

**Fulton County, Georgia 2016 Continuing Disclosure Annual Filing
for Atlanta/Fulton County Recreation Authority
Revenue Bond Series 2007A & 2007B
(Zoo Project)**

Major Employers. The five major employers in Fulton County-2016:

Delta Airlines

United Parcel Service

Fulton County Schools

Northside Hospital

Home Depot

Source: Atlanta Business Chronicle Book of Lists, within 29 Metro-Atlanta county area dated 12/23/2016.

**HISTORICAL ASSESSED VALUE OF TAXABLE PROPERTY ⁽¹⁾
(In Thousands of Dollars)**

Fiscal Year	Real Property	Personal Property	Public Utilities	Total Assessed Value (Gross)	Total M&O Exemptions	Net Assessed Value for General Purposes
2007	\$46,380,413	\$6,991,764	\$1,090,830	\$54,463,007	\$6,706,040	\$47,756,967
2008	49,883,106	7,256,388	1,108,038	58,247,532	6,814,074	51,433,458
2009	50,156,181	7,403,437	1,119,093	58,678,711	7,360,778	51,317,933
2010	47,152,996	6,999,360	1,067,474	55,219,830	7,638,222	47,581,608
2011	45,294,177	7,166,610	1,067,474	53,528,261	7,895,543	45,632,718
2012	43,328,112	7,517,644	1,147,265	51,993,021	7,648,239	44,344,782
2013	42,813,235	8,126,964	1,055,835	51,996,034	7,508,857	44,487,177
2014	44,423,387	7,721,837	1,063,189	53,208,413	7,777,452	45,430,961
2015	49,532,798	7,190,827	1,137,292	57,860,917	8,727,399	49,133,518
2016	50,666,238	7,406,453	1,129,634	59,202,325	8,886,618	50,315,707

⁽¹⁾ Under Georgia law, the value of taxable tangible property, with certain exceptions, is required to be assessed at 40% of its estimated fair market value.

Source: Fulton County Tax Commissioner and Georgia Department of Revenue.

TAX RATES⁽¹⁾
(Rate per \$1,000 Assessed Value)

Fiscal Year	County Bonds and Operating	Special Tax District	South Fulton Special Tax District	County Schools	State	Total
2007	10.28	3.87	5.66	18.09	0.25	38.15
2008	10.28	3.87	5.66	17.50	0.25	37.56
2009	10.28	-	8.16	17.50	0.25	36.19
2010	10.28	-	8.16	18.50	0.25	37.19
2011	10.55	-	8.97	18.50	0.25	38.27
2012	10.55	-	10.47	18.50	0.20	39.72
2013	10.48	-	12.47	18.50	0.15	41.60
2014	12.05	-	12.47	18.50	0.10	43.12
2015	10.75	-	11.58	18.50	0.05	40.88
2016	10.70	-	11.58	18.48	--	40.76

⁽¹⁾ Does not include tax millage rates for municipalities or the Atlanta Independent School District located wholly or partially within the County. For 2016, such tax millage rates were as follows: (1) Alpharetta – 5.75, (2) Atlanta – 11.83, (3) Atlanta Independent School District – 21.74, (4) Chattahoochee Hills – 10.96, (5) College Park – 12.62, (6) East Point – 15.00 (7) Fairburn – 9.57, (8) Hapeville – 16.61, (9) Johns Creek – 4.36, (10) Milton – 4.73, (11) Mountain Park – 12.90, (12) Palmetto – 8.50, (13) Roswell – 5.46, (14) Sandy Springs – 4.73, and (15) Union City – 15.69. Millage rates for the City of South Fulton have not yet been determined and are expected to impact the millage rate established each year and the service area for the South Fulton Special Services District. Millage rates have, in certain cases, been rounded to the nearest 100th of a percent.

Source: Georgia Department of Revenue, Local Government Services Division.

