

Fairburn, GA, City of (GA)

- 1 City of Fairburn, Georgia, Combined Public Utility Revenue Bonds, Series 2014, \$4,610,000, Dated: September 25, 2014
- 2 South Fulton Municipal Regional Water and Sewer Authority (Georgia) Revenue Refunding Bonds, Series 2014, \$34,585,000 Dated: July 1, 2014
- 3 City of Fairburn Combined Public Utility Taxable Refunding Revenue Bonds, Series 2013, \$9,310,000 Dated: September 26, 2013
- 4 Downtown Development Authority of Fairburn Revenue Bonds (Educational Campus Project), Series 2011, \$15,280,000 Dated: September 20, 2011
- 5 City of Fairburn, Georgia General Obligation Bonds, Series 2011, \$10,415,000 Dated: March 9, 2011

THE SYSTEM

Series 2014, 2013

Electricity Rates and Connection Fees

Residential Rates:			
Service Charge:	10		
		Summer Rate:	Winter Rate:
First 500 KWHs		9.3¢	9.3¢
Next 500 KWHs		10.7¢	8.7¢
Over 1000 KWHs		11.5¢	8.1¢
Commercial Rates:			
Service Charge:	15		
First 3,000 KWHs		13.9¢	11.9¢
Next 7,000 KWHs		11.9¢	11.9¢
Next 190,000 KWHs		11.9¢	11.9¢
Over 200, 000 KWHs		11.9¢	11.9¢

Series 2014, 2013

Number of Electric Customers

Year	Residential	Commercial/ Industrial	Total Customers
2016	2775	422	3197

Series 2014, 2013

Largest Electric Customers

Fiscal Year Ended September 30, 2016

Customer	Total Annual Billing
US Foods	\$720,708
Adesa Car Auction	\$253,486
City of Fairburn	\$278,731
Landmark Christian	\$185,394
Food Depot	\$179,570
Impreglon	\$165,809
Exel (SC Johnson)	\$125,423
AT&T	\$147,266
Campbell Elem	\$127,411
Electrolux	\$129,112

Water and Sewer Rates and Tap Fees

Water Billing Rates		Sewer Billing Rates	
Class	Rates	Class	Rates
<u>Single Family Inside</u>		<u>Single Family Inside</u>	
Base Charge	8.32	Base Charge	8.85
Supply Charge	5.1	Volume Charge	1.66
Delivery Charge		Collection Charge	
First 4,000 Gallons	2.95	First 4,000 Gallons	4.05
4,001 – 8,000 Gallons	4.43	4,001 – 8,000 Gallons	6.08
Over 8,000 Gallons	5.9	Over 8,000 Gallons	8.1
<u>Single Family Outside</u>		<u>Single Family Outside</u>	
Base Charge	12.48	Base Charge	13.28
Supply Charge	5.1	Volume Charge	1.66
Delivery Charge		Collection Charge	
First 4,000 Gallons	4.43	First 4,000 Gallons	6.08
4,001 – 8,000 Gallons	6.65	4,001 – 8,000 Gallons	9.12
Over 8,000 Gallons	8.85	Over 8,000 Gallons	12.15
<u>Multi-Family Inside</u>		<u>Multi-Family Inside</u>	
Base Charge	4.16	Base Charge	4.43
Supply Charge	5.1	Volume Charge	1.66
Delivery Charge		Collection Charge	
First 4,000 Gallons	2.95	First 4,000 Gallons	4.05
4,001 – 8,000 Gallons	4.43	4,001 – 8,000 Gallons	6.08
Over 8,000 Gallons	5.9	Over 8,000 Gallons	8.1
<u>Multi-Family Outside</u>		<u>Multi-Family Outside</u>	
Base Charge	6.24	Base Charge	6.65
Supply Charge	5.1	Volume Charge	1.66
Delivery Charge		Collection Charge	
First 4,000 Gallons	4.43	First 4,000 Gallons	6.08
4,001 – 8,000 Gallons	6.65	4,001 – 8,000 Gallons	9.12
Over 8,000 Gallons	8.85	Over 8,000 Gallons	12.15
<u>Commercial Inside</u>		<u>Commercial Inside</u>	
Base Charge	16.64	Base Charge	17.7
Supply Charge	5.1	Volume Charge	1.66
Delivery Charge		Collection Charge	
Summer (May-October)	5.9	Summer (May-October)	8.1
Winter (November-April)	4.43	Winter (November-April)	6.08
<u>Commercial Outside</u>			
Base Charge	24.96		
Supply Charge	5.1		
Delivery Charge			
Summer (May-October)	8.85		
Winter (November-April)	6.65		
<u>Commercial Irrigation</u>			
Base Charge	8.32		
Supply Charge	5.1		
Delivery Charge			
All Gallons	5.9		

