

Finance Director

The City of Hoover, Alabama

Comprehensive Annual Financial Report

For the Fiscal Year Ended

September 30, 1986

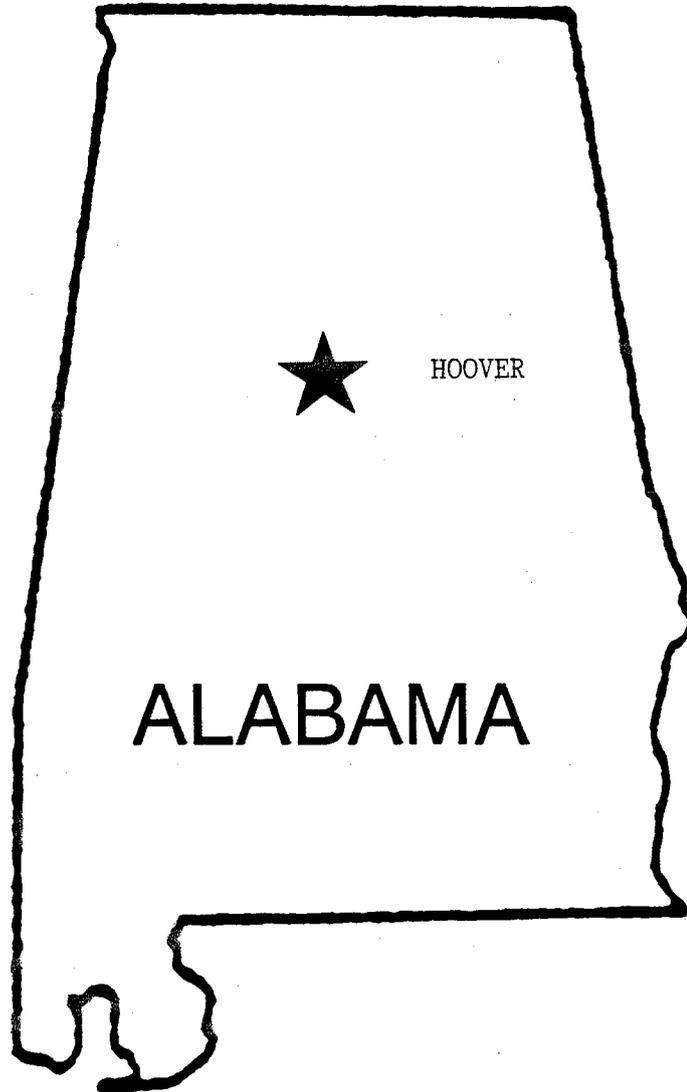
Introductory Section

THE CITY OF HOOVER, ALABAMA
Comprehensive Annual Financial Report
For the Fiscal Year Ended
September 30, 1986

Prepared by:
Office of the Finance Director

Richard K. Smith, C.P.A.
Finance Director

The City of Hoover, Alabama
Introduction



The City of Hoover, Alabama is located in Jefferson and Shelby Counties in north central Alabama and is included in the Birmingham Metropolitan area. The City occupies approximately 18 square miles and has a population of approximately 34,000.

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Officials of the City of Hoover, Alabama

September 30, 1986

Mayor

Frank S. Skinner, Jr.

City Council

William J. Billingsley, President

Faye B. Anderson

Oscar W. Davis

T.H. Blackmon

Geoffrey E. Huddleston

Assistant to the Mayor

John W. Campbell

Hheads of Departments

- FinanceRichard K. Smith, Director
- City ClerkAnita W. Steiner, City Clerk
- PoliceDavid A. Cummings, Chief
- FireThomas E. Bradley, Chief
- Inspection ServicesGerald R. Smith, Building Official
- Public WorksSteven W. Brown, Director
- LibraryLinda R. Andrews, Director
- Park and RecreationJames E. Fisher, Director

Jack H. Harrison
City Attorney

Joel C. Watson
Municipal Judge

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THE CITY OF HOOVER, ALABAMA
Comprehensive Annual Financial Report
 Year Ended September 30, 1986

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**Finance Department
City of Hoover**

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Richard K. Smith
Director



Honorable Mayor and Members of
the City Council

The Comprehensive Annual Financial Report of the City of Hoover, Alabama, for the fiscal year ended September 30, 1986, is submitted herewith. This report was prepared from the City's accounting records. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material respects, that it is presented in a manner designed to fairly set forth the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

This report is prepared using the pyramid approach to governmental financial reporting prescribed by Statement 1, Governmental Accounting and Financial Reporting Principles, prepared by the National Council on Governmental Accounting (NCGA). By using this approach, the reader is able to obtain a broad overview of the financial position and results of operations of the governmental unit as a whole, prior to proceeding to comparable data on a detailed basis for individual funds.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded Certificates of Conformance in Financial Reporting to The City of Hoover, Alabama for its comprehensive annual financial reports for the fiscal years ended September 30, 1982, 1983 and 1984 and the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended September 30, 1985 (The name of the award was changed in 1985).

In order to be awarded a Certificate of Conformance/Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Internal Accounting Controls

Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) The safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) The cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgements by management. We believe that the City's internal accounting controls are adequate.

Budgeting, Budgetary Controls and Budgetary Reporting

The City is not required under state or local law to adopt an annual budget for the General Fund and Special Revenue Funds; however, there is a federal requirement that a budget be prepared for the Federal Revenue Sharing Fund. The City legally adopts a combined budget for the General Fund and Special Revenue Funds of the City. A budget is not legally adopted for the Capital Projects Fund.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to October 1, the Mayor submits to the City Council a proposed operating budget for the upcoming fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the City Hall to obtain taxpayer comments.
3. On or about October 1, the budget is adopted by the City Council.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds.
5. Department heads are responsible for adhering to their departmental budgets.
6. The General Fund and Special Revenue Fund budget is adopted on a basis consistent with generally accepted accounting principles.
7. At the end of the fiscal year, appropriations of the General Fund and Special Revenue Funds automatically lapse.
8. The level of control (the level at which expenditures may not exceed budget) is the fund; however, the City Council may authorize expenditures from time to time during the year without legally amending the previously adopted budget. The Council may legally amend the budget at any time during the fiscal year. The budget was amended by the City Council several times during 1986.

The Reporting Entity and Its Services

For financial reporting purposes, in conformance with National Council on Governmental Accounting (NCGA) Statement 3, Defining the Governmental Reporting Entity, the City includes all funds and account groups that are controlled by

or dependent on the Mayor and the City Council. The Library Board of the City of Hoover and the Park and Recreation Board of the City of Hoover are funded by the City and are included in the financial reporting entity. The Medical Clinic Board of the City of Hoover and The Industrial Development Board of the City of Hoover have been excluded from the financial reporting entity. These organizations have substantial autonomy and separate governmental entity characteristics. They are governed by separate boards (appointed by the City Council). They are not funded by the City. The City is not obligated to finance any deficits they may incur and the City does not guarantee their indebtedness.

The City provides the following services: public safety (police, fire and inspection), street maintenance, sanitation, recreation, public library, public improvements, planning and zoning, and general administration. The City does not operate a school system. Students attend county schools.

Explanation of Fund Structure

The financial statements of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are presented in separate financial statements that comprise its assets, liabilities, fund equity, revenues and expenditures (or expenses). Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent.

Governmental funds are as follows:

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.

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

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary fund is as follows:

Enterprise Fund - The City's only enterprise fund is a sewer enterprise fund. An enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determinations of revenues earned, expenses incurred, and/or net income (loss) is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Significant Aspects of Financial Operations During the Year

Set forth below is a summary and analysis of the combined operations of the General Fund and Special Revenue Funds of the City for fiscal 1986. This combined presentation is intended to provide insight as to general governmental operations. The capital projects fund has been excluded.

Revenues for general governmental operations totaled \$12,304,228 in the fiscal year ended September 30, 1986, an increase of 32.0% over the previous fiscal year. The amount of revenues and the changes from last year are shown in the following tabulation:

	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount of Increase or (Decrease) from 1985</u>	<u>Percent of Increase or (Decrease) from 1985</u>
<u>Revenues</u>				
Sales taxes	\$ 7,576,464	61.6%	\$2,547,659	50.7%
Business licenses	1,461,599	11.9	270,243	22.7
Property taxes	987,239	8.0	(123,918)	(11.2)
Intergovernmental	889,399	7.2	3,962	.4
Building permits	440,386	3.6	(113,295)	(20.5)
Interest on investments	122,124	1.0	(152,977)	(55.6)
Fines and forfeitures	207,288	1.7	31,245	17.7
Rental tax	50,824	.4	(657)	(1.3)
Sale of old city hall	390,684	3.2	390,684	.0
All other	178,221	1.4	129,794	268.0
<u>Total Revenues</u>	<u>\$12,304,228</u>	<u>100.0%</u>	<u>\$2,982,740</u>	<u>32.0%</u>

Sales tax revenue comprised 61.6% of the City's total revenue for fiscal 1986. Sales tax revenue increased by \$2,547,659 (50.7%) over fiscal 1985 primarily because of the opening of the Riverchase Galleria in February, 1986. Business license receipts in fiscal 1986 were up \$270,243 over fiscal 1985 because of the increased sales volume in fiscal 1986. Revenue from business licenses comprised 11.9% of total revenue of the City.

Property taxes represented 8.0% of City revenues. Property taxes collected during fiscal 1986 were based on property tax assessments on real and personal property as of October 1, 1984 totaling approximately \$140 million. Real and personal property taxes collected and remitted by county tax collectors totalled \$899,553 and motor vehicle taxes totalled \$87,686.

The old city hall, which was vacated in November, 1985 after completion of the new municipal center, was sold in August, 1986. The net proceeds of the sale were \$390,684.

Expenditures for current operations of general government totaled \$9,343,238 in fiscal year ended September 30, 1986, an increase of 42.2% over the previous fiscal year. Expenditure levels for major functions of the City and changes from last year are shown in the following tabulation:

Function	Amount	Percent of Total	Amount of Increase or (Decrease) from 1985	Percent of Increase or (Decrease) from 1985
General government	\$ 1,752,087	18.7%	\$ 803,222	84.7%
Public safety	4,977,690	53.3	1,596,545	47.2
Municipal Court	72,612	.8	20,410	39.1
Streets and sanitation	1,797,103	19.2	236,894	15.2
Recreation	251,955	2.7	70,884	39.1
Library	428,796	4.6	36,838	9.4
Health	62,995	.7	6,357	11.2
Total expenditures related to current operations	9,343,238	<u>100.0%</u>	<u>\$2,771,150</u>	42.2%
Capital outlays	3,071,905			
Debt service	1,432,019			
Total expenditures	<u>\$13,847,162</u>			

Expenditures for personal services including salaries, retirement contributions and other employee benefits totalled \$5,881,483 in fiscal 1986, compared to \$3,955,884 in fiscal 1985. This was an increase of \$1,925,599. The increase resulted from a 5% across the board pay increase, merit raises, and the hiring of approximately 77 additional City employees during the year.

