



**CITY OF ATLANTA, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL
REPORT**

For the Year Ended June 30, 2008

**Shirley Franklin
Mayor**

**James W. Glass
Chief Financial Officer**

Notes to the Financial Statements-Continued

A. Risk Management, continued

Changes in the balances of claims liabilities for workers' compensation, health/dental insurance and general claims liabilities during the year ended June 30, 2007 and the year ended June 30, 2008 were as follows (in thousands):

	Beginning of period	Period claims and changes in estimates	Claim payments	End of period
Workers' compensation:				
2007	\$ 43,868	6,146	(7,593)	42,421
2008	\$ 42,421	6,913	(6,752)	42,582
Health and Dental claims:				
2007	\$ 4,371	47,641	(47,437)	4,575
2008	\$ 4,575	51,173	(51,167)	4,581
General claims liability:				
2007	\$ 29,060	23,228	(15,543)	36,745
2008	\$ 36,745	13,617	(17,729)	32,633

The City participates in the State Subsequent Injury Trust Fund, a public entity managed by the State of Georgia. The pool is designed to provide the insurance coverage for employees who are hired with previous medical conditions. Historically, premiums have not been significant.

B. Employee Retirement Systems and Pension Plans

Pension Plans

The City maintains one agent multiple-employer defined benefit pension plan, entitled the General Employees' Pension Plan, two single-employer defined benefit pension plans, entitled the Firefighters' Pension Plan and the Police Officers' Pension Plan, and one single-employer defined contribution pension plan, entitled the General Employees' Defined Contribution Plan. The funding methods and determination of benefits payable were established by the legislative acts creating such plans, as amended, and in general, provide that the pension funds are to be accumulated from employee contributions, City contributions, and income from the investment of accumulated funds.

The plans are administered by separate boards of trustees which include an appointee of the Mayor, the Chief Financial Officer, a member of City Council, and members elected from active and retired employees of the respective plans.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Prior to July 1, 2001, all permanent employees of the City, excluding sworn personnel of the Police and Fire Departments and including employees of the Atlanta Independent School System (the "School System") who are not covered under the Teachers Retirement System of Georgia, were eligible to participate in the General Employees' Pension Plan. In addition, certain School System employees, employed prior to July 1, 1979, also participate in the City's General Employees' Pension Plan (the "Plan"). The City has no obligation to pay any costs related to retirement benefits of employees of the School System. The financial information herein relates only to City obligations for City employees and retirees.

Effective July 1, 2001, all new, permanent employees of the City, excluding sworn personnel of the Police and Fire Departments, are only eligible to participate in the newly created Defined Contribution Plan. During 2002 persons employed prior to July 1, 2001 were given the option of transferring to the Defined Contribution Plan. As of December 31, 2002, employees previously participating in the General Employees' Defined Benefit Plan did not have the option of transferring to the new Defined Contribution Plan. Sworn personnel of the Police and Fire Departments are eligible to participate in the Police Officers' and Firefighters' plans, respectively.

Effective September 1, 2005, classified employees and certain non-classified employees pay grade 18 and below enrolled in the Defined Contribution Plan had a one-time option of transferring to the General Employee's Pension Plan. Classified employees and certain non-classified employees pay grade 18 and below not covered by either the Police Officers or Firefighters' Pension Plans, hired after September 1, 2005 are required to become members of the General Employee's Pension Plan.

Complete financial statements for all Plans, except the General Employees' Defined Contribution Plan, can be obtained at the following address:

City of Atlanta
68 Mitchell Street, S.W.
Suite 1600
Atlanta, Georgia 30335

Separate financial statements have not been prepared for the General Employees' Defined Contribution Plan.

Defined Benefit Plans

The City's defined benefit plans provide retirement benefits based on the average of the highest 36 months earnings based on the following percentages:

- General employees – 2.5% for each year of service to a maximum of 32 years.
- Firefighters – 3% for each year of service to a maximum of 26.67 years.
- Police Officers – 3% for each year of service to a maximum of 26.67 years.

