	(398,070)
EXPENDITURES				
Current -				
Contract services	10,000	10,000	24,146	(14,146)
Capital -				
Land acquisition	428,150	428,150	9,300	418,850
Total Expenditures	438,150	438,150	33,446	404,704
Excess (Deficiency) of Revenues Over Expenditures	(40,000)	(40,000)	(33,366)	6,634
Other Financing Sources (Uses):				
Transfers	-	-	-	-
Total	-	-	-	-
Net Change in Fund Balance	(40,000)	(40,000)	(33,366)	6,634
Fund Balance - Beginning of Year	46,047	46,047	46,047	-
Fund Balance - End of Year	$ 6,047	$ 6,047	$ 12,681	$ 6,634

CITY OF SNELLVILLE, GEORGIA
POLICE FACILITIES FUND
BALANCE SHEET
JUNE 30, 2010

ASSETS	2011	2010
Cash	$ 443,178	$ 7,254,886
Accrued interest receivable	-	-
Total Assets	$ 443,178	$ 7,254,886
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 10,338	$ 660,367
Total Liabilities	10,338	660,367
Fund balance		
Restricted for capital projects	432,840	6,594,519
Total Fund Balance	432,840	6,594,519
Total Liabilities and Fund Balance	$ 443,178	$ 7,254,886

CITY OF SNELLVILLE, GEORGIA
POLICE FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - FROM INCEPTION
FOR THE YEAR ENDED JUNE 30, 2010

	PRIOR YEARS	CURRENT YEAR	TOTAL	PROJECT AUTHORIZATION
REVENUES				
Investment income	$ 7,518	$ 8,342	$ 15,860	$ -
Miscellaneous income	-	-	-	-
Total Revenues	7,518	8,342	15,860	-
EXPENDITURES				
Capital				
Police facilities	858,457	4,968,587	5,827,044	6,245,458
Public works facilities	-	1,201,434	1,201,434	1,200,000
Debt Service				
Issue cost on debt	59,542	-	59,542	59,542
Total Expenditures	917,999	6,170,021	7,088,020	7,505,000
Excess (Deficiency) of Revenues Over Expenditures	(910,481)	(6,161,679)	(7,072,160)	(7,505,000)
Other Financing Sources (Uses):				
Proceeds from long-term debt	7,505,000	-	7,505,000	7,505,000
Transfers	-	-	-	-
Total Other Financing Sources (Uses)	7,505,000	-	7,505,000	7,505,000
Net Change in Fund Balance	$ 6,594,519	(6,161,679)	$ 432,840	$ -
FUND BALANCE				
Beginning of year		6,594,519		
End of year		$ 432,840		

CITY OF SNELLVILLE, GEORGIA
SPLOST I CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

ASSETS	2011	2010
Cash	$ 1,946,727	$ 2,333,865
Taxes receivable	-	-
Miscellaneous receivable	-	113,039
Total Assets	$ 1,946,727	$ 2,446,904
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ 46,486	$ 58,565
Total Liabilities	46,486	58,565
Fund Balance		
Restricted for capital outlay	1,900,241	2,388,339
Total Fund Balance	1,900,241	2,388,339
Total Liabilities and Fund Balance	$ 1,946,727	$ 2,446,904

CITY OF SNELLVILLE, GEORGIA
SPLOST I CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - FROM INCEPTION
FOR THE YEARS ENDED JUNE 30, 2011

	PRIOR YEARS	CURRENT YEAR	TOTAL TO DATE	PROJECT AUTHORIZATION
REVENUES				
Intergovernmental	$ 11,810,432	$ (121,851)	$ 11,688,581	$ 11,056,158
Interest	293,381	4,240	297,621	-
Total Revenues	12,103,813	(117,611)	11,986,202	11,056,158
EXPENDITURES				
Capital Outlay				
Transportation	2,649,435	802,437	3,451,872	4,056,158
Public Safety	4,137,537	22,686	4,160,223	5,000,000
Cultural, Historic, & Recreation	2,126,278	40,142	2,166,420	2,000,000
Debt Service				
Principal	751,396	485,530	1,236,926	-
Interest	53,328	-	53,328	-
Total Expenditures	9,717,974	1,350,795	11,068,769	11,056,158
Excess of revenues over (under) expenditures	2,385,839	(1,468,406)	917,433	-
Other financing sources (uses)				
Transfers	2,500	980,308	982,808	-
Excess (deficiency) of revenues and other financing sources over (under) other financing uses	$ 2,388,339	(488,098)	$ 1,900,241	$ -
FUND BALANCE				
Beginning		2,388,339		
Ending		$ 1,900,241		

CITY OF SNELLVILLE, GEORGIA
SPLOST II CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2011 AND 2010

ASSETS	2011	2010
Cash	$ 2,031,628	$ 1,549,447
Intergovernmental receivable	456,510	447,225
Total Assets	$ 2,488,138	$ 1,996,672
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	$ -	$ -
Due to other funds	-	34,135
Total Liabilities	-	34,135
Fund Balance		
Restricted for capital outlay	2,488,138	1,962,537
Total Fund Balance	2,488,138	1,962,537
Total Liabilities and Fund Balance	$ 2,488,138	$ 1,996,672

CITY OF SNELLVILLE, GEORGIA
SPLOST II CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL - FROM INCEPTION
FOR THE YEAR ENDED JUNE 30, 2011