The following is an analysis of the increase in current operating expenditures by function:

	Increase (Decrease) in Expenditures Current Operations		
	Personal Services	Other (A)	Total
General government			
Administrative	\$ 170,028	\$627,469	\$ 797,497
Municipal garage	6,141	(416)	5,725
Total	<u>176,169</u>	<u>627,053</u>	<u>803,222</u>
Public safety			
Police	463,475	27,534	491,009
Fire	950,582	112,050	1,062,632
Inspection services	59,324	(16,420)	42,904
Total	<u>1,473,381</u>	<u>123,164</u>	<u>1,596,545</u>
Municipal Court	13,445	6,965	20,410
Streets and sanitation	79,660	298,974	378,634
Recreation	89,855	(18,971)	70,884
Library	93,089	(56,251)	36,838
Health	-	6,357	6,357
Total increases	<u>\$1,925,599</u>	<u>\$987,291</u>	<u>\$2,912,890</u>

(A) Includes all expenditures for goods and services (other than salaries and fringe

Capital Outlays From The General Fund and Special Revenue Funds

A total of \$3,071,905 was expended from the General Fund and Special Revenue Funds for General Fixed Assets during fiscal 1986. Major items included therein were as follows:

<u>Description</u>	<u>Amount</u>
Improvements - Shades Mountain Community Park	\$ 924,253
Street Lighting	984,451
Police Vehicles	265,748
Fire Vehicles	227,375
Public Works Vacuum Sweeper	107,193
All Other	<u>562,885</u>
 Total	 <u>\$3,071,905</u>

Debt Service

Debt service expenditures during the fiscal year ended September 30, 1986 consisted of the following:

(A) Principal payment of \$150,000 on \$1,500,000 general obligation warrant and payment of 12 months interest totalling \$113,869	\$ 263,869
(B) Principal payment of \$350,000 on \$9,575,000 general obligation warrants plus interest totalling \$818,150	<u>1,168,150</u>
	<u>\$1,432,019</u>

Payments on general obligation warrants are made from the General Fund.

General Long-Term Debt

General long-term debt at September 30, 1986 consisted of the following:

(A) \$1,500,000 general obligation warrant payable to a trust; dated July 27, 1983; due \$150,000 annually; interest at 9% due monthly	\$ 1,050,000
(B) \$9,575,000 general obligation warrants, series 1983; dated October 1, 1983; due \$350,000 to \$1,150,000 annually beginning October 1, 1985; interest at 8.20% to 9.00% due semi-annually commencing April 1, 1984	<u>9,225,000</u>
	<u>\$10,275,000</u>

The ratio of general obligation debt to assessed valuation is 7.35% and the amount of general obligation debt per capita is \$519.15 (based on the 1980 Federal Census population of 19,792).

Overlapping debt of Jefferson and Shelby Counties applicable to the City of Hoover at September 30, 1986 totaled \$19,248,016. The City's legal debt margin is \$28,307,868 at September 30, 1986.

The City's credit ratings are as follows:

Moody's Investors Service	A
Standard and Poor's	A+

Cash Management

Cash temporarily idle during the year is invested by the City. City management invests idle cash in bank certificates of deposit, a bank public funds investment account and U.S. government obligations. At September 30, 1986, the City's excess funds were invested at annual rates ranging from 5.25% to 8.125%.

Contractual Commitments

The City has contractual commitments for uncompleted construction at September 30, 1986, as follows:

<u>Project</u>	<u>Remaining Construction Committed</u>
Recreation Department offices at Howard Lake	\$129,843
Street lighting	127,190
Park improvements	89,686
Total	<u>\$346,719</u>

Recent Events

The City administration, police and library moved into the new Municipal Center in November, 1985. The new facility faces Howard Lake and Interstate Highway 459 with U.S. Highway 31 located to the rear of the building.

The Riverchase Galleria opened in February, 1986, with ceremonies and fireworks.

In anticipation of the opening of the Galleria some of the older shopping centers got "facelifts" and new shopping centers opened in the City. U.S. Highway 31 has been improved, landscaped and lighted. This greatly enhances the appearance of the "main street" of Hoover.

Economic Prospects

Hoover is the fastest growing city in the State. Soon it may be the sixth largest city in the State. It is on the verge of becoming the second largest city in Jefferson County. It now has the largest shopping mall in the Southeast, the Riverchase Galleria. Other shopping centers and businesses are springing up on the two north-south open access traffic arteries through the City. Significant annexations of unincorporated areas are common. The City is not "landlocked" by other municipalities. Thousands of acres of unincorporated land lie to the east and southwest to provide for future growth. Due to the City's far sighted leadership (in both the public and private sector) as well as its geographical location, Hoover is in an enviable position. The City is "booming" without the common problems associated with rapid growth. Despite its rapid population increase, the City's expanding commercial revenue base has made it possible to continue to deliver its high quality of service to its residents and businesses without anticipating future tax increases.

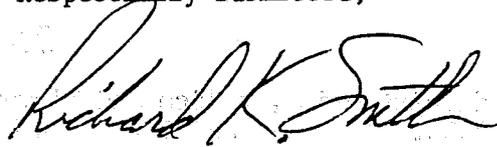
Independent Audit

The State law requires an annual audit to be made of the books of account, financial records and transactions of all administrative departments of the City by a Certified Public Accountant. This requirement has been complied with and the auditor's opinion is included in this report.

Acknowledgements

I appreciate very much the patience and support of the Mayor and City Council. I also wish to thank our accountants, Livings & Company for their assistance in compiling the CAFR.

Respectfully submitted,



Richard K. Smith, C.P.A.
Finance Director

March 31, 1987

Certificate of Achievement for Excellence in Financial Reporting

Presented to
**City of
Hoover, Alabama**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1985

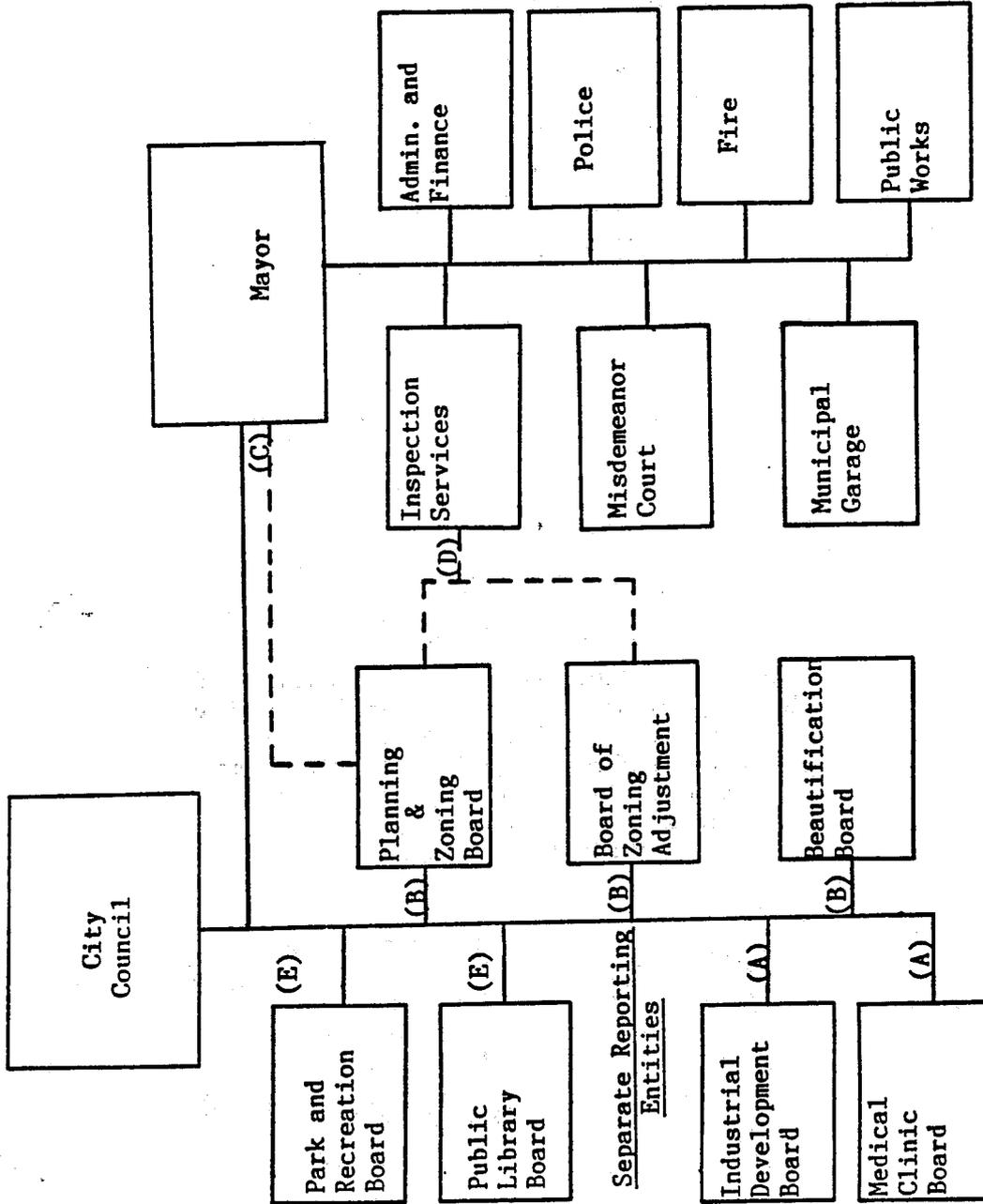
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.



Betty Jo Harker
President

Jeffrey L. Esser
Executive Director

City of Hoover, Alabama
Organization Chart



- (A) Independent board which is not funded by the City, the members of which are appointed by the City Council.
- (B) Independent board which requires no significant funding, the members of which are appointed by the City Council.
- (C) The Mayor is an ex-officio member of the Planning and Zoning Board.
- (D) Inspector enforces decisions of the Planning and Zoning Board and the Board of Zoning Adjustment.
- (E) Independent Board funded by the City. The Board members are appointed by the City Council.

Financial Section



Livings & Company

Certified Public Accountants

James H. Livings, CPA
Marion E. Higgins, CPA

910 First Alabama Bank Building
Birmingham, Alabama 35203
(205) 251-3177

Honorable Mayor and Members of
the City Council
City of Hoover, Alabama

We have examined the combined financial statements of the City of Hoover, Alabama, and the combining, individual fund and account group financial statements of the city as of and for the years ended September 30, 1986 and 1985 as listed in the table of contents. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the combined financial statements referred to above present fairly the financial position of the City of Hoover, Alabama, at September 30, 1986 and 1985, and the results of its operations and the changes in financial position of its propriety fund type for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis. Also, in our opinion, the combining, individual fund and account group financial statements referred to above present fairly the financial position of each of the individual funds and account groups of the City of Hoover, Alabama, at September 30, 1986 and 1985 and the results of operations of such funds and the changes in financial position of the proprietary fund for the years then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Our examinations were made for the purpose of forming an opinion on the combined financial statements taken as a whole and on the combining, individual fund and account group financial statements. The accompanying financial information listed in the supplementary information and statistical tables sections in the table of contents is presented for purposes of additional analysis and is not a required part of the combined financial statements of the City of Hoover, Alabama. This information, except those schedules noted as unaudited, has been subjected to the auditing procedures applied in the examination of the combined, combining, individual fund and account group financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

Livings & Company

January 15, 1987

COMBINED FINANCIAL STATEMENTS

These statements provide a summary overview of the financial position of all funds and account groups and of the operating results by fund types. They also serve as an introduction to the more detailed statements and schedules that follow. Separate columns are used for each fund type and account group.

THE CITY OF HOOVER, ALABAMA
Combined Balance Sheet
All Fund Types and Account Groups
September 30, 1986

<u>Assets</u>	<u>Governmental Fund Types</u>		
	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Fund</u>
Cash	\$ 581,856	\$ 7,686	\$ 21
Investments (Note 1)	270,611	524,147	143,147
Receivables			
Taxes (Note 3)	755,316	-	-
Accrued interest	813	13,088	-
Accounts	-	-	-
Other	-	-	-
Due from other governments			
County	-	125,156	-
State	-	26,917	-
Federal	-	20,567	-
Due from other funds (Note 7)	162,000	716	4,030
Inventory-supplies, at cost	-	-	-
Fixed assets - net of accumulated depreciation (Notes 1 and 4)	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-
	<u>1,770,596</u>	<u>718,277</u>	<u>147,198</u>
 <u>Liabilities</u>			
Bank overdraft	-	-	-
Accounts payable	215,097	138,479	100,127
Payroll taxes payable	36,085	-	-
Accrued retirement contribution (Note 9)	27,886	-	-
Due to other funds (Note 7)	136,233	162,000	2,304
General obligation warrants payable (Note 5)	-	-	-
Accrued compensated leave (Note 1)	499,874	-	-
Total liabilities	<u>915,175</u>	<u>300,479</u>	<u>102,431</u>
 <u>Fund Equity</u>			
Contributed capital	-	-	-
Investment in general fixed assets	-	-	-
Retained earnings (deficit) - unreserved	-	-	-
Fund balances - unreserved	855,421	417,798	44,767
Total fund equity	<u>855,421</u>	<u>417,798</u>	<u>44,767</u>
 Total liabilities and fund equity	 <u>\$1,770,596</u>	 <u>\$ 718,277</u>	 <u>\$ 147,198</u>

The accompanying notes are an integral part of this statement.