TAX COLLECTION RECORD – FULTON COUNTY GENERAL FUND
AS OF DECEMBER 31, 2016
(In Thousands of Dollars)

Fiscal Year	Total Tax Levy	Current Tax Collected ⁽¹⁾	Percent of Levy Collected	Delinquent Tax Collected	Total Tax Collected	Total Collections as Percent of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as Percent of Current Levy
2007	\$414,657	\$385,257	92.9%	\$17,709	\$402,966	97.2%	\$16,179	3.9%
2008 ⁽¹⁾	451,295	409,951	90.8	24,407	434,358	96.2	19,966	4.4
2009 ⁽²⁾	463,906	406,758	87.7	43,475	450,233	97.1	24,634	5.3
2010 ⁽¹⁾	422,255	411,352	97.4	56,896	468,248	110.9	17,076	4.0
2011	388,373	371,795	95.7	6,111	377,906	97.3	17,069	4.4
2012	378,534	371,493	98.1	15,639	387,132	102.3	16,591	4.4
2013	379,864	364,179	95.9	10,748	374,927	98.7	15,565	4.1
2014 ⁽¹⁾	458,863	443,945	96.7	22,903	466,848	101.7	13,329	2.9
2015	449,477	437,411	97.3	17,517	454,928	101.2	13,204	2.9
2016 ⁽³⁾	463,919	440,273	94.9	8,744	449,017	96.8	11,555	2.5

⁽¹⁾ 2008, 2010 and 2014 due date October 31 as opposed to a normal due date of October 15.

⁽²⁾ 2009 due date December 15 as opposed to a normal due date of October 15.

⁽³⁾ 2016 due date November 15 as opposed to a normal due date of October 15.

Source: Fulton County Tax Commissioner.

FULTON COUNTY, GEORGIA
Computation of Direct and Overlapping Debt
as of December 31, 2016

Name of governmental unit	Amount outstanding	Percentage applicable	Amount applicable
Direct debt:			
Fulton County General Obligation Library bonds	\$ 143,880,673	100.00%	143,880,673
Fulton County School District	55,870,000	100.00%	55,870,000
Municipalities:			
Alpharetta	94,330,000	100.00%	94,330,000
Atlanta (including School District)	387,953,000	94.02% *	364,772,411
Hapeville	12,925,000	100.00%	12,925,000
Fairburn	8,830,289	100.00%	8,830,289
Union City	10,179,160	100.00%	10,179,160
Roswell	11,409,238	100.00%	11,409,238
Total direct debt	<u>725,377,360</u>		<u>702,196,771</u>
Contractual obligations and overlapping contractual obligations:			
Fulton County Urban Redevelopment Agency	21,291,000	100.00%	21,291,000
College Park Business and Industrial Development Authority	210,000	100.00%	210,000
The Fulton-DeKalb Hospital Authority:			
Revenue Refunding Certificates Series 2012	99,330,000	100.00%	99,330,000
City of Atlanta and Fulton County Recreation Authority:			
Arena Series 2010 (1)	97,285,000	96.02% *	93,409,748
Zoo Series 2007 (1)	10,930,000	95.52% *	10,440,191
East Point Building Authority	55,008,693	100.00%	55,008,693
Total overlapping debt	<u>\$ 284,054,693</u>		<u>279,689,632</u>
Total direct and overlapping debt and contractual obligations and overlapping contractual obligations (2)	<u>\$ 1,009,432,053</u>		<u>981,886,403</u>

* For above debt funded through property tax collections the percentage of overlapping debt applicable is estimated using taxable property values for the specific geographic area.