	PRIOR YEARS	CURRENT YEAR	TOTAL TO DATE	PROJECT AUTHORIZATION
REVENUES				
Intergovernmental	$ 3,065,489	$ 2,811,986	$ 5,877,475	$ 16,027,928
Interest	1,867	3,010	4,877	-
Total Revenues	3,067,356	2,814,996	5,882,352	16,027,928
EXPENDITURES				
Capital Outlay -				
Road, Streets and Bridges	-	-	-	2,083,631
Public Safety Facilities and Equipment	9,254	136,019	145,273	6,411,172
Recreational Facilities	1,095,565	49,151	1,144,716	5,930,332
Administrative Facilities				1,602,793
Debt Service - Public Safety				
Principal	-	942,036	942,036	-
Interest	-	181,881	181,881	-
Total Expenditures	1,104,819	1,309,087	2,413,906	16,027,928
Excess of revenues over (under) expenditures	1,962,537	1,505,909	3,468,446	-
Other financing sources (uses)				
Transfers	-	(980,308)	(980,308)	-
Excess (deficiency) of revenues and other financing sources over (under) other financing uses	$ 1,962,537	525,601	$ 2,488,138	$ -
FUND BALANCE				
Beginning		1,962,537		
Ending		$ 2,488,138		

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET ASSETS
SOLID WASTE MANAGEMENT ENTERPRISE FUND
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Current assets:		
Cash	$ 252,519	$ 226,419
Receivables (net of reserve for doubtful accounts of $85,000 in 2011 and $70,000 in 2010)		
Trade accounts	63,947	109,367
Unbilled sales	138,466	119,166
Total Current Assets	454,932	454,952
Property, plant and equipment:		
Buildings	577,673	577,673
Machinery and equipment	227,846	227,846
Vehicles	21,118	21,118
Land improvements	1,188,251	1,188,251
	2,014,888	2,014,888
Less accumulated depreciation	(574,570)	(514,696)
	1,440,318	1,500,192
Total Assets	1,895,250	1,955,144
LIABILITIES		
Current liabilities:		
Accounts payable	472,887	470,457
Customer deposits	9,642	9,140
Accrued liabilities - Payroll	11,262	9,808
Total current liabilities (payable from current assets)	493,791	489,405
Long-term obligations	-	-
Total Liabilities	493,791	489,405
NET ASSETS		
Invested in capital assets	1,440,318	1,500,192
Unrestricted	(38,859)	(34,453)
Total Net Assets	$ 1,401,459	$ 1,465,739

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
SOLID WASTE MANAGEMENT ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010

	2011	2010
OPERATING REVENUES		
Charges for services:		
Solid waste	$ 1,432,639	$ 1,444,698
Recycling	138,961	138,647
Penalties	23,649	19,911
Miscellaneous	5,283	4,952
Total Operating Revenues	1,600,532	1,608,208
OPERATING EXPENSES:		
Solid waste operations -		
Purchases of product/service	1,754,457	1,770,967
Salaries and benefits	38,191	32,091
Contracted / purchased services	6,233	4,334
Bad debt expense	15,000	8,000
Recycling operations -		
Salaries and benefits	96,458	93,874
Contracted / purchased services	75,240	52,130
Supplies	9,145	10,363
Depreciation	59,874	67,691
Total Operating Expenses	2,054,598	2,039,450
Operating Income (Loss)	(454,066)	(431,242)
NON-OPERATING INCOME (EXPENSES):		
Interest revenue	-	441
Net income (loss) before transfers and capital contributions	(454,066)	(430,801)
Transfers in	389,786	385,053
Capital contributions	-	-
NET INCOME	(64,280)	(45,748)
NET ASSETS - BEGINNING	1,465,739	1,511,487
NET ASSETS - ENDING	$ 1,401,459	$ 1,465,739

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
SOLID WASTE MANAGEMENT ENTERPRISE FUND
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

	2011	2010
Cash flows from operating activities:		
Cash received from customers and users	$ 1,627,154	$ 1,616,661
Cash paid to suppliers	(1,889,517)	(1,849,406)
Cash paid to employees	(101,323)	(100,871)
Net Cash Provided by Operating Activities	(363,686)	(333,616)
Cash flows from investing activities:		
Interest received	-	441
Net Cash Used in Investing Activities	-	441
Cash flows from non-capital financing activities:		
Transfers	389,786	385,053
Net Cash Provided by (Used in) Non-capital Financing Activities	389,786	385,053
Cash flows from capital financing activities:		
Purchase and construction of capital assets	-	-
Net Cash Provided by (Used in) Capital Financing Activities	-	-
Net increase in cash and cash equivalents	26,100	51,878
Cash and cash equivalents - Beginning of Year	226,419	174,541
Cash and cash equivalents - End of Year	$ 252,519	$ 226,419

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
SOLID WASTE MANAGEMENT ENTERPRISE FUND - CONTINUED

Reconciliation of Net Income to Net Cash Provided By Operating Activities

	2011	2010
Operating income (loss)	$ (454,066)	$ (431,242)
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	59,874	67,691
(Increase) decrease in receivables	26,120	14,892
Increase (decrease) in accounts payable	2,430	12,399
Increase (decrease) in customer deposits	502	1,561
Increase (decrease) in accrued liabilities	1,454	1,083
Total Adjustments	90,380	97,626
Net Cash Provided by Operating Activities	$ (363,686)	$ (333,616)

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF NET ASSETS
STORMWATER MANAGEMENT ENTERPRISE FUND
JUNE 30, 2011 AND 2010

	2011	2010
ASSETS		
Current Assets		
Cash	$ 609,461	$ 411,875
Receivables		
Trade accounts	25,479	21,793
Due from other funds	235	-
Prepaid tax billing fees	-	33,570
Total Current Assets	635,175	467,238
Property, Plant and Equipment		
Infrastructure	321,623	55,475
Less: Accumulated depreciation	(3,425)	(92)
Net Property, Plant and Equipment	318,198	55,383
Total Assets	953,373	522,621
LIABILITIES		
Current Liabilities		
Accounts payable	10,279	4,700
Due to other funds	-	45,845
Total Current Liabilities	10,279	50,545
Long-term Obligations	-	-
Total Liabilities	10,279	50,545
NET ASSETS		
Invested in capital assets	318,198	55,383
Unrestricted	624,896	416,693
Total Net Assets	$ 943,094	$ 472,076