Proprietary Fund Type	Account Groups		Totals (Memorandum Only)	
	General	General	1986	1985
	Fixed Assets	Long-Term Debt		
Sewer				
Enterprise				
Fund				
\$ 316	\$ -	\$ -	\$ 589,879	\$ 122,431
40,538	-	-	978,443	4,579,432
-	-	-	755,316	526,170
-	-	-	13,901	108,413
16,885	-	-	16,885	12,083
-	-	-	-	32,369
-	-	-	125,156	-
-	-	-	26,917	25,318
-	-	-	20,567	30,334
133,791	-	-	300,537	1,628,488
4,000	-	-	4,000	4,000
2,953,334	14,617,084	-	17,570,418	15,456,871
-	-	10,275,000	10,275,000	10,775,000
<u>3,148,864</u>	<u>14,617,084</u>	<u>10,275,000</u>	<u>30,677,019</u>	<u>33,300,909</u>
-	-	-	-	268,194
27,800	-	-	481,503	1,162,926
-	-	-	36,085	27,867
-	-	-	27,886	19,132
-	-	-	300,537	1,628,488
-	-	10,275,000	10,275,000	10,775,000
-	-	-	499,874	362,746
<u>27,800</u>	<u>-</u>	<u>10,275,000</u>	<u>11,620,885</u>	<u>14,244,353</u>
3,500,000	-	-	3,500,000	3,500,000
-	14,617,084	-	14,617,084	12,306,204
(378,936)	-	-	(378,936)	(188,574)
-	-	-	1,317,986	3,438,926
<u>3,121,064</u>	<u>14,617,084</u>	<u>-</u>	<u>19,056,134</u>	<u>19,056,556</u>
<u>\$3,148,864</u>	<u>\$14,617,084</u>	<u>\$10,275,000</u>	<u>\$30,677,019</u>	<u>\$33,300,909</u>

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THE CITY OF HOOVER, ALABAMA
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
All Governmental Fund Types
 Year Ended September 30, 1986

	<u>Governmental Fund Types</u>			<u>Totals</u> (Memorandum Only)	
	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>1986</u>	<u>1985</u>
	Revenues				
Taxes	\$ 8,656,149	\$ -	\$ -	\$ 8,656,149	\$ 6,191,443
Licenses and permits	1,902,237	-	-	1,902,237	1,745,746
Intergovernmental	372,624	516,775	-	889,399	885,437
Fines and forfeitures	207,288	-	-	207,288	176,043
Interest on investments	65,353	56,771	38,913	161,037	677,996
Other	527,031	-	-	527,031	47,718
Total revenues	<u>11,730,682</u>	<u>573,546</u>	<u>38,913</u>	<u>12,343,141</u>	<u>9,724,383</u>
Expenditures					
Current operations					
General government	1,752,087	-	-	1,752,087	949,720
Public safety	4,977,690	-	-	4,977,690	3,381,145
Municipal court	72,612	-	-	72,612	52,202
Streets and sanitation	1,654,230	142,873	-	1,797,103	1,560,209
Recreation	251,955	-	-	251,955	181,071
Library	428,796	-	-	428,796	391,958
Health	62,995	-	-	62,995	56,638
Total	<u>9,200,365</u>	<u>142,873</u>	<u>-</u>	<u>9,343,238</u>	<u>6,572,943</u>
Capital outlays	1,961,415	1,110,490	616,919	3,688,824	5,354,721
Debt service	1,432,019	-	-	1,432,019	1,103,150
Total expenditures	<u>12,593,799</u>	<u>1,253,363</u>	<u>616,919</u>	<u>14,464,081</u>	<u>13,030,814</u>
Excess of revenues over (under) expenditures	(863,117)	(679,817)	(578,006)	(2,120,940)	(3,306,431)
Other financing sources (uses)					
Operating transfers in	-	535,255	450,842	986,097	-
Operating transfers out	(986,097)	-	-	(986,097)	-
Total other financing sources (uses)	<u>(986,097)</u>	<u>535,255</u>	<u>450,842</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	(1,849,214)	(144,562)	(127,164)	(2,120,940)	(3,306,431)
Fund balances at beginning of year	<u>2,704,635</u>	<u>562,360</u>	<u>171,931</u>	<u>3,438,926</u>	<u>6,745,357</u>
Fund balances at end of year	<u>\$ 855,421</u>	<u>\$ 417,798</u>	<u>\$ 44,767</u>	<u>\$1,317,986</u>	<u>\$ 3,438,926</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Combined Statement of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual
General and Special Revenue Fund Types
 Year Ended September 30, 1986

	General Fund		Special Revenue Fund Types		Variance Favorable (Unfavorable)
	Budget	Actual	Budget	Actual	
Revenues					
Taxes	\$ 8,369,000	\$ 8,656,149	\$ -	\$ -	\$ -
Licenses and permits	2,289,000	1,902,237	-	-	-
Intergovernmental	507,000	372,624	683,000	516,775	(166,225)
Fines and forfeitures	208,000	207,288	-	-	-
Interest on investments	65,000	65,353	48,000	56,771	8,771
Other	422,000	527,031	-	-	-
Total revenues	<u>11,860,000</u>	<u>11,730,682</u>	<u>731,000</u>	<u>573,546</u>	<u>(157,454)</u>
Expenditures					
Current operations					
General government	1,542,192	1,752,087	-	-	(209,895)
Public safety	4,896,200	4,977,690	-	-	(81,490)
Municipal court	72,500	72,612	-	-	112
Streets and sanitation	1,813,500	1,654,230	196,200	142,873	53,327
Recreation	244,200	251,955	-	-	(7,755)
Library	431,600	428,796	-	-	2,804
Health	65,900	62,995	-	-	2,905
Total	<u>9,066,092</u>	<u>9,200,365</u>	<u>196,200</u>	<u>142,873</u>	<u>(134,273)</u>
Capital outlays	869,843	1,961,415	740,000	1,110,490	(1,091,572)
Debt service	1,408,200	1,432,019	-	-	(23,819)
Total expenditures	<u>11,344,135</u>	<u>12,593,799</u>	<u>936,200</u>	<u>1,253,363</u>	<u>(1,249,664)</u>

Excess of revenues over (under) expenditures	\$ 515,865	(863,117)	\$(1,378,982)	\$(205,200)	\$(679,817)	\$(474,617)
Other financing sources (uses)	-	-	-	-	535,255	535,255
Operating transfers in	-	(986,097)	(986,097)	-	-	-
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	(986,097)	(986,097)	-	535,255	535,255
Excess of revenues and other sources over (under) expenditures and other uses	\$ 515,865	(1,849,214)	\$(2,365,079)	\$(205,200)	(144,562)	\$ 60,638
Fund balances at beginning of year		<u>2,704,635</u>			<u>562,360</u>	
Fund balances at end of year		<u>\$ 855,421</u>			<u>\$ 417,798</u>	

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Statement of Revenues, Expenses and Changes
in Retained Earnings (Deficit) - Proprietary Fund Type -
Sewer Enterprise Fund
 Years Ended September 30, 1986 and 1985

	<u>1986</u>	<u>1985</u>
Operating revenues		
Charges for services	\$ <u>160,028</u>	\$ <u>110,068</u>
Operating expenses		
Depreciation	197,333	197,333
Management fees	183,095	189,910
Utilities	67,301	67,759
Supplies	4,538	5,326
Repairs and maintenance	23,637	10,708
Professional fees	250	192
Telephone	994	-
Engineering fees	6,476	-
Bank charges	<u>78</u>	<u>75</u>
Total operating expenses	<u>483,702</u>	<u>471,303</u>
Operating income (loss)	(323,674)	(361,235)
Non-operating revenues		
Tap fees	130,440	239,315
Interest	<u>2,872</u>	<u>7,448</u>
Total non-operating revenues	<u>133,312</u>	<u>246,763</u>
Net income (loss)	(190,362)	(114,472)
Retained earnings (deficit) at beginning of year	<u>(188,574)</u>	<u>(74,102)</u>
Retained earnings (deficit) at end of year	<u><u>\$(378,936)</u></u>	<u><u>\$(188,574)</u></u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Statement of Changes in Financial Position
Proprietary Fund Type - Sewer Enterprise Fund
 Years Ended September 30, 1986 and 1985

	<u>1986</u>	<u>1985</u>
Sources of working capital		
Operations		
Net income (loss)	\$(190,362)	\$(114,472)
Item not requiring working capital - depreciation	<u>197,333</u>	<u>197,333</u>
Working capital provided by operations	<u>6,971</u>	<u>82,861</u>
Net increase in working capital	<u><u>6,971</u></u>	<u><u>82,861</u></u>
Elements of net increase in working capital:		
Cash	(33,156)	(36,404)
Investments	(107,462)	148,000
Receivables	4,685	(10,034)
Due from general fund	131,487	-
Due from capital projects fund	2,304	-
Accounts payable	(7,400)	(18,701)
Due to general fund	<u>16,513</u>	<u>-</u>
Net increase in working capital	<u><u>\$ 6,971</u></u>	<u><u>\$ 82,861</u></u>

The accompanying notes are an integral part of this statement.

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Notes to Financial Statements

THE CITY OF HOOVER, ALABAMA
Notes to Financial Statements
September 30, 1986

NOTE 1 Summary of Significant Accounting Policies

The City of Hoover, Alabama was incorporated as a municipality on May 18, 1967. The City operates under the Mayor-Council form of government and provides the following services: public safety (police, fire and inspection), street maintenance, sanitation, recreation, public library, public improvements, planning and zoning, and general administrative services.

The accounting policies of the City of Hoover, Alabama conform to generally accepted accounting principles, as applicable to municipal governments. Following is a summary of the most significant policies:

A. Fund Accounting

The financial statements of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are presented in separate financial statements that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent.

Governmental funds are as follows:

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.

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

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary fund is as follows:

Enterprise Fund - The City's only enterprise fund is a sewer enterprise fund. An enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determinations of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

B. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets located within the City consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are not capitalized. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

The proprietary fund (sewer enterprise fund) is accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet. Its reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. The proprietary fund type operating statement presents increases (revenues) and decreases (expenses) in net total assets.

Depreciation of the sewer treatment plant used by the proprietary fund is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund balance sheet. Depreciation has been provided over the estimated 15 year useful life of the sewer treatment plant using the straight-line method.

C. Financial Reporting Entity

For financial reporting purposes, in conformance with National Council on Governmental Accounting (NCGA) Statement 3, Defining the Governmental Reporting Entity, as amplified by NCGA Interpretation 7, Clarification as to the Application of the Criteria in NCGA Statement 3, the City includes all funds and account groups that are controlled by or dependent on the Mayor and the City Council. The Medical Clinic Board of the City of Hoover and The Industrial Development Board of the City of Hoover have been excluded from the financial reporting entity. The City does not significantly influence their operations. These organizations have substantial autonomy and separate governmental entity characteristics. They are governed by separate boards (appointed by the City Council). They are not funded by the City. The City is not obligated to finance any deficits they may incur and the City does not guarantee their indebtedness.

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer assessed sales taxes and shared revenues are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt which is recognized when due.