For General employees the percentage increased from 2.0% to 2.5% for each year of service with no maximum years and for Firefighters the percentage increased from 2.0% to 3.0% for each year of service prior to March 31, 2001 plus 3% for each year of service subsequent to

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

March 31, 2001 with no maximum years based on ordinances approved by City Council on September 6, 2005 and signed by the Mayor on September 12, 2005.

Normal retirement, after 10 years of service (decreased from 15 years of service by City Council on September 6, 2005 and approved by the Mayor on September 12, 2005.), is available at age 60 for City Employees and at age 55 for Police and Fire employees. In addition, City employees in the General employee Pension Fund, Police and Fire are eligible to retire after 30 years of service, at any age. Cost-of-living increases are awarded annually, up to a 3% maximum increase. Partial vesting percentages based on years of creditable service and provisions for early retirement are included in the plans. Benefits also may be payable at termination, death, or disability.

The 30 and out provision was approved for General employees by City Council on November 7, 2005 and approved by the Mayor on November 14, 2005. The same provision for Police was adopted by City Council on October 17, 2005 and approved by the Mayor on October 25, 2005.

All modifications to the pension plans must be supported by actuarial analysis and receive the recommendations of the City Attorney, the Chief Financial Officer, and the boards of trustees of each plan. Each pension law modification must be adopted by at least two-thirds vote of City Council and approved by the Mayor.

In addition, the City has been given special constitutional authority by the State to supplement benefits for retired employees as long as such adjustments are funded by the City.

The City's practice is to have actuarial valuations of its defined benefit pension plans performed every two years by an enrolled actuary. The membership at the latest actuarial valuation date of January 1, 2007, in the three defined benefit plans and related current period payrolls are as follows (dollars in thousands):

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>	<u>Total</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	3,436	863	1,204	5,503
Current active employees				
Fully vested	2,232	566	783	3,581
Partially vested	697	137	333	1,167
Not vested	<u>582</u>	<u>294</u>	<u>619</u>	<u>1,495</u>
Total membership	<u>6,947</u>	<u>1,860</u>	<u>2,939</u>	<u>11,746</u>

The payroll and covered payroll for the year ended June 30, 2008 are as follows:

Total current period payroll	<u>\$189,941</u>	<u>\$48,776</u>	<u>\$92,087</u>	<u>\$330,804</u>
Total current period covered payroll	<u>\$155,185</u>	<u>\$45,686</u>	<u>\$77,168</u>	<u>\$278,039</u>

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Funding Policy

The City's funding policy for its defined benefit plans is to contribute a percentage of each plan's covered employee payroll as developed in the actuarial valuation for the individual plan. Active participants are required to contribute 7% of base pay (or 8% if participant has a covered beneficiary). The City's contribution percentage is the actuarially determined amount necessary to fund plan benefits after consideration of employee contributions. The City makes an additional contribution of 1% of payroll, which effectively decreases the employees' required contribution percentage to 6% (or 7% if participant has a covered beneficiary), but has no effect on the overall required contribution. The City is not obligated to continue the 1% supplemental contribution for any specified period of time.

The actuarially determined annual required contribution amount is the sum of the annual normal cost (determined under the entry age normal actuarial cost method) and the amortization of the unfunded actuarial accrued liability as a level percentage of future payrolls. For the year ended June 30, 2008, the amortization period used in computing the annual required contribution was at a rate that approximated the 13 years remaining on the 45 year amortization adopted in 1978. The significant actuarial assumptions used to compute the contribution requirements are the same as those used to compute the actuarial accrued liability.

On September 6, 2005, the City Council passed an ordinance extending the amortization period from 14 years to 19 years which was signed by the Mayor on September 12, 2005.