Water and Sewer Tap Fees for Residential and Commercial

	Water	Sewer
1"	\$2,700 / \$3,150	3,500
2"	5,400	9,600
3"	8,100	18,100
4"	10,800	30,200
6"	16,200	60,300
8"	21,600	96,600

Series 2014, 2013

Historical Water System Demands

Fiscal Year Ended September 30,

	2016
Average Daily Demand (GPD)	886431
Maximum Daily Demand (GPD)	990111
(Based on Peak Month)	July

Series 2014, 2013

Number of Water and Sewerage Customers

	Water			Sewer
	Residential	Commercial/ Industrial	Total	Total
Year				
2016	3,648	592	4,240	4,065

Series 2014, 2013

Largest Water and Sewer Customers

Fiscal Year Ended September 30, 2016

LARGEST WATER CUSTOMERS	
Customers	Total Annual Billing
City of Fairburn	\$157,777
CFI Harbor Lakes, LLC	\$149,451
Orchard Springs Apts.	\$103,759
Goldoller Real Estate	\$89,187
US Food Service	\$85,309
ROC II Ga Oakley Park LLC	\$83,850
Cambridge Faire Apts	\$70,276
Adesa Corp.	\$67,761
Landmark Christian School	\$48,213
CSX Transportation, Inc.	\$47,393
LARGEST SEWER CUSTOMERS	
Customer	Total Annual Billing
CFI Harbor Lakes, LLC	\$108,935
Tow of Tyrone	\$98,917
Orchard Springs Apts.	\$88,755
ROC II Ga Oakley Park LLC	\$72,987
US Food Service	\$61,010
Goldoller Real Estate	\$59,271
Cambridge Faire Apts	\$50,494
Ashford Town & Country Apts.	\$35,130
George Green Oil, Inc.	\$33,593
Cracker Barrell, Inc. #700	\$32,998

SYSTEM FINANCIAL INFORMATION

Series 2014, 2013
Five Year Operating History
City of Fairburn, GA

Fiscal Year Ended September 30,

Water and Sewer Fund Summary of Operating Results

	2012	2013	2014	2015	2016
Operating Revenues					
Charges for Services	5,900,284	5,778,762	6,146,737	6,769,840	6,490,982
Miscellaneous Income					
Total Operating Revenues	5,900,284	5,778,762	6,146,737	6,769,840	6,490,982
Expenses					
Cost of Sales	2,315,769	2,349,639	2,616,028	2,123,027	2,384,228
General Operating Expenses	588,890	808,439	800,730	866,101	978,557
Personnel Services					
Administrative Expenses					
Depreciation Expense	563,373	538,587	591,732	723,657	726,213
Other Operating Expenses					
Total Operating Expenses	3,468,032	3,696,665	4,008,490	3,712,785	4,088,998
Net Operating Income (Loss)	2,432,252	2,082,097	2,138,247	3,057,055	2,401,984
Nonoperation Revenues (Expenses)					
Interest on Investments	821	797	856	26,035	23,074
Intergovernmental Revenue					
Interest Expense	(1,329,085)	(1,326,276)	(1,477,571)	(1,603,394)	(1,631,746)
Net gain on disposition of assets					
Interest on Notes Receivable					
Capital Lease Interest					
Interest on Bonds					
Amortization-Cost of Issuance	-	3,700	(155,206)	(5,181)	-
Amortization-Series 2000 Bonds Ref.					
Bad Debt Expense					
GEFA Interest					
Total Non-op. Revenues (Expenses)	(1,328,264)	(1,321,779)	(1,631,921)	(1,582,540)	(1,608,672)
Income Before Operating Transfers					
Transfers In				Capital Contributions	1,553,000.00
Transfers Out (Unspecified)					
Transfer From (To) General Fund					
Transfers to E-911 Fund					
Transfer to Telecom Fund					
Total Transfers Out	(50,000)	(400,000)	(1,000,000)	(200,000)	(200,000.00)
Net Income (Loss)	1,053,988	360,318	(493,674)	1,274,515	2,146,312
Total Net Assets, Beginning of Year					
Prior Period Adjustment					
Total Net Assets, Beg. of Year, Restated	6,703,894	7,617,670	7,977,988	7,415,734	8,528,423.00
Total Net Assets, End of Year	7,757,882	7,977,988	7,484,314	8,690,249	10,674,735.00