- (1) The County and the City are obligated to pay one-third and two-thirds, respectively, of the debt service on the Arena Series 2010 Bonds in the event that revenues from Philips Arena are not sufficient to pay debt service. To date, the County has not been called upon to pay any debt service. The County and the City of Atlanta are obligated to pay one-quarter and three-quarters, respectively, of debt service on the Zoo Series 2007 bonds.
- (2) Does not include the County's obligations pursuant to an annually renewable lease agreement with the Fulton County Facilities Corporation. The balance outstanding as of December 31, 2015 is \$55,275,000
- (3) Does not include the City of Sandy Springs obligations pursuant to an annually renewable lease agreement with the Public Facilities Authority. The balance outstanding as of December 31, 2016 is \$159,475,000

Calculation of City of Atlanta overlapping percentages:	M&O A.V. (\$000s)	% of M&O A.V.	Bond A.V. (\$000's)	% Bond A.V.
City of Atlanta in Fulton	\$ 24,171,294	94.56%	\$ 25,945,549	94.02%
City of Atlanta in DeKalb	1,391,543	5.44%	1,648,790	5.98%
	<u>\$ 25,562,837</u>	<u>100.00%</u>	<u>\$ 27,594,339</u>	<u>100.00%</u>

General Fund Balance

CASH FLOW SUMMARY (CASH BASIS) HISTORICAL AND PROJECTED REVENUES AND EXPENDITURES

	2013	2014	2015	2016	Budgeted 2017
CASH AND AVAILABLE RESOURCES ⁽¹⁾					
Beginning cash, January 1	\$101,568,426	\$ 84,584,128	\$127,359,713	\$155,696,922	\$129,587,338
Capital improvement funds	10,000,000	65,000,000	-	-	-
Total	\$111,568,426	\$149,584,128	\$127,359,713	\$155,696,922	\$129,587,338
REVENUES ⁽²⁾					
Current tax	\$407,544,911	\$492,013,692	\$491,325,033	\$480,275,993	\$500,472,317
Delinquent tax	14,028,590	28,477,716	23,379,365	11,694,823	33,132,419
Sales tax	35,459,642	34,542,610	35,663,527	36,034,692	26,000,000
All other	72,080,092	69,663,297	68,490,845	75,564,371	78,420,227
Total revenues	529,113,235	624,697,315	618,858,770	603,569,879	638,024,963
Total cash and revenues	\$640,681,661	\$774,281,443	\$746,218,483	\$759,266,801	\$767,612,301
EXPENDITURES ⁽²⁾					
General fund expenditures	\$546,097,533	\$581,921,730	\$590,521,561	\$629,679,463	\$661,979,199
Use of other resources	10,000,000	65,000,000	-	-	-
Total expenditures	\$556,097,533	\$646,921,730	\$590,521,561	\$629,679,463	\$661,979,199
Ending cash, December 31 st	\$ 84,584,128	\$127,359,713	\$155,696,922	\$129,587,338	\$105,633,102

⁽¹⁾ Estimated cash balance at beginning of current fiscal year available to meet cash flow requirements during fiscal year.

⁽²⁾ Revenues and expenditures shown for 2013 through 2016 are prepared on an unaudited cash basis. Revenues and expenditures shown for 2017 are based upon budgeted revenues and expenditures.

Source: Fulton County Finance Department

General Fund Revenues by Source

(Cash Basis)
(In Thousands of Dollars)

Fiscal Year	Taxes	Inter-Governmental Revenue	Charges for Services	Court and Law	Use of Money and Property	Miscellaneous and operating transfers	Total
2007	\$499,396	\$17,556	\$26,083	\$20,496	\$16,348	\$20,602	\$600,481
2008	512,942	3,509	30,342	18,330	12,143	20,142	597,408
2009	522,177	14,303	36,880	18,133	3,828	16,181	611,502
2010	545,197	3,059	38,242	18,536	4,326	27,210	636,570
2011	463,802	3,820	26,582	18,166	4,346	17,312	534,028
2012	470,867	3,872	29,248	16,459	3,956	25,276	549,678
2013	457,033	4,090	26,204	16,294	3,835	21,657	529,113
2014	551,827	4,079	30,735	15,516	3,914	18,626	624,697
2015	550,368	4,919	28,554	15,689	3,015	16,314	618,859
2016	528,006	4,536	28,296	14,573	3,314	24,845	603,570

Source: Fulton County Finance Department.