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
STORMWATER MANAGEMENT ENTERPRISE FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010

	2011	2010
OPERATING REVENUES		
Charges for services:		
Stormwater utility fees	$ 526,250	$ 525,591
Penalties	4,944	999
Miscellaneous	-	-
Total Operating Revenues	531,194	526,590
OPERATING EXPENSES:		
Salaries and benefits	-	-
Contracted / purchased services	57,889	54,922
Bad debt expense	-	-
Depreciation	3,333	92
Total Operating Expenses	61,222	55,014
Operating Income (Loss)	469,972	471,576
NON-OPERATING INCOME (EXPENSES):		
Interest revenue	1,046	500
Net income (loss) before transfers and capital contributions	471,018	472,076
Transfers	-	-
NET INCOME	471,018	472,076
NET ASSETS - BEGINNING	472,076	-
NET ASSETS - ENDING	$ 943,094	$ 472,076

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
STORMWATER MANAGEMENT ENTERPRISE FUND
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

	2011	2010
Cash flows from operating activities:		
Cash received from customers and users	$ 527,508	$ 504,797
Cash paid to suppliers	(18,740)	(83,792)
Cash paid to employees	-	-
Net Cash Provided by Operating Activities	508,768	421,005
Cash flows from investing activities:		
Interest received	1,046	500
Net Cash Used in Investing Activities	1,046	500
Cash flows from non-capital financing activities:		
Increase (decrease) in due to other funds	(46,080)	45,845
Transfers	-	-
Net Cash Provided by (Used in) Non-capital Financing Activities	(46,080)	45,845
Cash flows from capital financing activities:		
Purchase and construction of capital assets	(266,148)	(55,475)
Net Cash Provided by (Used in) Capital Financing Activities	(266,148)	(55,475)
Net increase in cash and cash equivalents	197,586	411,875
Cash and cash equivalents - Beginning of Year	411,875	-
Cash and cash equivalents - End of Year	$ 609,461	$ 411,875

CITY OF SNELLVILLE, GEORGIA
STATEMENT OF CASH FLOWS
STORMWATER MANAGEMENT ENTERPRISE FUND - CONTINUED

Reconciliation of Net Income to Net Cash Provided By Operating Activities

	2011	2010
Operating income (loss)	$ 469,972	$ 471,576
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	3,333	92
(Increase) decrease in receivables	(3,686)	(21,793)
(Increase) decrease in prepaid expenses	33,570	(33,570)
Increase (decrease) in accounts payable	5,579	4,700
Increase (decrease) in customer deposits	-	-
Increase (decrease) in accrued liabilities	-	-
Total Adjustments	38,796	(50,571)
Net Cash Provided by Operating Activities	$ 508,768	$ 421,005

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STATISTICAL SECTION

STATISTICAL SECTION

This part of the City of Snellville's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall health.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	76-81
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue sources.	82-86
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	87-88
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	89-90
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	91-93

Except where noted, the information in theses schedules is derived from the City of Snellville's Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning that year.

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CITY OF SNELLVILLE, GEORGIA

NET ASSETS BY COMPONENT

Last Eight Fiscal Years

Governmental Activities	2004	2005	2006	2007	2008	2009	2010	2011
Investments in Capital Assets, Net of Related Debt	$ 1,995,367	$ 8,443,002	$ 11,340,750	$ 12,092,298	$ 15,654,341	$ 17,189,325	$ 20,227,211	$ 21,806,430
Restricted - Capital Projects	5,670,913	1,507,189	3,988,188	5,463,762	5,093,991	6,090,508	4,958,462	5,395,486
Restricted - Police Services	35,417	52,078	44,688	143,187	155,354	149,897	175,859	74,573
Restricted - Tree Bank	-	121,341	34,244	76,211	94,576	95,360	100,534	113,474
Restricted-Economic Development	-	94,439	32,312	65,585	98,028	68,108	54,166	51,670
Unrestricted	4,718,111	3,053,353	1,833,350	2,006,381	1,520,641	1,502,712	1,165,749	2,494,413
Total Governmental Activities Net Assets	12,419,808	13,271,402	17,273,532	19,847,424	22,616,931	25,095,910	26,681,981	29,936,046
Business-Type Activities								
Invested in Capital Assets, Net of Related Debt	1,028,014	1,822,800	1,743,096	1,675,365	1,637,483	1,567,883	1,555,575	1,758,516
Unrestricted	(77,052)	(108,603)	53,369	21,722	32,548	(56,396)	382,240	586,037
Total Business-Type Activities Net Assets	950,962	1,714,197	1,796,465	1,697,087	1,670,031	1,511,487	1,937,815	2,344,553
Primary Government								
Invested in Capital Assets, Net of Related Debt	3,023,381	10,265,802	13,083,846	13,767,663	17,291,824	18,757,208	21,782,786	23,564,946
Restricted	5,706,330	1,775,047	4,099,432	5,748,745	5,441,949	6,403,873	5,289,021	5,635,203
Unrestricted	4,641,059	2,944,750	1,886,719	2,028,103	1,553,189	1,446,316	1,547,989	3,080,450
Total Primary Government Assets	$ 13,370,770	$ 14,985,599	$ 19,069,997	$ 21,544,511	$ 24,286,962	$ 26,607,397	$ 28,619,796	$ 32,280,599