Electric Fund Summary of Operating Results

	2012	2013	2014	2015	2016
Operating Revenues					
Charges for Services	7,631,853	7,842,528	8,522,802	8,575,868	8706420
Miscellaneous Income					256,180
Total Operating Revenues	7,631,853	7,842,528	8,522,802	8,575,868	8,962,600
Expenses					
Cost of Sales	5,310,045	5,336,780	5,705,935	5,956,319	6,015,930
General Operating Expenses	766,120	771,419	859,841	876,743	955,241
Personnel Services					
Administrative Expenses					
Depreciation Expense	307,543	311,989	322,653	308,907	349,051
Other Operating Expenses					
Total Operating Expenses	6,383,708	6,420,188	6,888,429	7,141,969	7,320,222
Net Operating Income (Loss)	1,248,145	1,422,340	1,634,373	1,433,899	1,642,378
Nonoperation Revenues (Expenses)					
Interest on Investments					
Interest Income	5,563	1,628	69	69	69
Interest Expense	(87)				
Interest on Notes Receivable					
Capital Lease Interest					
Bad Debt Expense					
Total Non-op. Revenues (Expenses)					
Income Before Operating Transfers					
Transfers Out (Unspecified)					
Transfer From (To) General Fund					
Transfer to Telecom Fund					
Total Transfers Out	(1,200,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Net Income (Loss)	53,621	423,968	634,442	433,968	642,447
Total Net Assets, Beginning of Year					
Prior Period Adjustment					
Total Net Assets, Beg. of Year, Restated	8,619,466	8,673,087	9,097,055	9,615,352	10,049,320
Total Net Assets, End of Year	8,673,087	9,097,055	9,731,497	10,049,320	10,691,767

FAIRBURN - AD VALOREM TAXATION

Series 2014WS, 2011, 2011 GO

M&O Tax Digest

	2016
Real & Personal Property	738,282,612
Public Utilities	-
Motor Vehicles	15,641,550
Mobile Homes	3,920
Timber 100%	-
Heavy Equipment	110,000
Gross Tax Digest	754,038,082
Less Bond Exemptions	217,382,759
Net Bond Tax Digest	536,655,323
Gross Tax Digest	721,632,764
Less M&O Exemptions	
Net M&O Tax Digest	
Estimated Actual Value	721,632,764

Series 2014WS, 2011, 2011 GO

Ten Largest Taxpayers

Fiscal Year Ended September 30, 2016

Taxpayer	Type of Business	Gross Assessed Value for the City	Assessed Value as a % of Gross Assessed Value	M&O Taxes Levied for the City
Helicopter Support, Inc		90,148,547	18.59%	730,203
Ralston/Nestle Purina Petcare Company		38,440,916	7.93%	311,371
Toto USA, Inc.		22,799,101	4.70%	184,673
Development Authority of Fulton County		21,365,380	4.41%	173,060
Owens Corning		20,597,414	4.25%	166,839
Electrolux Home Products, Inc.		18,156,550	3.74%	147,068
U.S. Foods, Inc.		15,523,554	3.20%	125,741
Navistar, Inc.		14,694,697	3.03%	119,027
Clorox Manufacturing Company		11,348,516	2.34%	91,923
Excel Logistics		9,886,941	2.04%	80,084

Series 2014WS

M&O Tax Levies and Collections

Fiscal Year Ended September 30,

	2016
Current Year's M&O Tax Levy	4,579,384
Total Tax Collections	4,554,466
Total Tax Collections as a Percent of Current Year's Levy	99.46%
Uncollected Current Year's Taxes	24,918

Series 2011, 2011 GO

Millage Rates of the City and Overlapping Governments

Fiscal Year	M&O	Millage Rollback	Total City Assessed	Fulton County	Fulton County School System	State of Georgia	Total
2016	8.1	1.56	9.66	10.75	18.5	0.05	39.03

Series 2011, 2011 GO

Ad Valorem Property Tax Levy and Collections

Fiscal Year	Tax Levy	Tax Collections			Percentage of Collection of Current Year's Levy to Tax Levy	Percentage of Total Tax Collections to Tax Levy
		Collected in Levy year	Collected in Subsequent Years	Total		
2016	4,579,384	4,554,466		4,554,466	99.46%	99.46%