General Fund Expenditures by Function

(Cash Basis)
(In Thousands of Dollars)

Fiscal Year	Health	Public Safety	Admin.	Infrast. And Facility	Social Services	Legal	Other Non-Agency	Transfers			Total
								Hospital	Capital Projects	Debt Service	
2007	\$36,461	\$ 93,786	\$ 90,431	\$39,407	\$66,454	\$109,947	\$56,371	\$100,639	\$40,451	\$7,657	\$641,604
2008	34,491	100,932	101,934	41,409	82,383	116,626	45,680	80,000	27,947	6,377	637,779
2009	27,252	96,822	90,103	37,474	75,481	112,110	51,936	76,500	28,365	6,306	602,349
2010	33,279	99,646	92,234	35,639	67,262	113,793	28,648	45,073	30,091	2,947	548,612
2011	32,745	96,715	87,850	34,132	67,187	114,554	30,946	62,117	25,292	6,905	558,443
2012	29,052	102,053	88,996	33,857	68,710	119,123	31,221	70,647	30,732	6,136	580,527
2013	25,827	104,780	84,781	33,167	64,106	119,785	26,885	50,000	31,621	5,146	546,098
2014	28,617	112,086	89,256	35,152	57,506	128,729	28,232	59,603	35,962	6,779	581,922
2015	26,038	99,853	85,818	31,596	51,206	115,962	66,802	61,805	44,138	7,304	590,522
2016	24,381	100,339	91,027	33,616	57,928	119,504	73,472	60,057	62,191	7,164	629,679

NOTE: Beginning in 2015, the employer contribution for the defined benefit pension plan is primarily recorded as Other Non-Agency, which lowers the associated cost of the other categories by approximately \$35 million.

Source: Fulton County Finance Department.

General Fund Revenues, Expenditures and Changes in Fund Balance

GENERAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE⁽¹⁾ LAST FIVE YEARS (In Thousands of Dollars)

	(Modified Accrual Basis)				
	2016	2015	2014	2013	2012
REVENUES:					
Taxes	\$531,290	\$551,132	\$550,717	\$470,554	\$467,573
Intergovernmental	4,559	4,357	4,642	4,090	3,872
Charges for Services	28,296	28,549	29,957	26,988	29,248
Courts and law enforcement	14,540	15,578	15,737	16,294	16,459
Use of Money and Property	3,314	3,015	3,914	3,835	3,956
Miscellaneous	12,464	9,512	6,192	3,564	4,342
Net(depreciation)appreciation on investments	-	-	-	-	-
Total Revenues	\$594,463	\$612,143	\$611,159	\$525,325	\$525,450
EXPENDITURES:					
<i>Current:</i>					
Administration	92,642	79,827	86,263	79,844	86,787
Public Safety	100,733	98,894	113,276	107,654	105,389
Legal	120,474	115,786	115,418	108,685	106,993
Infrastructure and facilities	30,422	29,355	46,390	40,390	41,748
Social Services	50,993	50,116	30,638	34,647	37,328
Health Services	84,917	87,889	111,079	89,648	109,799
Other nonagency	71,712	66,620	27,803	25,118	29,812
<i>Debt Service:</i>					
Principal Retirement	5,067	5,295	5,101	3,061	4,000
Interest	2,096	2,008	2,131	2,085	2,136
Total Expenditures	\$559,056	\$535,790	\$538,099	\$491,132	\$523,992
Excess (Deficiency) of Revenues over (under) expenditures	35,407	76,353	73,060	34,193	1,458
Other financing sources (uses):					
Transfer in from enterprise fund				400	
Transfers in	822	695	697	4,689	8,191
Transfers out	(64,484)	(44,771)	(36,957)	(44,509)	(49,225)
Total other financing sources (uses)	(63,662)	(44,076)	(36,260)	(39,420)	(41,034)
Net change in fund balances	(28,255)	32,277	36,800	(5,227)	(39,576)
Fund Balance at beginning of year	152,835	120,558	83,758	88,985	128,561
Fund Balance at end of year	\$124,580	\$152,835	\$120,558	\$ 83,758	\$ 88,985

⁽¹⁾ This schedule was prepared by the Fulton County Finance Department. Information shown for years 2012 through 2016 was obtained from audited financial statements of the County prepared on a modified accrual basis.