The proprietary fund (sewer enterprise fund) is accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

E. Budgeting, Budgetary Control and Budgetary Reporting

The City is not required under state or local law to adopt an annual budget for the General Fund and Special Revenue Funds; however, there is a federal requirement that a budget be prepared for the Federal Revenue Sharing Fund. The City legally adopts a combined budget for the General Fund and Special Revenue Funds of the City. A budget is not legally adopted for the capital projects fund.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to October 1, the Mayor submits to the City Council a proposed operating budget for the upcoming fiscal year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the City Hall to obtain taxpayer comments.

3. On or about October 1, the budget is adopted by the City Council.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund and the Special Revenue Funds.
5. Department heads are responsible for adhering to their departmental budgets.
6. The General Fund and Special Revenue Funds budget is adopted on a basis consistent with generally accepted accounting principles.
7. At the end of the fiscal year, appropriations of the General Fund and Special Revenue Funds automatically lapse.
8. The level of control (the level at which expenditures may not exceed budget) is the fund; however, the City Council may authorize expenditures from time to time during the year without legally amending the previously adopted budget. The Council may legally amend the budget at any time during the fiscal year.

F. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed. Appropriations automatically lapse at year end.

G. Bank Deposits and Investments

The City may legally invest in bank certificates of deposit, bank public funds investment accounts and U.S. Treasury obligations. All bank balances in checking accounts and investments in bank certificates of deposit and in the public funds investment account at September 30, 1986, are entirely insured or collateralized with negotiable securities held by the Federal Reserve Bank of Atlanta in the name of the City. The City does not own any U.S. Treasury obligations at September 30, 1986. The investment carrying amounts approximate market value at September 30, 1986. The City held investments as follows at September 30, 1986:

Bank certificates of deposit	\$317,998
Bank public funds investment account	<u>660,445</u>
	<u>\$978,443</u>

H. Accumulated Unused Compensated Leave

The National Council on Governmental Accounting (NCGA) issued Statement 4, Accounting and Financial Reporting Principles for Claims and Judgements and Compensated Absences, in August, 1982. Statement 4 requires municipalities to comply with the provisions of Financial Accounting Standards Board (FASB) Statement 43, Accounting for Compensated Absences, for fiscal years beginning after December 31, 1982. FASB Statement 43 requires employers to accrue a liability for future compensated absences rather than disclose the liability in notes to financial statements.

Overtime leave and vacation leave are fully vested rights which are an obligation of the City even if an employee resigns or is discharged. Sick leave benefits were previously treated as nonvested rights which terminated if an employee resigned or was discharged. Effective October 1, 1984, the policy was changed retroactively, making one half of each current employee's accumulated sick leave a vested benefit when he or she discontinued employment with the City.

City employees had unused overtime leave, vacation leave and vested sick leave benefits totalling \$499,874 and \$362,746 at September 30, 1986 and 1985, respectively. Accrued compensated leave, which does not exceed a normal year's accumulation, is recorded as a liability of the General Fund.

I. Comparative Data

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

J. Total Columns on Combined Statements

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

NOTE 2 Property Tax

Property is assessed and property taxes are collected by Jefferson and Shelby Counties on behalf of the City. Property is assessed and property taxes attach as an enforceable lien on property as of October 1. These property taxes are due and payable October 1 of the subsequent year and are delinquent after January 1. Total assessed value of property within the City approximated \$181 million at October 1, 1985. The City's property tax rate is \$.65 per \$100 of assessed value. This is presently the maximum legal rate.

Property tax revenues are accounted for using the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized in the accounting period when they become susceptible to accrual; that is, when they are levied. They are considered "available" when they meet the criteria set forth in NCGA Interpretation 3, Revenue Recognition - Property Taxes. "Available" is defined in Interpretation 3 as "... then due, or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period."

Property tax revenues are not normally collected in advance of the year to which they apply. Should this occur, such revenues would be recorded as deferred revenues and recognized as revenue in the year for which they are levied.

NOTE 3 Receivables - Taxes

A summary of the items included in taxes receivable at September 30, 1986 and 1985 is set forth below:

	<u>1986</u>	<u>1985</u>
Sales tax	\$ 705,366	\$ 357,297
County road tax	-	117,188
Beer tax	17,685	17,227
Property tax	541	3,899
Other	<u>31,724</u>	<u>30,559</u>
Total	<u>\$ 755,316</u>	<u>\$ 526,170</u>

NOTE 4 Changes in General Fixed Assets

A summary of changes in general fixed assets is set forth below:

	Balance September 30, <u>1985</u>	<u>Additions</u>	<u>Deletions</u>	Balance September 30, <u>1986</u>
Land	\$ 3,046,014	\$ 163,065	\$ 45,750	\$ 3,163,329
Buildings	1,467,685	4,508,499	220,707	5,755,477
Improvements other than buildings	1,492,124	770,422	76,086	2,186,460
Equipment and vehicles	2,309,692	1,282,006	172,333	3,419,365
Construction in progress	<u>3,990,689</u>	<u>486,551</u>	<u>4,384,787</u>	<u>92,453</u>
Total	<u>\$12,306,204</u>	<u>\$7,210,543</u>	<u>\$4,899,663</u>	<u>\$14,617,084</u>

Construction in progress at September 30, 1985, consisted of expenditures for the municipal center which was completed during fiscal 1986. The balance in construction in progress at September 30, 1986, relates to the cost of the Recreation Department offices being constructed at Howard Lake.

Proprietary fund type property, plant and equipment at September 30, 1986 and 1985 consisted of:

	Sewer Enterprise Fund	
	<u>1986</u>	<u>1985</u>
Land	\$ 536,000	\$ 536,000
Sewer treatment plant	2,960,000	2,960,000
Total	<u>3,496,000</u>	<u>3,496,000</u>
Less - Accumulated depreciation	(542,666)	(345,333)
Net	<u>\$ 2,953,334</u>	<u>\$ 3,150,667</u>

NOTE 5 Long-Term Debt

Long-term debt of the City consists exclusively of general obligation warrants reported in the General Long-Term Debt Account Group. A summary of general obligation warrant transactions for the year ended September 30, 1986 is as follows:

General obligation warrants payable at October 1, 1985	\$10,775,000
General obligation warrants retired	<u>(500,000)</u>
General obligation warrants payable at September 30, 1986	<u>\$10,275,000</u>

General obligation warrants at September 30, 1986 are comprised of the following:

(A) \$1,500,000 general obligation warrant payable to a trust; dated July 27, 1983; due \$150,000 annually; interest at 9 percent due monthly	\$ 1,050,000
(B) \$9,575,000 general obligation warrants, Series 1983; dated October 1, 1983; due \$350,000 to \$1,150,000 annually beginning October 1, 1985; interest at 8.20% to 9.00% due semi-annually commencing April 1, 1984	<u>9,225,000</u>
	<u>\$10,275,000</u>

Annual requirements to amortize long-term debt (including related interest) at September 30, 1986:

Year Ending September 30,	(A) \$1,500,000 General Obligation Warrant		(B) \$9,575,000 General Obligation Warrant		Total
	Principal	Interest	Principal	Interest	
1987	\$ 150,000	\$ 92,250	\$ 375,000	\$ 802,400	\$ 1,419,650
1988	150,000	78,750	425,000	768,650	1,422,400
1989	150,000	65,250	475,000	732,525	1,422,775
1990	150,000	51,750	525,000	692,150	1,418,900
1991	150,000	38,250	550,000	647,525	1,385,775
1992	150,000	24,750	625,000	600,775	1,400,525
1993	150,000	11,250	675,000	547,650	1,383,900
1994	-	-	750,000	492,300	1,242,300
1995	-	-	800,000	429,300	1,229,300
1996	-	-	875,000	360,500	1,235,500
1997	-	-	950,000	283,500	1,233,500
1998	-	-	1,050,000	198,000	1,248,000
1999	-	-	1,150,000	103,500	1,253,500
	<u>\$1,050,000</u>	<u>\$ 362,250</u>	<u>\$9,225,000</u>	<u>\$6,658,775</u>	<u>\$17,296,025</u>

Payments on general obligation warrants, which are secured by the full faith and credit of the City, are made from the General Fund.

The City is in compliance with all significant limitations and restrictions contained in the ordinances authorizing the general obligation warrants.

NOTE 6 Excess of Actual Expenditures over Budget

General Fund expenditures of \$12,593,799 exceeded appropriations of \$11,344,135. Federal Revenue Sharing Fund expenditures of \$126,031 exceeded appropriations of \$123,000. State Seven Cent Gasoline Tax Fund expenditures of \$393,301 exceeded appropriations of \$213,200. Road and bridge tax fund expenditures of \$684,357 exceeded appropriations of \$600,000. These excesses of actual expenditures over budget were primarily the result of capital and other expenditures being authorized by the City Council and made without amending the budget.

NOTE 7 Interfund Balances

Individual fund interfund receivable and payable balances at September 30, 1986 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 162,000	\$ 136,233
Special Revenue Funds		
Federal Revenue Sharing Fund	-	27,000
State Seven Cent Gasoline Tax Fund	716	-
Road and Bridge Tax Fund	-	135,000
Capital Projects Fund	4,030	2,304
Sewer Enterprise Fund	133,791	-
Total	<u>\$ 300,537</u>	<u>\$ 300,537</u>

NOTE 8 Sewer Enterprise Fund

The Sewer Enterprise Fund, initiated during the fiscal year ended September 30, 1984 to account for the operations of the sewer treatment plant, is the only proprietary type fund maintained by the City. Segment information required to be disclosed by generally accepted accounting principles is effectively provided by the Sewer Enterprise Fund financial statements presented on pages 2,3,7, and 8.

The sewer treatment plant was financed by general long-term debt. No long-term debt is recorded in the Sewer Enterprise Fund. The plant has been charged as an asset of the Sewer Enterprise Fund with a corresponding credit to contributed capital from the City.

The Sewer Enterprise Fund incurred losses for the fiscal years ended September 30, 1986 and 1985 of \$190,362 and \$114,472, respectively. The Sewer Enterprise Fund has an accumulated deficit of \$378,936 at September 30, 1986. The City acquired the sewer treatment plant as a part of the Riverchase annexation. It was anticipated that the plant would operate at a deficit, but that the deficit incurred would be greatly offset by taxes and licenses revenue derived from the annexed area. The City has received revenue from the annexed area vastly in excess of the sewer treatment plant operating deficit.

NOTE 9 Retirement Commitment

The City is a participant in The Retirement Systems of Alabama which is the state retirement system operated through a public corporation. Participation commits the City to current benefit costs as well as prior service liability. The City has no fiduciary responsibility. Substantially all employees (other than elected officials) are covered by the Plan.

The City was required to contribute an amount equal to 6.45% of employees' compensation to the retirement plan during the fiscal year ended September 30, 1986. The employees' contribution rate, which is established by an act of the State Legislature, is set at 5% of employees' compensation.

Continued on Page 18

Set forth below is other information regarding the Plan:

- (1) The amount of unfunded accrued liability at September 30, 1986 is not yet available from the Retirement Systems of Alabama. The unfunded accrued liabilities at September 30, 1985 and 1984 were \$337,345 and \$417,013, respectively.
- (2) The unfunded accrued liability is being funded over a 30 year period.
- (3) The assumed rate of return that is used to determine the actuarial present values of benefits is 8%.
- (4) The actuarially required contributions for the year ended September 30, 1986 were as follows:

Employee contribution	\$233,433
Employer contribution	<u>301,129</u>
Total	<u>\$534,562</u>

- (5) Contributions for the year equaled the amounts shown in (4) above.

The City's contribution rate, which was based on an actuarial study as of September 30, 1985 consisted of the following:

Normal cost	4.59%
Accrued liability	1.38
Death benefit	.30
Administrative cost	<u>.18</u>
Total	<u>6.45%</u>

Actuarial valuations are normally made on an annual basis by the state retirement system. Contributions to the plan, expressed as a percent of active member payroll, should remain approximately level from year to year.