Series 2011

Estimated Value of Total Tax Liens (or Fi Fas) Owned by the City

Fiscal Year Ended September 30,

2016	87,470
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FAIRBURN - FINANCIAL INFORMATION

Series 2014WS, 2011, 2011 GO

Summary of Fairburn's Debt by Category

Category of Debt	Amount Authorized or Issued	Amount Outstanding	Amount to be Outstanding Upon Issuance of Bonds
General Obligation Bonds	10,415,000	9,620,000	
Revenue Bonds	29,200,000	27,044,489	
Capital Leases	n/a	487,010	
Intergovernmental Contracts			
TOTAL	39,615,000	37,151,499	

Series 2014WS, 2011, 2011 GO

Debt Limitation

Computation of Legal Debt Margin

Gross Tax Digest for the City as of January 1, 2016	721,632,764
Less Bond Exemptions	
Net Bond Tax Digest	
Debt Limit (10% of Net Bond Tax Digest)	72,163,276
Less Amount of Debt Outstanding, after Issuance of the Bonds,	
Applicable to Debt Limit	8,827,858
Legal Debt Margin	63,335,418

Series 2014WS

Current Budget

Fiscal Year Ended September 30,

	2017
Revenues	
Taxes	9,293,414
Licenses and Permits	2,738,271
Charges for Services	590,838
Fines and Forfeitures	462,000
Investment Income	79,636
Contributions/Donations	
Miscellaneous Revenue	215,760
Other Financing Sources	
Total Revenues	13,379,919
Expenditures	
Mayor and Council	321,507
City Clerk	276,742
City Administrator	2,995,309
Finance	326,402
Technology	191,197
Human Resources	400,973
Property Management	513,333
Court	325,987
Police	3,389,059
Fire	3,357,921
Public Works Administration	353,643
Streets Maintenance	1,833,865
Recreation	789,569
Code Enforcement	333,874
Planning and Zoning	254,598
Economic Development	140,445
Total Expenditures	15,804,424
Excess of Revenues Over (Under)	
Expenses	(2,424,505)
Other Financing Sources (Uses)	
Transfers	1,475,000
Total Other Financing Sources (Uses)	1,475,000
Excess of Revenues and Other Sources	
Over (Under) Expenditures and Other Uses	(949,505)

Series 2011, 2011 GO
Five Year General Fund History
Fiscal Year Ended September 30

<u>City General Fund</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Revenues					
Property Tax	7,293,842.00	7,373,609.00	9,851,089.00	10,300,055.00	10,385,780.00
Excise Taxes					
Licenses and Permits	624,518.00	726,342.00	816,122.00	1,405,815.00	1,737,024.00
Charges for Services	395,307.00	371,152.00	549,581.00	573,258.00	721,191.00
Fines and Forfeitures	506,094.00	752,705.00	741,656.00	647,905.00	496,787.00
Intergovernmental Revenue	1,166,174.00				
Interest on Investments	35,543.00	40,073.00	42,396.00	44,930.00	45,494.00
Other Local Revenue	116,628.00	159,937.00	149,041.00	151,187.00	509,124.00
Total Revenues	10,138,106.00	9,423,818.00	12,149,885.00	13,123,150.00	13,895,400.00
Expenditures					
Mayor and Council					
Administration	1,790,985.00	1,975,650.00	2,204,450.00	2,410,195.00	2,878,496.00
City Clerk					
Finance					
Technology					
Property Management					
Court Services	332,565.00	472,604.00	415,172.00	411,394.00	342,331.00
Police					
Fire	5,757,127.00	5,807,709.00	5,918,869.00	6,132,655.00	6,110,692.00
Public Works Admin.	2,645,111.00	1,385,204.00	1,451,653.00	1,557,504.00	2,029,815.00
Streets					
Recreational Program	191,905.00	223,657.00	298,478.00	340,623.00	586,329.00
Inspection and Enforcement					
Planning and Zoning	368,225.00	365,540.00	461,352.00	486,107.00	527,173.00
Debt Service	143,624.00	271,310.00	234,210.00	220,761.00	323,131.00
Total Expenditures	11,229,542.00	10,501,674.00	10,984,184.00	11,559,239.00	12,797,967.00
Excess (Deficiency) of					
Revenues Over Expenditures	(1,091,436.00)	(1,077,856.00)	1,165,701.00	1,563,911.00	1,097,433.00
Other Financing Sources (Uses)					
Transfers In	1,350,000.00	1,600,000.00	2,100,000.00	1,250,000.00	1,250,000.00
Transfers Out	(159,000.00)	(226,625.00)	(1,672,156.00)	(3,237,018.00)	(1,167,410.00)
Capital Leases	367,888.00	39,345.00	10,338.00	52,915.00	44,526.00
Total Other Financing Sources (Uses)	1,558,888.00	1,412,720.00	438,182.00	(1,934,103.00)	127,116.00
Excess (Deficiency) of					
Revenues Over Expenditures After					
Other Financing Sources (Uses)	467,452.00	334,864.00	1,603,883.00	(370,192.00)	1,224,549.00
Fund Balance, Beginning of Year	546,621.00	1,014,073.00	1,348,937.00	3,795,551.00	3,425,359.00
Prior Period Adjustment					
Fund Balance, Beginning of Year, Restated					
Fund Balance, End of Year	1,014,073.00	1,348,937.00	2,952,820.00	3,425,359.00	4,649,908.00