The required contribution percentages, developed in the most recent (January 1, 2007) actuarial valuations for the plans, to cover pension liabilities and the actual 2008 contribution amounts are (dollars in thousands):

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Normal cost	15.24%	26.53%	28.14%
Amortization of the unfunded actuarial accrued liability	<u>32.74%</u>	<u>46.66%</u>	<u>35.15%</u>
Total required contributions as a percentage of covered payroll	<u>47.98%</u>	<u>73.19%</u>	<u>63.29%</u>
2008 actual employee contributions			
Dollar amount	\$12,004	\$3,385	\$5,445
Percent of covered payroll	7.74%	7.41%	7.06%
2008 actual City contributions			
Dollar amount	\$70,335	\$26,373	\$45,730

With respect to the General Employees' Pension Plan, which is a multiple-employer plan, the City's actuarially determined contribution required above is only that of the City's portion.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

The actual City contributions shown above include amounts used to fund retiree supplemental cost of living increases and other minimum benefits. These amounts are components of the City's contributions for purposes of meeting its actuarially determined funding requirements.

Annual Pension Cost

The City's annual pension cost for the year ended June 30, 2008, were as follows for the respective plans:

General Employees	\$	70,335
Firefighters	\$	26,373
Police Officers	\$	45,730

These amounts equaled the required and actual contributions for each of the respective plans.

The City's annual pension cost and net pension obligation for the current year ended June 30, 2008 and each of the two preceding years were as follows (dollars in thousands).

Plan/Period	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
General Employees:			
Year Ended 12/31/05	\$ 51,773	100%	\$ -
Six Months Ended 6/30/06	\$ 29,799	100%	\$ -
Year Ended 6/30/07	\$ 59,780	100%	\$ -
Year Ended 6/30/08	\$ 70,335	100%	\$ -
Firefighters:			
Year Ended 12/31/05	\$ 14,040	100%	\$ -
Six Months Ended 6/30/06	\$ 8,120	100%	\$ -
Year Ended 6/30/07	\$ 27,502	100%	\$ -
Year Ended 6/30/08	\$ 26,373	100%	\$ -
Police Officers:			
Year Ended 12/31/05	\$ 25,271	100%	\$ -
Six Months Ended 6/30/06	\$ 15,221	100%	\$ -
Year Ended 6/30/07	\$ 47,365	100%	\$ -
Year Ended 6/30/08	\$ 45,730	100%	\$ -

The actuarial cost method used for funding purposes and to calculate the actuarial accrued liability is the Entry Age Normal Cost Method. This method is one of the approved methods for such plans in Georgia, and provides for contributions estimated to be a level percentage of future payroll. The unfunded actuarial accrued liability for funding purposes, effective with the January 1, 2006 actuarial report is to be amortized over a closed period of 19 years as a level percentage of estimated future payroll, with a remaining amortization period of 17 years, in accordance with State of Georgia guidelines. (See comment above regarding approval of this change by the City Council). The net pension obligation could not be distributed to the various proprietary funds and is thus all recorded as long-term debt in the government-wide financial statements. Other actuarial assumptions used to perform the most recent (January 1, 2007 calculations for funding purposes are:

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Rate of return on investments	8%	7.75%	7.75%
Projected salary increases for			
Inflation	4.50%	3.00%	3.00%
Merit or seniority and productivity	.75 – 4.5%	1.00%	1.00%
Post-retirement benefit increases	3%	3.00%	3.00%

The following schedule (derived from the most recent actuarial valuation reports) reflects accounting policies, liabilities, and funding provisions for the City's three plans as of June 30, 2008:

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Basis of accounting	Accrual	Accrual	Accrual
Asset valuation			
Reporting	Fair Value	Fair Value	Fair Value
Actuarial valuation	Fair Value	Fair Value	Fair Value
Internal loans	None	None	None
Non-governmental individual investment in excess of 5% of net assets	See Note III.A.	See Note III.A.	See Note III.A.