CITY OF SNELLVILLE, GEORGIA

CHANGES IN NET ASSETS

Last Eight Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011
Expenses								
Governmental Activities								
General Government	$ 950,407	$ 965,723	$ 1,320,940	$ 1,573,842	$ 1,690,679	$ 1,628,287	$ 1,573,221	$ 1,669,534
Public Safety and Courts	3,040,722	3,519,768	4,504,231	4,939,587	5,392,175	5,356,421	5,277,044	4,648,019
Highways and Streets	857,388	1,111,855	1,009,325	2,199,627	1,158,273	1,063,138	1,045,251	1,186,131
Parks and Recreation	841,391	825,503	888,315	919,279	919,401	954,721	833,980	698,355
Econominc Developmemt	51,160	35,573	41,022	36,259	32,598	31,044	-	71,114
Community Development	490,669	477,414	503,358	677,896	570,221	577,474	516,531	627,116
Interest on Long-Term Debt	258,656	255,025	249,730	245,645	249,535	241,132	338,885	403,352
Total Governmental Activities Expenses	6,490,393	7,190,861	8,516,921	10,592,135	10,012,882	9,852,217	9,584,912	9,303,621
Business-Type Activities								
Solid Waste Management	1,968,466	2,141,268	1,887,996	1,978,372	1,916,075	1,905,027	1,815,392	1,813,881
Recycling	-	-	240,707	231,549	246,859	241,754	224,058	240,717
Storm Water Utilities	-	-	-	-	-	-	55,014	61,222
Total Business-Type Activities Expenses	1,968,466	2,141,268	2,128,703	2,209,921	2,162,934	2,146,781	2,094,464	2,115,820
Primary Government								
Total Primary Government Expenses	8,458,859	9,332,129	10,645,624	12,802,056	12,175,816	11,998,998	11,679,376	11,419,441
Program Revenues								
Governmental Activities								
Charges for Service								
General Government	68,618	10,787	4,344	38,612	123,816	135,971	97,737	46,180
Public Safety and Courts	525,512	1,029,778	2,547,897	2,719,764	2,695,115	2,513,666	1,830,610	1,792,285
Highways and Streets	4,432	9,045	1,000	-	5,731	-	-	1,946
Parks and Recreation	328,627	347,829	379,952	363,855	355,232	257,469	277,540	216,451
Econominc Developmemt	-	-	-	-	-	47,336	-	-
Community Development	672,828	735,409	504,996	495,718	297,024	270,249	313,518	375,477
Operating Grants and Contributions	102,292	158,766	23,092	19,877	-	109,045	2,450	79,886
Capital Grants and Contributions	937,804	1,450,709	3,104,413	3,544,320	3,100,139	2,687,382	2,503,274	2,744,430
Total Governmental Activities Program Revenues	2,640,113	3,742,323	6,565,694	7,182,146	6,577,057	6,021,118	5,025,129	5,256,655
Business-Type Activities								
Charges for Service								
Solid Waste Management	1,657,396	1,864,602	1,655,098	1,726,522	1,654,217	1,539,724	1,469,561	1,461,571
Recycling	-	-	98,199	151,945	226,031	115,436	138,647	138,961
Stormwater Utility Fees	-	-	-	-	-	-	526,590	531,194
Operating grants and contributions	-	-	-	-	-	-	-	-
Capital Grants and Contributions	50,000	-	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	1,707,396	1,864,602	1,753,297	1,878,467	1,880,248	1,655,160	2,134,798	2,131,726
Total Primary Government Program Revenues	4,347,509	5,606,925	8,318,991	9,060,613	8,457,305	7,676,278	7,159,927	7,388,381

Net (Expense) Revenue								
Governmental Activities	$ (3,850,280)	$ (3,448,538)	$ (1,951,227)	$ (3,409,989)	$ (3,435,825)	$ (3,831,099)	$ (4,559,783)	$ (4,046,966)
Business-Type Activities	(261,070)	(276,666)	(375,406)	(331,454)	(282,686)	(491,621)	40,334	15,906
Total Primary Government Net (Expense)	(4,111,350)	(3,725,204)	(2,326,633)	(3,741,443)	(3,718,511)	(4,322,720)	(4,519,449)	(4,031,060)
General Revenue and Other Changes in Net Assets								
Governmental Activities								
Taxes								
Property	2,362,289	2,460,951	2,544,720	2,814,036	3,004,571	3,507,366	3,438,809	4,388,127
Other	2,498,703	2,645,452	2,848,178	2,913,345	3,074,341	2,987,958	3,018,410	3,212,836
Hotel/Motel	61,238	64,558	78,776	80,228	69,120	62,794	62,022	68,499
Other Local Revenue	62,695	19,670	1,568	20,652	-	14,292	-	5,098
Gain(Loss) on Sale of Assets	(49,784)	685	863,710	182,751	-	-	-	-
Transfers	(865,005)	(1,039,772)	(457,499)	(227,074)	(251,285)	(331,985)	(385,053)	(389,786)
Unrestricted Investment Earnings	152,384	148,588	73,904	199,943	308,585	69,653	11,666	16,257
Total Governmental Activities	4,222,520	4,300,132	5,953,357	5,983,881	6,205,332	6,310,078	6,145,854	7,301,031
Business-Type Activities								
Transfers	865,005	1,039,772	457,499	227,074	251,285	331,985	385,053	389,786
Unrestricted Investment Income	99	129	175	5,002	4,345	1,092	941	1,046
Total Business-Type Activities	865,104	1,039,901	457,674	232,076	255,630	333,077	385,994	390,832
Total Primary Government	5,087,624	5,340,033	6,411,031	6,215,957	6,460,962	6,643,155	6,531,848	7,691,863
Change in Net Assets								
Governmental Activities	372,240	851,594	4,002,130	2,573,892	2,769,507	2,478,979	1,586,071	3,254,065
Business Type Activities	604,034	763,235	82,268	(99,378)	(27,056)	(158,544)	426,328	406,738
Total Primary Government	$ 976,274	$ 1,614,829	$ 4,084,398	$ 2,474,514	$ 2,742,451	$ 2,320,435	$ 2,012,399	$ 3,660,803