Source: Fulton County Finance Department.

Recent Matters

DISCLOSURE REQUIRED BY THE SEC PURSUANT TO THE MCDC ORDER

The County previously self-reported to the SEC pursuant to the Division of Enforcement's (the "Division") Municipalities Continuing Disclosure Cooperation Initiative (the "MCDC Initiative"). In anticipation of the institution of proceedings by the SEC in connection with the MCDC Initiative, the County submitted an Offer of Settlement in April 2016 which the SEC accepted and which resulted in an order being entered by the SEC on the matter on August 24, 2016 (the "MCDC Order"). Solely for the purpose of the proceedings brought by or on behalf of the SEC under the MCDC Initiative, and without admitting or denying the findings in the MCDC Order, except as to the SEC's jurisdiction over it and the subject matter of the proceedings, which were admitted, the County consented to the entry of the MCDC Order. Pursuant to the MCDC Order, the SEC ordered, among other things, that the County shall comply with the following undertakings:

(a) Within 180 days of the entry of the MCDC Order, establish appropriate written policies and procedures and periodic training regarding continuing disclosure obligations to effect compliance with the federal securities laws, including the designation of an individual or officer at the County responsible for ensuring compliance by the County with such policies and procedures and responsible for implementing and maintaining a record (including attendance) of such training.

(b) Within 180 days of the entry of the MCDC Order, comply with existing continuing disclosure undertakings, including updating past delinquent filings if the County is not currently in compliance with its continuing disclosure obligations.

(c) For good cause shown, the SEC staff may extend any of the procedural dates relating to these undertakings. Deadlines for procedural dates shall be counted in calendar days, except that if the last day falls on a weekend or federal holiday, the next business day shall be considered the last day.

(d) Disclose in a clear and conspicuous fashion the terms of the settlement in any final official statement for an offering by the County within five years of the institution of the proceedings.

(e) Certify, in writing, compliance with the undertakings set forth above. The certification shall identify the undertakings, provide written evidence of compliance in the form of a narrative, and be supported by exhibits sufficient to demonstrate compliance. The SEC staff may make reasonable requests for further evidence of compliance, and the County has agreed to provide such evidence. The certification and supporting material shall be submitted to SEC staff with a copy to the Office of Chief Counsel of the Division, no later than the one-year anniversary of the institution of these proceedings (August 24, 2017).

(f) Cooperate with any subsequent investigation by the Division regarding the false statement(s) and/or material omission(s), including the roles of individuals and/or other parties involved.

LITIGATION

The County, like other similar bodies, is subject to a variety of suits and proceedings arising in the ordinary conduct of its affairs. The County, after reviewing the current status of all pending and threatened litigation with the County Attorney, Patrise Perkins-Hooker, Esquire, believes that, while the outcome of litigation cannot be predicted, the final settlement of all lawsuits which have been filed and of any actions or claims pending or, to the knowledge of the County, threatened against the County or its officials in such capacity are adequately covered by insurance or sovereign immunity or will not have a material adverse effect upon the financial position or results of operations of the County.

There is no litigation now pending or, to the knowledge of the County, threatened against the County which restrains or enjoins the issuance or delivery of the Notes or the use of the proceeds of the Notes or which questions or contests the validity of the Notes or the proceedings and authority under which they are to be issued, executed and delivered. Neither the creation, organization nor existence of the County, nor the title of the present members or other officials of the County to their respective offices, is being currently contested or questioned to the knowledge of the County.