Funded Status and Funding Progress

As of January 1, 2006, the most recent actuarial valuation date, the General Employees Pension Plan was 52.56 percent funded. The actuarial accrued liability for benefits was \$1.3 billion, and the actuarial value of assets was \$702 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$634 million. The covered payroll (annual payroll of active employees covered by the plan) was \$154 million, and the ratio of the UAAL to the covered payroll was 4.12 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information for all plans about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Defined Contribution Plan

The City's General Employees' Defined Contribution Plan provides funds at retirement for employees of the City and in the event of death, provides funds for their beneficiaries, through an arrangement by which contributions are made to the Plan by employees and the City. The current mandatory contribution requirement of the City is 6% of employee payroll. Employees also make a pretax contribution of 6% plus have the option to contribute amounts up to the amount legally limited for retirement contributions. All modifications to the Plan, including contribution requirements, must receive the recommendations and advice from the offices of the Chief Financial Officer and the City Attorney, respectively. Each pension law modification must be adopted by at least two-thirds vote of the City Council and approved by the Mayor.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

All new employees, hired after July 1, 2001, who previously would have been enrolled in the General Employees' Defined Benefit Plan, were enrolled in the General Employees' Defined Contribution Plan. During 2002, persons employed prior to July 1, 2001 were given the option to transfer to the Defined Contribution Plan.

Effective September 1, 2005, classified employees and certain non-classified employees pay grade 18 and below then enrolled in the Defined Contribution Plan had the one-time option of transferring to the General Employee's Pension Plan. Classified employees and certain non-classified employees pay grade 18 and below, not covered by either the Police Officers or Firefighters' Pension Plans, hired after September 1, 2005 are required to become members of the General Employee's Pension Plan.

As of June 30, 2008 there were 1,828 participants in the Defined Contribution Plan. The covered payroll for employees in the Plan was \$1,828. Employee contributions for the year ended June 30, 2008 were \$4,637 and employer contributions were \$4,654 or 11.2% of covered payroll.

The Defined Contribution Plan uses the accrual basis of accounting. Investments are reported at fair value, based on quoted market prices and there were no nongovernmental individual investments that exceeded 5% of the net assets of the Plan.

Condensed financial statement information for the Defined Contribution Plan for the year ended June 30, 2008 is shown below (in thousands):

Current assets:	
Investments	\$ 34,396
Total assets	<u>\$ 34,396</u>
Current liabilities:	
Due to other funds	638
Total current liabilities	<u>\$ 638</u>
Additions:	
Employer contributions	4,654
Employee contributions	4,637
Net Investment income (loss)	<u>(758)</u>
Total additions	<u>8,533</u>
Deductions:	
Benefit Payments	3,252
Administrative expenses	<u>9,088</u>
Total deductions:	<u>12,340</u>
Change in Net Assets held in trust for pension benefits	(3,807)
Net Assets held in trust for pension benefits:	
Beginning of period	<u>37,565</u>
End of period	<u>\$ 33,758</u>

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Postretirement Benefits

Plan Description: The City of Atlanta Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan which provides Other Postemployment Benefits (OPEB) to eligible retirees, dependents and their beneficiaries. The Plan was established by legislative acts and functions in accordance with existing City laws. OPEB of the City includes health, dental, and vision care and life insurance. Separate financial statements are not prepared for the Plan.

Funding Policy: The City is not required by law or contractual agreement to provide funding for OPEB other than the pay-as-you-go amounts necessary to provide current benefits to retirees, eligible dependents and beneficiaries. For the fiscal year ended June 30, 2008, the City made \$18.9 million pay-as-you-go payments on behalf of the Plan. Retiree contributions vary based on the plan elected, dependent coverage and Medicare eligibility. Eligible retirees receiving benefits contributed \$20.6 million through their required contributions.

Annual OPEB Cost and Net OPEB Obligation: The City's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined using the Projected Unit Credit Actuarial Cost Method. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the elements of the City's OPEB cost for the year, the amount actually contributed on behalf of the Plan, and changes in the City's net OPEB obligation to the Plan for the year ended June 30, 2008 (in thousands):

Annual Required Contribution	\$ 83,159
Interest on Net OPEB Obligation	-
Adjustment to Annual Required Contribution	-
Annual OPEB Cost (expense)	<u>83,159</u>
Payments Made	<u>(18,932)</u>
Increase in Net OPEB Obligation	64,227
Net OPEB Obligation - Beginning of Year	-
Net OPEB Obligation - End of Year	<u>\$ 64,227</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal year ended June 30, 2008 were as follows (in thousands):