NOTE 10 County Road and Bridge Tax

The City established a separate special revenue fund on October 1, 1985, to account for the revenues and expenditures of the proceeds of the Jefferson County Road and Bridge Tax distributed annually to the City. The fund activities had previously been accounted for in the General Fund. A transfer of \$535,255 was made from the General Fund to establish the fund.

NOTE 11 Operating Leases

The City of Hoover, at September 30, 1986, does not have leases that should be capitalized pursuant to any of the four criteria listed in FASB Statement 13.

NOTE 12 Commitments

The City has contractual commitments for uncompleted construction at September 30, 1986 as follows:

<u>Project</u>	<u>Remaining Construction Committed</u>
Recreation department office	\$129,843
Park improvements	89,686
Street lighting	<u>127,190</u>
Total	<u>\$346,719</u>

NOTE 13 Grant Contingencies - No Significant Questioned Costs and Limited Disallowance Potential

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. City management believes disallowances, if any, will be immaterial.

Combining and Individual Fund Financial Statements

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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.

THE CITY OF HOOVER, ALABAMA
General Fund
Comparative Balance Sheet
September 30, 1986 and 1985

<u>Assets</u>	<u>1986</u>	<u>1985</u>
Cash	\$ 581,856	\$ 80,963
Investments, at cost	270,611	1,711,700
Receivables		
Taxes	755,316	526,170
Accrued interest	813	22,175
Due from other funds		
Federal revenue sharing	27,000	-
Road and bridge fund	135,000	-
Capital projects fund	-	1,408,975
Sewer enterprise fund	-	16,513
	<u>1,770,596</u>	<u>3,766,496</u>
Total assets		
	<u>1,770,596</u>	<u>3,766,496</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities		
Accounts payable	215,097	449,116
Payroll taxes payable	36,085	27,867
Accrued retirement contribution	27,886	19,132
Due to other funds		
Federal Revenue Sharing fund	-	23,000
Seven cent gasoline tax fund	716	180,000
Capital projects fund	4,030	-
Sewer enterprise fund	131,487	-
Accrued compensated leave	499,874	362,746
	<u>915,175</u>	<u>1,061,861</u>
Total liabilities		
	<u>915,175</u>	<u>1,061,861</u>
Fund balance		
Unreserved	<u>855,421</u>	<u>2,704,635</u>
	<u>855,421</u>	<u>2,704,635</u>
Total liabilities and fund balance	<u>\$1,770,596</u>	<u>\$3,766,496</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended September 30, 1986
With Comparative Actual Amounts for Year Ended September 30, 1985

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>1985</u>
Revenues				
Taxes	\$ 8,369,000	\$ 8,656,149	\$ 287,149	\$6,191,443
Licenses and permits	2,289,000	1,902,237	(386,763)	1,745,746
Intergovernmental	507,000	372,624	(134,376)	489,666
Fines and forfeitures	208,000	207,288	(712)	176,043
Interest on investments	65,000	65,353	353	218,247
Other	422,000	527,031	105,031	47,718
Total revenues	<u>11,860,000</u>	<u>11,730,682</u>	<u>(129,318)</u>	<u>8,868,863</u>
Expenditures				
Current operations				
General government	1,542,192	1,752,087	(209,895)	948,865
Public safety	4,896,200	4,977,690	(81,490)	3,381,145
Municipal court	72,500	72,612	(112)	52,202
Streets and sanitation	1,813,500	1,654,230	159,270	1,275,596
Recreation	244,200	251,955	(7,755)	181,071
Library	431,600	428,796	2,804	391,958
Health	65,900	62,995	2,905	56,638
Total	<u>9,066,092</u>	<u>9,200,365</u>	<u>(134,273)</u>	<u>6,287,475</u>
Capital outlays	869,843	1,961,415	(1,091,572)	1,274,593
Debt service	<u>1,408,200</u>	<u>1,432,019</u>	<u>(23,819)</u>	<u>1,103,150</u>
Total expenditures	<u>11,344,135</u>	<u>12,593,799</u>	<u>(1,249,664)</u>	<u>8,665,218</u>
Excess of revenues over (under) expenditures	515,865	(863,117)	(1,378,982)	203,645
Other Financing Sources (Uses):				
Operating transfers out	<u>-</u>	<u>(986,097)</u>	<u>(986,097)</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures and Other Uses	<u>\$ 515,865</u>	<u>(1,849,214)</u>	<u>\$(2,365,079)</u>	203,645
Fund balance at beginning of year		<u>2,704,635</u>		<u>2,500,990</u>
Fund balance at end of year		<u>\$ 855,421</u>		<u>\$2,704,635</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
General Fund
Schedule of Current Expenditures
Budget and Actual

Year Ended September 30, 1986

With Comparative Actual Amounts for Year Ended September 30, 1985

<u>Expenditures - Current Operations</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1985</u>
General government				
Administrative				
Personal services	\$ 459,800	\$ 390,533	\$ 69,267	\$ 220,505
Other	1,019,092	1,293,720	(274,628)	666,251
Total	<u>1,478,892</u>	<u>1,684,253</u>	<u>(205,361)</u>	<u>886,756</u>
Municipal garage				
Personal services	46,300	53,671	(7,371)	47,530
Other	17,000	14,163	2,837	14,579
Total	<u>63,300</u>	<u>67,834</u>	<u>(4,534)</u>	<u>62,109</u>
Total general government	<u>1,542,192</u>	<u>1,752,087</u>	<u>(209,895)</u>	<u>948,865</u>
Public safety				
Police				
Personal services	1,775,800	1,761,840	13,960	1,298,365
Other	265,500	224,319	41,181	196,785
Total	<u>2,041,300</u>	<u>1,986,159</u>	<u>55,141</u>	<u>1,495,150</u>
Fire				
Personal services	2,328,100	2,498,722	(170,622)	1,548,140
Other	264,600	260,112	4,488	148,062
Total	<u>2,592,700</u>	<u>2,758,834</u>	<u>(166,134)</u>	<u>1,696,202</u>
Inspection services				
Personal services	202,500	197,077	5,423	137,753
Other	59,700	35,620	24,080	52,040
Total	<u>262,200</u>	<u>232,697</u>	<u>29,503</u>	<u>189,793</u>
Total public safety	<u>4,896,200</u>	<u>4,977,690</u>	<u>(81,490)</u>	<u>3,381,145</u>
Municipal court				
Municipal court				
Personal services	42,900	61,593	(18,693)	48,148
Other	29,600	11,019	18,581	4,054
Total municipal court	<u>72,500</u>	<u>72,612</u>	<u>(112)</u>	<u>52,202</u>
Streets and sanitation				
Streets and sanitation				
Personal services	582,000	500,884	81,116	421,224
Other	1,231,500	1,153,346	78,154	854,372
Total	<u>1,813,500</u>	<u>1,654,230</u>	<u>159,270</u>	<u>1,275,596</u>

Continued on Page 23

The accompanying notes are an integral part of this schedule.

THE CITY OF HOOVER, ALABAMA
General Fund (Cont'd)
Schedule of Current Expenditures
Budget and Actual
Year Ended September 30, 1986
With Comparative Actual Amounts for Year Ended September 30, 1985

<u>Expenditures - Current Operations</u>	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>1985 Actual</u>
Recreation				
Parks				
Personal services	\$ 128,100	\$ 163,298	\$(35,198)	\$ 73,443
Other	<u>116,100</u>	<u>88,657</u>	<u>27,443</u>	<u>107,628</u>
Total recreation	<u>244,200</u>	<u>251,955</u>	<u>(7,755)</u>	<u>181,071</u>
Library				
Library				
Personal services	268,700	253,865	14,835	160,776
Other	<u>162,900</u>	<u>174,931</u>	<u>(12,031)</u>	<u>231,182</u>
Total library	<u>431,600</u>	<u>428,796</u>	<u>2,804</u>	<u>391,958</u>
Health				
Nondepartmental	<u>65,900</u>	<u>62,995</u>	<u>2,905</u>	<u>56,638</u>
Total expenditures- current operations	<u>\$9,066,092</u>	<u>\$9,200,365</u>	<u>\$(134,273)</u>	<u>\$6,287,475</u>

Continued from Page 22

The accompanying notes are an integral part of this schedule.

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SPECIAL REVENUE FUNDS

These include operating funds which are restricted as to use by the Federal, State and County governments as follows:

Federal Revenue Sharing Fund accounts for funds received and disbursed under Federal Revenue Sharing.

State Seven Cent Gasoline Tax Fund accounts for proceeds of a 7 cent State gasoline tax. The use of these funds is restricted to expenditures related to construction, improvement and maintenance of highways, bridges, and streets.

State Four Cent Gasoline Tax Fund accounts for proceeds of a 4 cent State gasoline tax. The use of these funds is restricted to expenditures for the renovation, rehabilitation, and resurfacing of city streets and bridges.

County Road and Bridge Tax Fund accounts for the proceeds of the county ad valorem road tax collected within the City's boundary.

THE CITY OF HOOVER, ALABAMA
Special Revenue Funds
Combining Balance Sheet
September 30, 1986
 With Comparative Totals for September 30, 1985

<u>Assets</u>	Federal Revenue Sharing	State Seven Cent Gasoline Tax	State Four Cent Gasoline Tax	County Road and Bridge Tax	<u>Totals</u>	
					<u>1986</u>	<u>1985</u>
Cash	\$ 62	\$ 3,541	\$ 2,728	\$ 1,355	\$ 7,686	\$ -
Investments, at cost	153,170	235,881	130,072	5,024	524,147	723,000
Receivable--accrued interest	6,544	-	6,544	-	13,088	14,954
Due from other governments:						
County	-	-	-	125,156	125,156	-
State	-	17,655	9,262	-	26,917	25,318
Federal	20,567	-	-	-	20,567	30,334
Due from other funds	-	716	-	-	716	203,000
Total assets	<u>180,343</u>	<u>257,793</u>	<u>148,606</u>	<u>131,535</u>	<u>718,277</u>	<u>996,606</u>
<u>Liabilities and Fund Balances</u>						
Liabilities						
Bank overdraft	-	-	-	-	-	268,194
Accounts payable	-	137,259	1,220	-	138,479	166,052
Due to general fund	27,000	-	-	135,000	162,000	-
Total liabilities	<u>27,000</u>	<u>137,259</u>	<u>1,220</u>	<u>135,000</u>	<u>300,479</u>	<u>434,246</u>
Fund balances -						
Unreserved	<u>153,343</u>	<u>120,534</u>	<u>147,386</u>	<u>(3,465)</u>	<u>417,798</u>	<u>562,360</u>
Total liabilities and fund balances	<u>\$180,343</u>	<u>\$257,793</u>	<u>\$148,606</u>	<u>\$131,535</u>	<u>\$718,277</u>	<u>\$996,606</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Year Ended September 30, 1986
 With Comparative Totals for Year Ended September 30, 1985

	<u>Federal Revenue Sharing</u>	<u>State Seven Cent Gasoline Tax</u>	<u>State Four Cent Gasoline Tax</u>	<u>County Road and Bridge Tax</u>	<u>Totals</u>	
					<u>1986</u>	<u>1985</u>
Revenues						
Intergovernmental	\$114,057	\$177,116	\$100,446	\$125,156	\$ 516,775	\$395,771
Interest on investments	<u>14,490</u>	<u>13,244</u>	<u>8,556</u>	<u>20,481</u>	<u>56,771</u>	<u>56,854</u>
Total revenues	<u>128,547</u>	<u>190,360</u>	<u>109,002</u>	<u>145,637</u>	<u>573,546</u>	<u>452,625</u>
Expenditures						
Current operations						
Streets and sanitation	-	93,207	49,666	-	142,873	284,613
Total	-	<u>93,207</u>	<u>49,666</u>	-	<u>142,873</u>	<u>284,613</u>
Capital outlays	<u>126,039</u>	<u>300,094</u>	-	684,357	1,110,490	214,815
Total expenditures	<u>126,039</u>	<u>393,301</u>	<u>49,666</u>	<u>684,357</u>	<u>1,253,363</u>	<u>499,428</u>
Excess of revenues over (under) expenditures	2,508	(202,941)	59,336	(538,720)	(679,817)	(46,803)
Other financing sources						
Operating transfers in	-	-	-	535,255	535,255	-
Excess of revenues and other sources over (under) expenditures	2,508	(202,941)	59,336	(3,465)	(144,562)	(46,803)
Fund balances at beginning of year	<u>150,835</u>	<u>323,475</u>	<u>88,050</u>	-	<u>562,360</u>	<u>609,163</u>
Fund balances (deficit) at end of year	<u>\$153,343</u>	<u>\$120,534</u>	<u>\$147,386</u>	<u>\$(3,465)</u>	<u>\$ 417,798</u>	<u>\$562,360</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Federal Revenue Sharing Fund
Comparative Balance Sheet
 September 30, 1986 and 1985