CITY OF SNELLVILLE, GEORGIA

FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Nonspendable										
Prepaid Items	$ -	$ 109,090	$ -	$ 124,799	$ 98,924	$ 102,454	$ 101,825	$ 117,282	$ 118,832	$ 143,720
Restricted										
Police Services	-	-	35,417	-	-	-	-	-	-	-
Assigned										
Appropriation for Next Year Buc	2,119,759	1,800,777	2,589,881	1,556,465	1,266,667	853,406	192,560	72,821	-	352,046
Unassigned	2,194,510	2,554,323	1,724,058	263,163	350,562	973,458	1,183,946	1,324,605	1,249,808	1,964,895
Total General Fund	4,314,269	4,464,190	4,349,356	1,944,427	1,716,153	1,929,318	1,478,331	1,514,708	1,368,640	2,460,661
All Other Governmental Funds										
Restricted										
Capital Projects	-	-	5,586,250	1,598,189	3,988,188	5,463,762	5,093,991	6,090,508	11,552,981	5,395,486
Police Services	-	-	-	52,078	44,688	143,187	155,354	149,897	175,859	74,573
Tree Bank	-	-	-	121,341	34,244	76,211	94,576	95,360	100,534	113,474
Economic Development	-	-	-	94,439	32,312	65,585	98,028	68,108	54,166	51,670
Total All Other Governmental Funds	$ -	$ -	$ 5,586,250	$ 1,866,047	$ 4,099,432	$ 5,748,745	$ 5,441,949	$ 6,403,873	$ 11,883,540	$ 5,635,203

CITY OF SNELLVILLE, GEORGIA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Taxes	$ 4,436,019	$ 4,850,757	$ 4,925,056	$ 5,145,344	$ 5,458,805	$ 5,795,991	$ 6,119,087	$ 6,564,720	$ 6,417,824	$ 7,635,289
Licenses and Permits	545,379	449,827	622,814	589,342	432,045	397,228	228,947	237,171	267,032	315,929
Intergovernmental Revenue	1,314,188	644,131	1,374,401	1,609,603	3,221,755	3,497,244	3,095,619	2,824,667	2,482,026	2,770,021
Charges for Services	1,598,284	255,033	277,732	326,445	350,509	382,735	376,785	311,109	291,507	291,923
Fines and Forfeitures	729,243	752,173	567,900	909,327	2,489,006	2,644,748	2,606,622	2,398,816	1,762,208	1,716,189
Tree Bank Bonds	-	-	-	80,480	24,425	41,300	15,580	-	7,500	15,000
Investment Income	232,843	123,633	147,936	148,589	73,903	199,944	295,811	69,653	32,913	23,507
Rental Income	102,846	186,528	130,713	90,833	83,941	87,504	106,841	165,003	90,993	77,520
Other Local Revenue	468,256	219,028	173,311	169,970	102,953	115,363	149,691	112,752	124,996	42,242
Total All Governmental Funds	9,427,058	7,481,110	8,219,863	9,069,933	12,237,342	13,162,057	12,994,983	12,683,891	11,476,999	12,887,620
Expenditures										
General Government	668,571	787,114	875,982	1,252,002	1,122,967	1,286,519	1,347,061	1,342,651	1,250,068	1,352,978
Municipal Court	379,245	165,165	156,063	408,591	813,313	798,817	841,129	903,543	793,820	715,079
Public Safety	2,524,134	2,689,144	2,772,346	2,999,829	3,523,221	3,948,170	4,311,484	4,162,181	3,906,813	3,714,830
Sanitation	1,923,966	-	-	-	-	-	-	-	-	-
Highways and Streets	1,045,124	746,772	1,157,570	1,365,399	808,534	1,018,602	884,148	882,089	944,370	952,300
Parks and Recreation	761,516	782,282	784,016	772,144	828,576	835,054	849,579	800,836	746,899	650,780
Tree Bank	-	-	-	244	3,116	654	-	22	2,625	2,238
Economic Development	-	-	51,160	35,573	41,022	50,411	27,648	25,118	26,248	71,114
Community Development	536,662	420,471	495,320	476,283	487,818	659,472	568,873	617,907	486,681	609,643
Debt Service										
Principal	-	-	255,000	260,000	265,000	273,900	328,194	336,321	1,100,133	1,788,822
Interest, Fees and Bond Issue Cost	-	-	489,380	236,657	231,362	227,277	231,102	222,763	325,378	382,807
Capital Outlay										
General Government	59,689	150,851	1,035,282	6,348,571	2,515,915	172,111	195,078	27,381	-	697,450
Public Safety	256,347	247,666	90,703	-	146,561	342,590	2,874,650	800,856	1,162,008	5,245,637
Highways and Streets	180,877	574,846	327,256	-	297,836	1,757,595	1,115,236	466,079	124,329	2,056,198
Parks and Recreation	1,065,886	316,206	68,631	-	42,264	208,553	187,442	769,704	2,393,975	89,293
Development	27,718	-	-	-	-	-	-	-	-	22,431
Sanitation	28,643	-	-	-	-	-	-	-	-	-
Court	-	9,241.0	-	-	-	-	-	7,022.0	-	-
Total Expenditures	9,458,378	6,889,758	8,558,709	14,155,293	11,127,505	11,579,725	13,761,624	11,364,473	13,263,347	18,351,600
Excess (Deficit) of Revenue Over Expenditures	(31,320)	591,352	(338,846)	(5,085,360)	1,109,837	1,582,332	(766,641)	1,319,418	(1,786,348)	(5,463,980)
Other Financing Sources (Uses)										
Sale of Capital Assets	8,150	-	-	-	1,352,773	454,554	18,803	10,868	-	-
Proceeds from Long-Term Debt	-	-	6,795,000	-	-	52,666	241,340	-	7,505,000	697,450
Discount on Debt Issue	-	-	(119,733)	-	-	-	-	-	-	-
Capital Contribution to Stormwater Fund	-	-	-	-	-	-	-	-	-	-
Transfers in (out)	-	(445,726)	(865,005)	(1,039,772)	(457,499)	(227,074)	(251,285)	(331,985)	(385,053)	(389,786)
Total Other Financing Sources (Uses)	8,150	(445,726)	5,810,262	(1,039,772)	895,274	280,146	8,858	(321,117)	7,119,947	307,664
Net Change in Fund Balance	(23,170)	145,626	5,471,416	(6,125,132)	2,005,111	1,862,478	(757,783)	998,301	5,333,599	(5,156,316)
Fund Balance Beginning	4,337,439	4,314,269	4,464,190	9,935,606	3,810,474	5,815,585	7,678,063	6,920,280	7,918,581	13,252,180
Net Residual Equity Transfer	-	4,295	-	-	-	-	-	-	-	-
Fund Balance ending	4,314,269	4,464,190	9,935,606	$ 3,810,474	$ 5,815,585	$ 7,678,063	$ 6,920,280	$ 7,918,581	$ 13,252,180	$ 8,095,864
Debt Service Expenditures to Noncapital Expenditures	0.00%	0.00%	7.78%	7.01%	5.67%	4.82%	5.84%	5.95%	14.84%	20.93%