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Paid</u>	<u>Net OPEB Obligation</u>
6/30/2008	83,159	22.77%	\$ 64,227

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Funded Status and Funding Progress: As of June 30, 2007, the most recent (initial) actuarial valuation date, the Plan was 0% funded. The unfunded actuarial accrued liability (UAAL) for benefits was \$1.1 billion. The covered payroll was \$280 million, and the ratio of the UAAL to the covered payroll was 16.4%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The determined actuarial valuations of OPEB provided under the Plan incorporated the use of various assumptions including demographic and salary increases among others. Amounts determined regarding the funded status of the Plan and the annual required contributions of the City are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future. The schedule funding progress, shown as required supplementary information following the notes to the financial statement, presents the results of the OPEB valuation as of June 30, 2007, the schedule will eventually provide additional multiyear trend information about whether the actuarial values of Plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2007, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 4.5 percent investment rate of return (net of administrative expenses) and an annual medical cost trend rate of 11 percent initially, reduced by decrements to an ultimate trend rate of 5 percent after ten years. Both rates include a 3 percent inflation assumption. Currently there are no assets set aside that are legally held exclusively for OPEB. The UAAL is being amortized as level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2008, was twenty-nine years.

Deferred Compensation Plan

The City has adopted a deferred compensation plan in accordance with the 1997 revisions of Section 457 of the Internal Revenue Code. The plan, available to all City employees, allows an employee to voluntarily defer up to 25% of his/her gross compensation, not to exceed certain limits per year. Each participant selects one of three providers to administer the investment of the deferred funds. Administrative costs of the plan are deducted from the participants' accounts. The plan assets are held in custodial accounts for the exclusive benefit of the plan participants and their beneficiaries, and are therefore not included in the City's financial statements.

CITY OF ATLANTA, GEORGIA

Required Supplementary Information

Schedule of Funding Progress for Pension Plans (Amounts in thousands)

Plan Valuation Date	Value of Assets	Actuarial Accrued Liability (AAL)	Percentage Funded	Unfunded Accrued Liabilities	Current Year Covered Payroll	Unfunded AAL as a Percentage of Covered Payroll
General Employees						
1/1/2002	\$ 726,180	\$ 1,059,876	68.52%	\$ 333,696	\$ 175,752	189.87%
1/1/2004	681,159	1,110,501	61.34%	429,342	160,767	267.06%
1/1/2006	702,178	1,335,974	52.56%	633,796	153,984	411.60%
Firefighters						
1/1/2002	326,620	370,291	88.21%	43,671	39,447	110.71%
1/1/2004	321,908	417,092	77.18%	95,184	38,303	248.50%
1/1/2006	334,290	572,812	58.36%	238,522	47,818	498.81%
Police Officers						
1/1/2002	448,676	541,209	82.90%	92,533	68,056	135.97%
1/1/2004	440,212	617,501	71.29%	177,289	63,274	280.19%
1/1/2006	464,368	839,384	55.32%	375,016	78,229	479.38%

Schedule of Funding Progress for OPEB (Amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	AAL Projected Unit Credit	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered
6/30/2007	\$ -	1,125,648	1,125,648	0.00%	\$ 280,031	401.97%

Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs.

PENSION TRUST FUNDS

General Employee's Defined Benefits Pension Fund – To account for the operations of the defined benefits pension plan covering general officers and employees of the City.

General Employees' Defined Contribution Pension Fund – To account for the operation of the defined contribution pension plan covering general officers and employees of the City.

Firefighter's Pension Fund – To account for the operations of the defined benefit pension plan covering fire fighting employees of the City.

Police Officer's Pension Fund – To account for the operations of the defined benefit pension plan covering sworn police employees of the City.

AGENCY FUNDS

Agency Fund – To account for various taxes, bond deposits and other receipts held in escrow for individuals, outside organizations, other governments or other funds.