Series 2011, 2011 GO
Capital Assets
Fiscal Year Ended September 30,

<u>Department</u>	<u>2016</u>
Land	5,337,956.00
Building and Improvements	8,078,965.00
Machinery, Vehicles and	1,840,508.00
Equipment	595,250.00
Infrastructure	12,002,566.00
Total Cost	27,857,261.00

Series 2011, 2011 GO
Sources of Tax Revenues

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales Tax</u>	<u>Motor Vehicle Tax</u>	<u>Franchise Tax</u>	<u>Insurance Premium Tax</u>	<u>Beer, Wine and Liquor Tax</u>	<u>Hotel/Motel Tax</u>	<u>Other</u>	<u>Total</u>
2016	4,766,434.00	3,819,892.00	307,241.00	1,047,515.00	750,679.00	244,803.00	241,576.00	94,210.00	11,272,350.00

Series 2011, 2011 GO
Analysis of Funding Progress

See CAFR page 57 - Retirement Plan

<u>Fiscal Year</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Funded Ratio</u>	<u>Total Unfunded Actuarial Liability (Funding Excess)</u>	<u>Annual Covered Payroll</u>	<u>Ratio of Unfunded to Annual Covered Payroll</u>
2016						

Series 2011, 2011 GO
Current Insurance Coverage

<u>Type</u>	<u>Amount in Force</u>	
Property		
<u>Type</u>	<u>Limits of Liability</u>	
	<u>Each Occurrence</u>	<u>Aggregate</u>
General Liability	1,000,000	3,000,000
Personal and Advertising Injury Liability	5,000,000	5,000,000
Automobile Liability	1,000,000	1,000,000
Employee Benefits Liability		
Workers' Compensation		

CITY DEBT STRUCTURE

Series 2011, 2011 GO
Debt Service Requirements

See CAFR Page 44 - Note 8

<u>Fiscal Year Ending 30-Sep</u>	<u>General Obligation Bonds</u>	<u>Revenue Bonds</u>	<u>Notes</u>	<u>Capital Leases</u>	<u>Total Debt Service Requirements</u>
Total					

Series 2011, 2011 GO
Overlapping Debt

<u>Name of Overlapping Entity</u>	<u>Amount of Outstanding Debt (Less Sinking Fund)</u>	<u>Percent of Outstanding Debt Chargeable to Property in the City</u>	<u>Amount Outstanding Debt Chargeable to Property in the City</u>
Fulton County Board of Commissions	72,035,000	1.247%	898,276
Fulton County Board of Commissions	146,770,000	1.247%	1,830,222
Fulton County Board of Commissions	23,243,000	1.247%	289,840
Fulton County Board of Education	71,840,000	1.247%	895,845
Total	313,888,000		3,914,183

Series 2011, 2011 GO
Debt Ratios

See CAFR page 74 - 76

	<u>Direct Tax Supported Debt</u>	<u>Overlapping Tax Supported Debt</u>	<u>Overall Tax Supported Debt</u>
Per Capita			
As a Percentage of Assessed Value of Taxable Property			
As a Percentage of Estimated Market Value of Taxable Property			

Series 2011, 2011 GO
Debt History

See CAFR Page 74

Amount Outstanding as of September 30,

<u>Category of Liabilities</u>	<u>2016</u>
Short- Term	
Long -Term	
Total	