CITY OF SNELLVILLE, GEORGIA

General Government Tax Revenue By Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Real and Personal	Motor Vehicle	(1) SPLOST	Franchise	Alcohol Beverage	Insurance Premium	Business Occupation	Other Tax	Total
2002	$ 2,015,483	$ 204,493	$ -	$ 750,515	$ 292,253	$ 578,304	$ 544,113	$ 50,858	$4,436,019
2003	2,232,769	174,319	-	785,434	328,452	611,826	587,263	130,694	4,850,757
2004	2,213,368	158,342	-	818,014	327,215	659,404	620,696	128,017	4,925,056
2005	2,306,115	137,540	717,226	849,972	313,668	714,615	701,972	121,462	5,862,570
2006	2,400,754	136,030	3,000,504	899,860	322,612	768,832	775,431	155,286	8,459,309
2007	2,666,424	135,993	3,079,878	935,860	319,242	804,465	801,644	132,363	8,875,869
2008	2,840,896	139,567	2,972,084	946,039	319,182	839,218	925,536	108,649	9,091,171
2009	3,379,548	134,417	2,669,797	986,343	314,496	859,168	808,229	82,519	9,234,517
2010	3,229,704	128,803	2,436,432	1,057,012	313,390	851,107	755,868	81,940	8,854,256
2011	4,200,016	160,793	2,690,135	1,240,493	314,661	826,372	788,894	104,060	10,325,424

(1) For the purposes of this schedule SPLOST (Special Local Option Sales Tax) has been included as a tax. However, for reporting purposes in the financial statements SPLOST receipts are reported as an intergovernmental revenue.

CITY OF SNELLVILLE, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF ALL TAXABLE PROPERTY

Last Ten Fiscal Years

Tax Digest Year	Real Property		Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2002	329,438,170	234,780,590	44,479,310	159,010	16,207,180	592,649,900	4.000	1,481,624,750	40.00%
2003	355,319,410	240,123,940	44,241,430	33,860	16,915,840	622,802,800	3.750	1,557,007,000	40.00%
2004	385,891,380	253,249,110	42,257,340	86,650	17,134,000	664,350,480	3.650	1,660,876,200	40.00%
2005	407,247,211	264,642,360	39,936,790	239,890	18,290,540	693,775,711	3.650	1,734,439,278	40.00%
2006	435,996,438	307,578,536	36,936,770	840	17,434,840	763,077,744	3.650	1,907,694,360	40.00%
2007	472,489,482	329,873,241	38,477,090	5,400	19,225,791	821,619,422	3.650	2,054,048,555	40.00%
2008	488,590,082	343,172,382	38,628,940	4,560	19,160,640	851,235,324	4.150	2,128,088,310	40.00%
2009	483,824,820	334,371,428	38,550,920	597,680	18,120,000	839,224,848	4.150	2,098,062,120	40.00%
2010	415,928,984	318,011,258	31,946,200	6,160	18,357,560	747,535,042	5.900	1,868,837,605	40.00%
2011	366,405,720	312,756,140	31,621,250	6,160	18,364,240	692,425,030	5.700	1,731,062,575	40.00%

Source: Gwinnett County Tax Assessors Office

CITY OF SNELLVILLE, GEORGIA

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

Digest Year	City of Snellville	County					School District			State of Georgia	Total Direct & Overlapping Rates
	Operating Millage	Operating Millage	Debt Service Millage	Fire Protection	Recreation	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	Operating Millage	
2002	4.00	8.30	0.30	1.87	0.85	11.32	18.62	1.68	20.30	0.25	35.87
2003	3.75	8.29	0.49	1.87	0.85	11.50	18.87	1.43	20.30	0.25	35.80
2004	3.65	8.27	0.49	1.87	0.84	11.47	18.87	1.43	20.30	0.25	35.67
2005	3.65	10.14	0.49	-	0.84	11.47	19.25	1.30	20.55	0.25	35.92
2006	3.65	10.00	0.48	-	0.82	11.30	19.25	1.30	20.55	0.25	35.75
2007	3.65	9.81	0.47	-	0.80	11.08	19.25	1.30	20.55	0.25	35.53
2008	4.15	9.72	0.46	-	0.79	10.97	19.25	1.30	20.55	0.25	35.92
2009	4.15	11.78	0.47	-	1.00	13.25	19.25	1.30	20.55	0.25	38.20
2010	5.90	11.78	0.47	-	1.00	13.25	19.25	1.30	20.55	0.25	39.95
2011	5.70	11.78	0.24	-	1.00	13.02	19.25	1.30	20.55	0.25	39.52