CITY OF ATLANTA, GEORGIA
Pension Trust Funds

Combining Statement of Plan Net Assets
June 30, 2008
(In Thousands)

	Pension Trust Funds				
	General Employees' Defined Benefit	General Employees' Defined Contribution	Firefighters'	Police Officers'	Totals
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 31,650	\$ -	\$ 50,451	\$ 83,912	\$ 166,013
Investments:					
Equities	413,741	34,396	242,377	248,650	939,164
U. S. government and agency obligations	257,144	-	80,913	108,432	446,489
Corporate bonds	125,349	-	50,869	43,767	219,985
Other	9,359	-	14,527	119,884	143,770
Total Investments	<u>805,593</u>	<u>34,396</u>	<u>388,686</u>	<u>520,733</u>	<u>1,749,408</u>
Securities lending collateral investment pool	137,012	-	98,060	66,750	301,822
Due from brokers for securities sold	3,449	-	5,602	2,567	11,618
Other receivables	9,160	-	8,951	10,969	29,080
Due from other funds	<u>5,182</u>	<u>-</u>	<u>3,947</u>	<u>10,440</u>	<u>19,569</u>
Total assets	<u>\$ 992,046</u>	<u>\$ 34,396</u>	<u>\$ 555,697</u>	<u>\$ 695,371</u>	<u>\$ 2,277,510</u>
LIABILITIES AND NET ASSETS HELD IN TRUST FOR PENSION BENEFITS					
Current liabilities:					
Accounts payable	\$ 4,839	\$ -	\$ 4,767	\$ 7,021	\$ 16,627
Due to brokers for securities purchased	5,206	-	28,793	4,547	38,546
Due to other funds	16,423	638	6,061	-	23,122
Liability for securities lending agreement	<u>137,012</u>	<u>-</u>	<u>98,060</u>	<u>66,750</u>	<u>301,822</u>
Total current liabilities	<u>163,480</u>	<u>638</u>	<u>137,681</u>	<u>78,318</u>	<u>380,117</u>
Net Assets Held in Trust for Pension Benefits:	<u>\$ 828,566</u>	<u>\$ 33,758</u>	<u>\$ 418,016</u>	<u>\$ 617,053</u>	<u>\$ 1,897,393</u>

CITY OF ATLANTA, GEORGIA
Pension Trust Funds

Combining Statement of Changes in Plan Net Assets
For the Year Ended June 30, 2008
(In Thousands)

	Pension Trust Funds				
	General Employees' Defined Benefit	General Employees' Defined Contribution	Firefighters'	Police Officers'	Totals
Additions:					
Employer contributions	\$ 70,335	\$ 4,654	\$ 26,373	\$ 45,730	\$ 147,092
Employee contributions	12,004	4,637	3,385	5,445	25,471
Refunds and other	995	-	-	-	995
Investment income:					
Net depreciation in fair value of investments	(57,629)	(1,412)	(28,336)	(38,437)	(125,814)
Investment income	26,484	654	11,988	15,003	54,129
Securities lending income	494	-	477	306	1,277
Less: Investment expenses	(2,308)	-	(3,149)	(2,548)	(8,005)
Net investment income	(32,959)	(758)	(19,020)	(25,676)	(78,413)
Total additions	50,375	8,533	10,738	25,499	95,145
Deductions:					
Benefit payments	77,314	3,252	28,582	37,102	146,250
Refunds	1	-	-	-	1
Administrative expenses	109	9,088	636	565	10,398
Total deductions	77,424	12,340	29,218	37,667	156,649
Net increase in net assets held in trust for pension benefits	(27,049)	(3,807)	(18,480)	(12,168)	(61,504)
Net assets held in trust for pension benefits:					
Beginning of period	830,265	37,565	436,496	629,221	1,933,547
Correction of prior period error	25,350	-	-	-	25,350
Beginning of period, as restated	855,615	37,565	436,496	629,221	1,958,897
End of period	\$ 828,566	\$ 33,758	\$ 418,016	\$ 617,053	\$ 1,897,393