<u>Assets</u>	<u>1986</u>	<u>1985</u>
Cash	\$ 62	\$ -
Investments, at cost	153,170	197,000
Receivable - accrued interest	6,544	2,833
Due from federal government	20,567	30,334
Due from general fund	<u>-</u>	<u>23,000</u>
Total assets	<u>180,343</u>	<u>253,167</u>
<u>Liabilities and Fund Balance</u>		
Liabilities		
Bank overdraft	-	95,687
Accounts payable	-	6,645
Due to general fund	<u>27,000</u>	<u>-</u>
Total liabilities	<u>27,000</u>	<u>102,332</u>
Fund balance - Unreserved	<u>153,343</u>	<u>150,835</u>
Total liabilities and fund balance	<u>\$180,343</u>	<u>\$253,167</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Federal Revenue Sharing Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended September 30, 1986
With Comparative Actual Amounts for Year Ended September 30, 1985

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1985 Actual</u>
Revenues				
Intergovernmental	\$123,000	\$114,057	\$(8,943)	\$123,052
Interest on investments	<u>5,000</u>	<u>14,490</u>	<u>9,490</u>	<u>17,192</u>
Total revenues	<u>128,000</u>	<u>128,547</u>	<u>547</u>	<u>140,244</u>
Expenditures				
Capital outlays	<u>123,000</u>	<u>126,039</u>	<u>(3,039)</u>	<u>187,193</u>
Total expenditures	<u>123,000</u>	<u>126,039</u>	<u>(3,039)</u>	<u>187,193</u>
Excess of revenues over (under) expenditures	<u>\$ 5,000</u>	2,508	<u>\$(2,492)</u>	(46,949)
Fund balance at beginning of year		<u>150,835</u>		<u>197,784</u>
Fund balance at end of year		<u>\$153,343</u>		<u>\$150,835</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
State Seven Cent Gasoline Tax Fund
Comparative Balance Sheet
 September 30, 1986 and 1985

<u>Assets</u>	<u>1986</u>	<u>1985</u>
Cash	\$ 3,541	\$ -
Investments, at cost	235,881	389,000
Receivable - accrued interest	-	5,017
Due from state government	17,655	16,637
Due from general fund	<u>716</u>	<u>180,000</u>
Total assets	<u>257,793</u>	<u>590,654</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities		
Bank overdraft	-	148,983
Accounts payable	<u>137,259</u>	<u>118,196</u>
Total liabilities	<u>137,259</u>	<u>267,179</u>
Fund balance - Unreserved	<u>120,534</u>	<u>323,475</u>
Total liabilities and fund balance	<u>\$257,793</u>	<u>\$590,654</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
State Seven Cent Gasoline Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended September 30, 1986
With Comparative Actual Amounts for Year Ended September 30, 1985

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>1985 Actual</u>
Revenues				
Intergovernmental	\$297,000	\$177,116	\$(119,884)	\$170,937
Interest on investments	<u>19,000</u>	<u>13,244</u>	<u>(5,756)</u>	<u>29,900</u>
Total revenues	<u>316,000</u>	<u>190,360</u>	<u>(125,640)</u>	<u>200,837</u>
Expenditures				
Current operations				
Streets and sanitation	<u>196,200</u>	<u>93,207</u>	<u>102,993</u>	<u>139,726</u>
Total	<u>196,200</u>	<u>93,207</u>	<u>102,993</u>	<u>139,726</u>
Capital outlays	<u>17,000</u>	<u>300,094</u>	<u>(283,094)</u>	<u>27,622</u>
Total expenditures	<u>213,200</u>	<u>393,301</u>	<u>\$(180,101)</u>	<u>167,348</u>
Excess of revenues over (under) expenditures	<u>\$102,800</u>	(202,941)	<u>\$(305,741)</u>	33,489
Fund balance at beginning of year		<u>323,475</u>		<u>289,986</u>
Fund balance at end of year		<u>\$120,534</u>		<u>\$323,475</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
State Four Cent Gasoline Tax Fund
Comparative Balance Sheet
 September 30, 1986 and 1985

<u>Assets</u>	<u>1986</u>	<u>1985</u>
Cash	\$ 2,728	\$ -
Investments, at cost	130,072	137,000
Receivable - accrued interest	6,544	7,104
Due from state government	<u>9,262</u>	<u>8,681</u>
Total assets	<u>148,606</u>	<u>152,785</u>
 <u>Liabilities and Fund Balance</u> 		
Liabilities		
Bank overdraft	-	23,524
Accounts payable	<u>1,220</u>	<u>41,211</u>
Total liabilities	<u>1,220</u>	<u>64,735</u>
Fund balance - Unreserved	<u>147,386</u>	<u>88,050</u>
Total liabilities and fund balance	<u>\$148,606</u>	<u>\$152,785</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
State Four Cent Gasoline Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended September 30, 1986
With Comparative Actual Amounts for Year Ended September 30, 1985

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1985 Actual</u>
Revenues				
Intergovernmental	\$167,000	\$100,446	\$(66,554)	\$101,782
Interest on investments	<u>5,000</u>	<u>8,556</u>	<u>3,556</u>	<u>9,762</u>
Total revenues	<u>172,000</u>	<u>109,002</u>	<u>(62,998)</u>	<u>111,544</u>
Expenditures				
Current operations				
Streets and sanitation	<u>-</u>	<u>49,666</u>	<u>(49,666)</u>	<u>144,887</u>
Total expenditures	<u>-</u>	<u>49,666</u>	<u>(49,666)</u>	<u>144,887</u>
Excess of revenues over (under) expenditures	<u>\$172,000</u>	59,336	<u>\$(112,664)</u>	(33,343)
Fund balance at beginning of year		<u>88,050</u>		<u>121,393</u>
Fund balance at end of year		<u>\$147,386</u>		<u>\$ 88,050</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
County Road and Bridge Tax Fund
Balance Sheet
 September 30, 1986

<u>Assets</u>	<u>1986</u>
Cash	\$ 1,355
Investments, at cost	5,024
Due from county government	<u>125,156</u>
Total assets	<u><u>131,535</u></u>
 <u>Liabilities and Fund Balance (Deficit)</u>	
Liabilities	
Due to general fund	<u>135,000</u>
Total liabilities	135,000
Fund balance (deficit) - Unreserved	<u>(3,465)</u>
Total liabilities and fund balance	<u><u>\$131,535</u></u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
County Road and Bridge Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended September 30, 1986

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 96,000	\$ 125,156	\$ 29,156
Interest on investments	<u>19,000</u>	<u>20,481</u>	<u>1,481</u>
Total revenues	<u>115,000</u>	<u>145,637</u>	<u>30,637</u>
<u>Expenditures</u>			
Capital outlays	<u>600,000</u>	<u>684,357</u>	<u>(84,357)</u>
Total expenditures	<u>600,000</u>	<u>684,357</u>	<u>(84,357)</u>
Excess of revenues over (under) expenditures	<u>(485,000)</u>	<u>(538,720)</u>	<u>(53,720)</u>
<u>Other financing sources</u>			
Operating transfers in	<u>-</u>	<u>535,255</u>	<u>535,255</u>
Excess of revenues and other sources over (under) expenditures	<u>\$(485,000)</u>	<u>(3,465)</u>	<u>\$ 481,535</u>
Fund balance at beginning of year		<u>-</u>	
Fund balance (deficit) at end of year		<u>\$(3,465)</u>	

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CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

THE CITY OF HOOVER, ALABAMA
Capital Projects Fund
Comparative Balance Sheet
 September 30, 1986 and 1985

<u>Assets</u>	<u>1986</u>	<u>1985</u>
Cash	\$ 21	\$ 7,996
Investments, at cost	143,147	1,996,732
Receivable - accrued interest	-	71,167
Receivable - other	-	32,369
Due from general fund	<u>4,030</u>	<u>-</u>
Total assets	<u><u>147,198</u></u>	<u><u>2,108,264</u></u>
 <u>Liabilities and Fund Balance</u> 		
Liabilities		
Accounts payable	100,127	527,358
Due to sewer fund	2,304	-
Due to General Fund	<u>-</u>	<u>1,408,975</u>
Total liabilities	102,431	1,936,333
Fund balance - Unreserved	<u>44,767</u>	<u>171,931</u>
Total liabilities and fund balance	<u><u>\$ 147,198</u></u>	<u><u>\$2,108,264</u></u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Capital Projects Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended September 30, 1986 and 1985

	<u>1986</u>	<u>1985</u>
Revenues		
Interest on investments	\$ 38,913	\$ 402,895
Expenditures - general government	-	855
Expenditures - capital outlays		
Municipal center	615,599	3,572,380
Public works facility	1,320	289,314
Park facilities	-	3,619
Total expenditures - capital outlays	<u>616,919</u>	<u>3,865,313</u>
Total expenditures	<u>616,919</u>	<u>3,866,168</u>
Excess of revenues over (under) expenditures	(578,006)	(3,463,273)
Other financing sources		
Operating transfer in	<u>450,842</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	(127,164)	(3,463,273)
Fund balance at beginning of year	<u>171,931</u>	<u>3,635,204</u>
Fund balance at end of year	<u>\$ 44,767</u>	<u>\$ 171,931</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Capital Projects Fund
Project-Length Schedule of Construction Projects
 Beginning of Projects to September 30, 1986

Revenues and other financial sources:

Proceeds of general obligation warrants	8,566,992
Interest on investments	762,207
Operating transfers in	450,842
Total	<u>9,780,041</u>

Expenditures - capital outlays

Municipal center	4,709,035
Sewer treatment plant	3,500,000
Public works facility	764,797
Park facilities	760,587
Total	<u>\$9,734,419</u>

The accompanying notes are an integral part of this statement.

ENTERPRISE FUND

The Sewer Enterprise Fund accounts for the sewer services to the Riverchase Community. All activities necessary to provide such services are accounted for in this fund.

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GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets are assets of the City which possess three attributes: (1) a tangible nature; (2) a life longer than the year of acquisition; and (3) a significant value. The significant value test is important because governmental units will have many individual assets which are tangible and long-lived but whose value is so small that the time and expense of maintaining detailed accounting and inventory records on them are not justified.

THE CITY OF HOOVER, ALABAMA
Comparative Statement of General Fixed Assets
By Sources
September 30, 1986 and 1985

	<u>1986</u>	<u>1985</u>
General Fixed Assets:		
Land	\$ 3,163,329	\$ 3,046,014
Buildings	5,755,477	1,467,685
Improvements other than buildings	2,186,460	1,492,124
Equipment and vehicles	3,419,365	2,309,692
Construction in progress	<u>92,453</u>	<u>3,990,689</u>
Total general fixed assets	<u>14,617,084</u>	<u>12,306,204</u>
 Investment in General Fixed Assets From:		
General obligation warrants	7,895,214	8,237,756
Federal grants	1,256,344	542,821
General revenues	4,735,701	2,904,032
Donations and annexations	<u>729,825</u>	<u>621,595</u>
Total investment in general fixed assets	<u>\$14,617,084</u>	<u>\$12,306,204</u>

The accompanying notes are an integral part of this statement.