Source: Gwinnett County Tax Assessors Office

CITY OF SNELLVILLE, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
Current Year and Eight Years Ago

	2010				2002		
Taxpayer	Nature of Business	Rank	Assessed Valuation	% of Total City Taxes Levied	Rank	Assessed Valuation	% of Total City Taxes Levied
DDR Southeast Snellville LLC	Real Estate	1	$10,800,000	1.52%			
KIR Snellville LP	Real Estate	2	9,000,000	1.26%	3	10,923,160	1.94%
Ventas Center MOB LLC	Medical Facilities	3	7,280,000	1.02%			
GRI-EOY (Presidential Markets) LLC	Real Estate	4	7,240,880	1.02%			
Eastside Medical Center	Medical Facilities	5	6,191,560	0.87%			
Wal-Mart Real Estate Business Trust	Retail Services	6	5,421,000	0.76%	5	5,706,320	1.01%
GRI-EOY (Presidential Markets) LLC	Real Estate	7	4,170,200	0.59%			
Lowe's Home Centers Inc	Retail Services	8	4,090,240	0.58%			
Ventas Plaza MOB LLC	Medical Facilities	9	3,769,920	0.53%			
C T Plaza LLC	Real Estate	10	3,560,000	0.50%			
Cousins Properties	Real Estate				1	13,293,720	2.36%
Snellville Associates Limited	Real Estate				2	12,030,120	2.13%
Atlanta Healthcare Management	Medical Facilities				4	10,000,000	1.77%
KR Snellville Inc.	Real Estate				6	4,783,180	0.85%
Eastside Physicians Center LP	Medical Facilities				7	4,640,000	0.82%
Sams Real Estate Business Trust	Retail Services				8	3,913,280	0.69%
Excel Realty Partners LP	Real Estate				9	3,799,880	0.67%
Dayton Hudson Corp	Retail Services				10	3,150,280	0.56%
Totals			$61,523,800	8.65%		$72,239,940	12.80%

Source: Gwinnett County Tax Commissioner

CITY OF SNELLVILLE, GEORGIA

PROPERTY TAXES LEVIES AND COLLECTIONS

Last Eight Fiscal Years

Fiscal Year	Levy	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Collected Amount	Percent of Levy		Amount	Percent of Levy
2004	2,203,943	2,196,439	99.66%	6,071	2,202,510	99.93%
2005	2,300,646	2,269,108	98.63%	29,321	2,298,429	99.90%
2006	2,476,074	2,432,384	98.24%	38,917	2,471,301	99.81%
2007	2,920,726	2,864,490	98.07%	50,507	2,914,997	99.80%
2008	3,233,410	3,179,067	98.32%	47,904	3,226,971	99.80%
2009	3,370,193	3,297,749	97.85%	62,391	3,360,140	99.70%
2010	3,318,877	3,175,502	95.68%	115,482	3,290,984	99.16%
2011	4,206,021	4,064,465	96.63%	-	4,064,465	96.63%

Source: City's Finance Department

CITY OF SNELLVILLE, GEORGIA

Sales Tax Rates and Taxable Sales

Last Seven Fiscal Years

Fiscal Year		(1)(2) Taxable Sales Within Gwinnett County	Special Purpose (3) City/ County	Special Purpose School System	State	Total
2005	(4)	3,567,915,700	1%	0%	4%	5%
2006		14,926,321,100	1%	0%	4%	5%
2007		15,321,175,400	1%	0%	4%	5%
2008		14,784,942,900	1%	1%	4%	6%
2009		15,321,175,400	1%	1%	4%	6%
2010		14,784,942,900	1%	1%	4%	6%
2011		13,186,936,300	1%	1%	4%	6%

(1) Prescription drugs and services are not taxable.

(2) Calculated based on sales taxes collected by the city.

(3) The City of Snellville receives 2.04% of Special Purpose Local Option Sales Taxes collected for the 2009 SPLOST and 2.01% for the 2005 SPLOST.

(4) Represents a partial year of collections.

CITY OF SNELLVILLE, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities: Certificates of Participation	Governmental Activities: Capital Leases	Total Primary Government	% of Personal Income (1)	Per Capita (1)
2002	$ -	$ -	$ -	0.00%	$ -
2003	-	-	-	0.00%	-
2004	6,540,000	-	6,540,000	1.35%	371.36
2005	6,280,000	-	6,280,000	1.20%	335.04
2006	6,015,000	-	6,015,000	1.10%	307.39
2007	5,745,000	48,766	5,793,766	1.06%	296.08
2008	5,470,000	236,978	5,706,978	1.04%	289.74
2009	5,190,000	180,657	5,370,657	0.93%	260.28
2010	4,900,000	6,875,525	11,775,525	2.57%	645.52
2011	4,600,000	6,084,153	10,684,153	2.25%	585.69

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

CITY OF SNELLVILLE, GEORGIA

LEGAL DEBT MARGIN TABLE

Last Ten Fiscal Years

Year	Assessed Value	Percentage	Debt Limit	Net Amount Appliciable	Legal Debt Margin	Total Net Applicipable to Limit as Percentage of Debt Limit
2002	592,649,900	10.00%	59,264,990	-	59,264,990	0.00%
2003	622,802,800	10.00%	62,280,280	-	62,280,280	0.00%
2004	664,350,480	10.00%	66,435,048	-	66,435,048	0.00%
2005	693,775,711	10.00%	69,377,571	-	69,377,571	0.00%
2006	763,077,744	10.00%	76,307,774	-	76,307,774	0.00%
2007	821,619,422	10.00%	82,161,942	-	82,161,942	0.00%
2008	851,235,324	10.00%	85,123,532	-	85,123,532	0.00%
2009	839,224,848	10.00%	83,922,485	-	83,922,485	0.00%
2010	747,535,042	10.00%	74,753,504	-	74,753,504	0.00%
2011	692,425,030	10.00%	69,242,503	-	69,242,503	0.00%

CITY OF SNELLVILLE, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population	Per Capita Income (1)	Media Age (1)	School Enrollment	Unemployment Rate
2001	15,916 (4)	$25,992 (1)	38.9 (1)	4,406 (2)	3.30% (3)
2002	16,481 (7)	$26,479 (7)	39.3 (7)	4,574 (2)	4.50% (3)
2003	17,046 (7)	$26,966 (7)	39.8 (7)	4,847 (2)	4.40% (3)
2004	17,611 (7)	$27,445 (7)	40.2 (7)	5,099 (2)	4.20% (3)
2005	18,744 (5)	$27,940 (4)	40.6 (4)	5,581 (2)	4.60% (3)
2006	19,568 (4)	$27,940 (4)	40.6 (4)	5,986 (2)	4.20% (3)
2007	19,568 (4)	$27,940 (4)	40.6 (4)	5,993 (2)	4.10% (3)
2008	19,697 (5)	$27,940 (4)	40.6 (4)	5,897 (2)	5.70% (3)
2009	20,634 (1)	$27,940 (4)	40.6 (4)	5,866 (2)	8.80% (3)
2010	18,242 (1)	$25,083 (1)	41.2 (1)	3,764 (2)	9.20% (3)
2011	18,242 (1)	$25,992 (7)	41.2 (7)	3,764 (2)	10.30% (3)

(1) Bureau of Census
(2) Gwinnett County Board of Education
(3) US Bureau of Labor Statistics (Gwinnett County)
(4) Averaged by US Census American Community Survey
(5) Atlanta Regional Commission Estimates
(6) Gwinnett County Chamber of Commerce
(7) City of Snellville Estimates

CITY OF SNELLVILLE, GEORGIA

PRINCIPAL EMPLOYERS

As Available from City of Snellville Public Records

Employer	2011 Number of Employees	Rank	Percentage of Total Employment	Employer	2006 (2) Number of Employees	Rank	Per Total E
Eastside Medical Center	1,500	1	NA (1)	Emory Eastside Medical Center	1,190	1	
Gwinnett County School Board	480	2	NA (1)	E.R Snell Contractors	600	2	
Wal-Mart	450	3	NA (1)	Wal-Mart	470	3	
Parkwood Nursing Home	200	4	NA (1)	The Home Depot	166	4	
Publix	200	5	NA (1)	Sam's Club	160	5	
Target	170	6	NA (1)	Target	160	6	
New London Health Center	150	7	NA (1)	Lowe's	150	7	
Home Depot	150	8	NA (1)	City of Snellville	115	8	
Lowes	150	9	NA (1)	Best Buy	109	9	
K-mart	130	10	NA (1)	TOMCO	94	10	
Khols	130	10	NA (1)				
Total Principal Employers	3,710		NA (1)				
Total Employees	NA (1)						

Source: City of Snellville Community Development

(1) Total employment numbers have not been recorded in the past. Employment data will be collected in the future.

(2) City of Snellville Comprehensive Plan

CITY OF SNELLVILLE, GEORGIA

FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION

Full-time Equivalent Employees as of June 30

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government	10.5	9.5	8.0	12.5	13.0	14.0	18.0	14.5	11.5	14.0
Public Safety	50.0	49.0	47.0	53.0	53.0	58.0	57.0	60.0	56.0	53.0
Public Works	15.0	14.0	14.0	7.0	7.0	9.0	9.0	10.0	9.0	9.0
Parks and Recreation	15.0	14.0	10.0	11.0	11.0	11.0	12.0	12.0	8.0	8.0
Community Development	5.0	5.0	6.0	6.0	6.0	7.0	6.0	6.0	6.0	5.0
Sanitation	4.5	3.5	3.5	4.5	4.5	4.5	4.5	4.0	4.0	4.0
Stormwater Utility	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.0	1.0
Total	100.0	95.0	88.5	94.0	94.5	103.5	106.5	106.5	95.5	94.0

CITY OF SNELLVILLE, GEORGIA

OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Police										
Physical Arrests	915	995	866	1,337	1,413	1,724	1,844	2,018	1,775	1,868
Parking Violations	9	14	56	33	51	45	47	15	13	76
Traffic Violations	3,795	3,029	6,727	6,541	10,057	10,472	11,214	14,008	11,514	14,211
Red Light Camera Tickets	-	-	-	-	5,844	18,708	15,811	11,207	974	-
Sanitation Tonnage	*	*	*	*	24,385	24,126	25,758	25,905	24,492	24,675
Recycling Center Revenue	58,695	66,015	73,515	88,904	122,940	101,779	155,545	229,806	119,016	140,811
Recycling Center Tonnage	1,569	1,872	2,029	2,303	2,248	2,306	2,815	1,944	1,582	1,443

Sources: Various City Departments.

Note 1: No operating indicators are available for the General Government Functions.
* Data not available

CITY OF SNELLVILLE, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	35	35	35	40	40	40	46	41	41	41
Parks and Culture										
Passive Parks	-	1	1	1	1	1	1	2	2	2
Active Parks	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Cemetery	1	1	1	1	1	1	1	1	1	1
Recycling Center	1	1	1	1	1	1	1	1	1	1

Sources: Various City Departments.