THE CITY OF HOOVER, ALABAMA
Schedule of General Fixed Assets
by Function and Activity
 September 30, 1986

<u>Function and Activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other than Buildings</u>	<u>Equipment and Vehicles</u>
General government:					
Administration	\$ 6,982,983	\$2,176,056	\$4,408,615	\$ -	\$ 398,312
Municipal garage	<u>287,027</u>	<u>-</u>	<u>254,493</u>	<u>-</u>	<u>32,534</u>
Total general government	<u>7,270,010</u>	<u>2,176,056</u>	<u>4,663,108</u>	<u>-</u>	<u>430,846</u>
Public safety:					
Police	744,016	-	-	-	744,016
Fire	2,282,924	225,732	531,727	-	1,525,465
Inspection	<u>63,112</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,112</u>
Total public safety	<u>3,090,052</u>	<u>225,732</u>	<u>531,727</u>	<u>-</u>	<u>2,332,593</u>
Streets and sanitation	<u>1,011,227</u>	<u>-</u>	<u>508,985</u>	<u>-</u>	<u>502,242</u>
Recreation	<u>3,075,721</u>	<u>761,541</u>	<u>51,657</u>	<u>2,186,460</u>	<u>76,063</u>
Library	<u>77,621</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,621</u>
Total General Fixed Assets Allocated to Functions	14,524,631	<u>\$3,163,329</u>	<u>\$5,755,477</u>	<u>\$2,186,460</u>	<u>\$3,419,365</u>
Construction in progress	<u>92,453</u>				
Total General Fixed Assets	<u>\$14,617,084</u>				

The accompanying notes are an integral part of this schedule.

THE CITY OF HOOVER, ALABAMA
Schedule of Changes in General Fixed Assets
by Function and Activity
 Year Ended September 30, 1986

<u>Function and Activity</u>	<u>General Fixed Assets October 1, 1985</u>	<u>Additions</u>	<u>Deductions</u>	<u>General Fixed Assets September 30, 1986</u>
General government:				
Administration	\$ 2,566,363	\$4,639,522	\$ 222,902	\$ 6,982,983
Municipal garage	297,520	9,329	19,822	287,027
Total general government	<u>2,863,883</u>	<u>4,648,851</u>	<u>242,724</u>	<u>7,270,010</u>
Public safety:				
Police	499,357	378,376	133,717	744,016
Fire	1,848,851	445,471	11,398	2,282,924
Inspection	91,166	8,747	36,801	63,112
Total public safety	<u>2,439,374</u>	<u>832,594</u>	<u>181,916</u>	<u>3,090,052</u>
Streets and sanitation	<u>847,962</u>	<u>170,673</u>	<u>7,408</u>	<u>1,011,227</u>
Recreation	<u>2,045,315</u>	<u>1,032,717</u>	<u>2,311</u>	<u>3,075,721</u>
Library	<u>118,981</u>	<u>39,157</u>	<u>80,517</u>	<u>77,621</u>
Construction in progress	<u>3,990,689</u>	<u>486,551</u>	<u>4,384,787</u>	<u>92,453</u>
Total General Fixed Assets	<u>\$12,306,204</u>	<u>\$7,210,543</u>	<u>\$4,899,663</u>	<u>\$14,617,084</u>

The accompanying notes are an integral part of this schedule.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

General obligation bonds and other forms of long-term debt supported by general revenues are obligations of the City as a whole and not its individual constituent funds. In addition, the proceeds of such debt may be spent on facilities which are utilized in the operations of several funds. Moreover, since the budgetary requirements of other funds usually require the allocation of resources on a twelve month cycle, long-term obligations should be separated from funds that contain current assets and current liabilities. For these reasons, the amount of unmatured long-term indebtedness which is backed by the full faith and credit of the City is presented in a separate self-balancing account group titled "General Long-Term Debt Account Group." This debt group includes, in addition to conventional general obligation bonds, warrants which have a maturity of more than one year from date of issuance.

THE CITY OF HOOVER, ALABAMA
Comparative Statement of General Long-Term Debt
 September 30, 1986 and 1985

	<u>1986</u>	<u>1985</u>
Amount available and to be provided for the payment of long-term debt		
General obligation warrants:		
Amount to be provided from General Fund revenues	<u>\$10,275,000</u>	<u>\$10,775,000</u>
Total available and to be provided	<u><u>10,275,000</u></u>	<u><u>10,775,000</u></u>
General long-term debt:		
General obligation warrants payable	<u>10,275,000</u>	<u>10,775,000</u>
Total general long-term debt payable	<u><u>\$10,275,000</u></u>	<u><u>\$10,775,000</u></u>

The accompanying notes are an integral part of this statement.

Supplementary Information

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THE CITY OF HOOVER, ALABAMA
Combined Schedule of Investments - All Governmental Fund Types
 September 30, 1986

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Book Value</u>
General Fund:				
Certificates of deposits	8.125	08-25-87	\$ 100,000	\$ 100,000
Bank investment account	5.25	open	<u>170,611</u>	<u>170,611</u>
Total general fund			<u><u>270,611</u></u>	<u><u>270,611</u></u>
Special Revenue Funds:				
Federal Revenue Sharing				
Certificate of deposit	8.125	01-07-87	108,999	108,999
Bank investment account	5.25	open	<u>44,171</u>	<u>44,171</u>
Total			<u><u>153,170</u></u>	<u><u>153,170</u></u>
Seven Cent Gasoline Tax				
Bank investment account	5.25	open	<u>235,881</u>	<u>235,881</u>
Four Cent Gasoline Tax				
Certificate of deposit	8.125	01-07-87	108,999	108,999
Bank investment account	5.25	open	<u>21,073</u>	<u>21,073</u>
Total			<u><u>130,072</u></u>	<u><u>130,072</u></u>
County Road and Bridge Tax Fund				
Bank investment account	5.25	open	<u>5,024</u>	<u>5,024</u>
Total special revenue funds			<u><u>524,147</u></u>	<u><u>524,147</u></u>
Capital Projects Fund				
Bank investment account	5.25	open	<u>143,147</u>	<u>143,147</u>

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Statistical Section

THE CITY OF HOOVER, ALABAMA
Combined Government Expenditures By Functions
All Governmental Fund Types (A)
 1975 - 1986

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety (C)</u>	<u>Streets and Sanitation</u>	<u>Recreation</u>	<u>Library</u>
1975	\$ 82,477	\$ 251,774	\$ 314,138	\$ 3,297	\$ -
1976	135,652	469,632	340,700	6,944	-
1977	186,073	647,348	499,302	19,400	-
1978 (B)	154,687	636,672	403,453	16,975	-
1979	250,512	984,133	555,282	18,064	-
1980	326,888	1,192,370	631,747	25,476	-
1981	355,476	1,646,729	796,141	34,078	-
1982	374,992	1,901,025	894,441	43,985	-
1983	498,738	2,398,310	1,028,819	60,666	87,328
1984	578,632	2,712,438	1,119,255	84,878	237,187
1985	949,720	3,433,347	1,560,209	181,071	391,958
1986	1,752,087	5,050,302	1,797,103	251,955	428,796

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- (A) This schedule includes the General, Special Revenue and Capital Projects Funds.
- (B) The City changed its fiscal year end from December 31 to September 30 in 1978. Amounts presented for 1978 are for nine months.
- (C) Municipal Court, which was segregated from Public Safety in these financial statements for fiscal 1986, 1985 and 1984, is included in Public Safety for this presentation to afford comparability.

Source: City annual financial reports.

<u>Health</u>	<u>Capital Outlays</u>	<u>Debt Service</u>	<u>Sewer Treatment Plant Operating Deficit</u>	<u>Total</u>
\$ 12,312	\$ 124,366	\$ 15,630	\$ -	\$ 803,994
2,612	308,182	25,071	-	1,288,793
3,310	86,891	44,345	-	1,486,669
2,400	115,430	24,826	-	1,354,443
3,115	121,859	43,940	-	1,976,905
2,785	6,761	44,200	-	2,230,227
33,488	90,123	51,216	-	3,007,251
34,771	343,341	47,351	411,000	4,050,906
50,747	2,456,536	46,626	189,000	6,816,770
47,481	5,704,698	1,589,970	17,898	12,092,437
56,638	5,354,721	1,103,150	-	13,030,814
62,995	3,688,824	1,432,019	-	14,464,081

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THE CITY OF HOOVER, ALABAMA
Combined Government Revenues By Sources
All Governmental Fund Types (A)
 1975 - 1986

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Intergovernmental</u>
1975	\$ 398,123	\$ 182,825	\$ 175,585
1976	532,800	270,957	210,804
1977	742,509	369,021	252,420
1978 (B)	758,796	421,624	202,610
1979	1,152,967	519,504	304,908
1980	1,345,886	563,330	239,512
1981	1,906,789	725,199	367,455
1982	2,392,226	987,557	630,008
1983	2,639,030	1,165,863	728,679
1984	5,008,427	1,378,351	826,258
1985	6,191,443	1,745,746	885,437
1986	8,656,149	1,902,237	889,399

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- (A) This schedule includes the General, Special Revenue and Capital Projects Funds.
- (B) The City changed its fiscal year end from December 31 to September 30 in 1978. Amounts presented for 1978 are for nine months.

Source: City annual financial report.

<u>Fines and Forfeitures</u>	<u>Interest</u>	<u>Other</u>	<u>Total</u>
\$ 41,878	\$ 20,657	\$ 1,998	\$ 821,066
48,518	19,389	42,829	1,125,297
40,020	22,728	191,573	1,618,271
34,606	28,257	9,950	1,455,843
40,493	40,969	10,545	2,069,386
49,708	61,318	19,370	2,279,124
70,598	71,125	45,654	3,186,820
97,629	172,948	97,756	4,378,124
154,976	172,460	83,717	4,944,725
184,417	576,573	60,998	8,035,024
176,043	677,996	47,718	9,724,383
207,288	161,037	527,031	12,343,141

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THE CITY OF HOOVER, ALABAMA
Property Tax Levies and Collections*

Jefferson County:

<u>Beginning October 1</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections To Tax Levy</u>
1977 (A)	\$213,401	\$211,268	99.0%	\$ 828	\$212,096	99.4%
1978	252,227	248,363	98.5	1,168	249,531	98.9
1979	322,435	290,389	90.1	3,899	294,288	90.3
1980	307,398	300,585	97.8	4,597	305,182	99.3
1981	511,955	506,149	98.9	2,736	508,885	99.4
1982	677,381	664,336	98.1	3,333	667,669	98.6
1983	714,276	708,853	99.2	17,004	725,857	101.6
1984	757,461	743,416	98.1	7,915	751,331	99.2
1985	795,568	781,553	98.2	3,438	784,991	98.7

Shelby County:

<u>Beginning October 1</u>	<u>Total Tax Levy</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections To Tax Levy</u>
1981 (B)	\$ 44,270	\$ 43,823	99.0%
1982	96,336	92,322	95.8
1983	174,915	160,162	91.6
1984	292,169	290,013	99.3
1985	112,638	114,562	101.7

* Unaudited

- (A) First year in which the City of Hoover imposed a property tax.
 (B) The City of Hoover annexed an area in North Shelby County in 1980. Prior to that annexation the City was located entirely in Jefferson County.

Source: Jefferson and Shelby County Tax Collectors.

THE CITY OF HOOVER, ALABAMA
Assessed and Estimated Actual Value of Taxable Property*

Located in Jefferson County:

Assessment Date October 1	Real Property (B)		Personal Property (B)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1976 (A)	\$37,525,391	\$182,004,207	\$ 4,102,460	\$ 16,049,788
1977	44,517,945	274,140,075	4,164,204	16,656,816
1978	44,745,710	310,084,795	3,160,850	15,804,250
1979	42,694,228	325,294,765	2,729,254	13,647,620
1980	52,485,366	380,443,592	7,413,358	37,066,790
1981	71,377,534	513,464,935	8,363,282	41,816,410
1982	73,447,751	539,124,610	8,106,453	40,532,265
1983	75,855,907	552,538,060	8,794,191	43,970,955
1984	78,306,515	568,866,298	8,956,959	44,784,795
1985	111,225,401	808,350,049	11,360,483	56,802,415

Located in Shelby County:

1980 (D)	5,210,600	26,053,000	-	-
1981	12,260,860	61,304,300	384,020	1,920,100
1982	11,164,640	55,823,200	13,597,920	67,989,600
1983	12,347,960	61,739,800	30,194,940	150,974,700
1984	14,536,000	72,680,000	500,040	2,500,200
1985	17,668,840	88,344,200	633,180	3,165,900

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* Unaudited

- (A) First year of assessment for property tax purposes.
 (B) Excludes public utilities and motor vehicles.
 (C) Includes real and personal property.
 (D) The City of Hoover annexed an area in North Shelby County in 1980. Prior to that annexation the City was located entirely in Jefferson County.

<u>Public Utility Property (C)</u>		<u>Total</u>		<u>Ratio of Total Assessed to Total Estimated Actual Value</u>
<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	
\$ 966,080	\$ 3,220,267	\$ 42,593,931	\$201,274,262	21.2%
1,397,100	4,657,000	50,079,249	295,453,891	17.0
1,525,400	5,084,667	49,431,960	330,973,712	14.9
1,448,880	4,829,600	46,872,362	343,771,985	13.6
18,257,460	60,858,200	78,156,184	478,368,582	16.2
23,044,740	76,815,800	102,785,556	632,097,145	16.3
29,617,140	98,625,076	111,171,344	678,281,951	16.4
33,097,460	99,292,380	117,747,558	695,801,395	16.9
35,131,660	116,988,420	122,395,134	730,639,513	16.8
36,620,700	121,946,931	159,206,584	987,099,395	16.1
1,612,020	8,060,100	6,822,620	34,113,100	20.0
2,193,540	10,967,700	14,838,420	74,192,100	20.0
2,147,500	10,737,500	26,910,060	134,550,300	20.0
2,555,720	12,778,600	45,098,620	225,493,100	20.0
2,292,900	11,464,500	17,328,940	86,644,700	20.0
3,808,220	19,041,100	22,110,240	110,551,200	20.0

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THE CITY OF HOOVER, ALABAMA
Property Tax Rates - All Overlapping Governments*
 (Per \$100 of Assessed Value)

Jefferson County:

Fiscal Year Ended September 30	City of Hoover General Fund	Jefferson County				State of Alabama	Total Tax
		County	County Schools	County School Special	County Total		
1978 (A)	\$.50	\$.95	\$.60	\$ 1.10	\$ 2.65	\$.65	\$ 3.80
1979	.50	.95	.60	1.10	2.65	.65	3.80
1980	.65	1.35	.82	1.39	3.56	.65	4.86
1981	.65	1.35	.82	1.39	3.56	.65	4.86
1982	.65	1.35	.82	1.39	3.56	.65	4.86
1983	.65	1.35	.82	1.39	3.56	.65	4.86
1984	.65	1.35	.82	1.39	3.56	.65	4.86
1985	.65	1.35	.82	1.39	3.56	.65	4.86
1986	.65	1.35	.82	1.39	3.56	.65	4.86

Shelby County:

Fiscal Year Ended September 30	City of Hoover General Fund	Shelby County				State of Alabama	Total Tax
		County	County Schools	Hospital	County Total		
1982 (B)	\$.65	\$.75	\$ 1.20	\$.40	\$ 2.35	\$.65	\$ 3.65
1983	.65	.75	1.20	.40	2.35	.65	3.65
1984	.65	.75	1.20	.40	2.35	.65	3.65
1985	.65	.75	1.50	.40	2.65	.65	3.95
1986	.65	.75	1.50	.40	2.65	.65	3.95

* Unaudited

- (A) First year in which the City of Hoover imposed a property tax.
 (B) The City of Hoover annexed an area in North Shelby County in 1980. Prior to annexation, the city was located entirely in Jefferson County.

Source: Jefferson and Shelby County Tax Collectors.

THE CITY OF HOOVER, ALABAMA
Ratio of General Obligation Debt
to Assessed Value and General Obligation Debt Per Capita
 1978 - 1986

<u>Fiscal Year</u>	<u>Federal Census Population</u>	<u>Assessed Value</u>	<u>General Obligation Debt</u>	<u>Ratio of Debt to Assessed Value</u>	<u>General Obligation Debt per Capita</u>
1978 (A)	3,594	\$ 42,593,931	\$ 152,122	.36%	\$ 42.33
1979	3,594	50,079,249	96,073	.19	26.72
1980	19,792	49,431,960	180,553	.37	9.12
1981	19,792	46,872,362	15,000	.03	.76
1982	19,792	84,978,804	-	-	-
1983	19,792	117,623,976	2,375,000	2.02	120.00
1984	19,792	138,081,404	10,925,000	7.91	551.99
1985	19,792	162,846,178	10,775,000	6.62	544.41
1986	19,792	139,724,074	10,275,000	7.35	519.15

(a) First fiscal year for which property tax was assessed and paid.

Source: City annual financial reports.

THE CITY OF HOOVER, ALABAMA
Computation of Legal Debt Margin*
 September 30, 1986

Assessed value of property	<u>\$181,316,824</u> (A)
Debt limit - 20 percent of total assessed value	36,263,365
Amount of debt applicable to debt limit:	
General obligation warrants	<u>10,275,000</u>
Legal debt margin	<u>\$ 25,988,365</u> (B)

* Unaudited

- (A) Source: Jefferson County Tax Assessor and Shelby County Tax Assessor.
- (B) The City has consistently followed the policy of excluding the assessed value of motor vehicles and certain relatively insignificant exemptions from the computation of legal debt margin. If those items had been included in the computation at September 30, 1986, the assessed value of property would have been \$192,914,341 and the legal debt margin would have been \$28,307,868.

THE CITY OF HOOVER, ALABAMA
Computation of Direct and Overlapping Debt*
 September 30, 1986

	<u>Total Debt Outstanding</u>	<u>Percentage Applicable to City of Hoover</u>	<u>Amount Applicable To City of Hoover</u>
City of Hoover			
General obligation warrants	\$10,275,000	100.0%	\$10,275,000
Overlapping Debt			
Jefferson County	97,100,733	6.5%	6,311,548
Jefferson County Board of Education	22,936,487	6.5%	1,490,872
Shelby County	6,005,570	6.4%	384,356
Shelby County Board of Education	12,285,000	6.4%	<u>786,240</u>
			<u>\$19,248,016</u>

* Unaudited

Source: Jefferson County Comptroller.
 Jefferson County Board of Education.
 Shelby County Commission.
 Shelby County Board of Education.

THE CITY OF HOOVER, ALABAMA
Ratio of Annual Debt Service Expenditures For
General Obligation Debt to General Expenditures
 1975 - 1986

<u>Fiscal</u> <u>Year</u>	<u>Total</u> <u>Debt</u> <u>Service</u>	<u>Total</u> <u>General</u> <u>Expenditures</u> (A)	<u>Ratio of Debt</u> <u>Service to Total</u> <u>General</u> <u>Expenditures</u>
1975	\$ 15,630	\$ 803,994	1.94%
1976	25,071	1,288,793	1.95
1977	44,345	1,486,669	2.98
1978	24,826	1,354,443	1.83
1979	43,940	1,976,905	2.22
1980	44,200	2,230,227	1.98
1981	51,216	3,007,251	1.70
1982	47,351	4,050,906	1.17
1983	46,626	6,816,770	.68
1984	1,589,970	6,840,250	23.24
1985	1,103,150	9,164,646	12.04
1986	1,432,019	13,847,162	10.34

(A) Includes General and Special Revenue Funds.

Source: City annual financial reports.

THE CITY OF HOOVER, ALABAMA
Demographic Statistics*

<u>Year</u>	<u>Population</u>	<u>Median Household Income</u> (A)	<u>School Age Individuals</u> (A)	<u>Unemployment Rate</u>
1968	410 (A)	**	**	**
1970	1,393 (A)	\$14,000	483	5.4% (B) (C)
1973	3,594 (A)	**	**	4.5% (B) (C)
1980	19,792 (A)	30,069	5,031	2.8% (A) (D)
1983	22,000 (E)	**	**	12.7% (B) (C)
1984	22,500 (E)	**	**	9.8% (B) (C)
1985	34,000 (E)	**	**	6.6% (B) (C)
1986	34,000 (E)	**	**	7.7% (B) (C)

* Unaudited

** Information not available

- (A) Source: Federal census.
 (B) Source: State Department of Industrial Relations.
 (C) Jefferson County unemployment rate.
 (D) City of Hoover unemployment rate.
 (E) Estimate by City of Hoover.

THE CITY OF HOOVER, ALABAMA
Construction, Bank Deposits and Retail Sales*

Year	Commercial Construction (A)		Residential Construction (A)		Bank Deposits (B)	Retail Sales (A)
	Number of Units	Value	Number of Units	Value		
1975	5	\$ 184,000	199	\$ 9,323,000	**	\$ 46,700,000
1976	13	1,317,000	194	8,493,000	**	61,900,000
1977	15	2,036,000	174	9,044,000	**	79,400,000
1978	17	759,000	91	6,137,000	**	94,400,000
1979	23	1,371,000	58	4,069,000	**	106,600,000
1980	25	1,756,000	71	4,438,000	\$114,300,000	120,900,000
1981	26	20,528,000	43	2,857,000	126,800,000	173,800,000
1982	40	5,402,000	58	4,055,000	145,300,000	208,500,000
1983	26	4,874,000	692	23,951,000	165,400,000	229,000,000
1984	48	83,901,000	268	19,480,000	185,500,000	292,000,000
1985	19	22,165,000	345	23,085,000	195,300,000	328,400,000
1986	99	55,639,000	287	26,598,308	205,000,000	537,000,000

* Unaudited

** Information not available

(A) Source: City records.

(B) Source: Various City banks.

THE CITY OF HOOVER, ALABAMA
Principal Taxpayers*
 Year Ended September 30, 1986

	<u>City Ad Valorem Taxes</u>
South Central Bell	\$238,387
Riverchase Mall Associates	62,939
Blue Cross/Blue Shield	33,362
Harbert Equitable Joint Venture	14,468
Alabama Power Company	11,570
Riverchase Mall Village Co.	10,362
Regal Eastbrook Properties	10,215
First Wisconsin Mortgage Co.	10,025
Fred Berman	8,631
Regal Development Co.	6,330
Metropolitan Life Insurance Co.	4,854
Liberty National Life	3,735

* Unaudited

(A) Source: Jefferson and Shelby County Tax Co

THE CITY OF HOOVER, ALABAMA
Miscellaneous Statistical Data*
 September 30, 1986

Date of incorporation: May 18, 1967		Recreation:	
Form of government: Mayor-Council (5 members)		Number of parks	7 (E)
Area: 18 square miles (A)		Acres of parks and lakes	77 (E)
		Tennis courts	4 (E)
Miles of street:		Public safety:	
Paved	350 (A)	Number of fire stations	4
Unpaved	0 (A)	Number of police stations	1
Miles of sewers:		Population:	
Sanitary	100 (A)	1968 federal census	
Storm	50 (A)	(special)	410
Number of City employees:		1970 federal census	1,393
Administrative	15	1973 federal census	
Municipal garage	2	(special)	3,594
Police Department	70	1980 federal census	19,792
Fire Department	84	1983 estimate	22,000
Inspection services	7	1984 estimate	22,500
Street and sanitation	22	1985 estimate	34,000
Library	26	1986 estimate	34,000
Recreation	16	Number of housing units:	
Municipal court	2	Owner occupied	7,643
Total	<u>244</u> (B)	Renter occupied	4,744
		Vacant	791
Public schools:		Total	<u>13,178</u> (F)
Students attend various Jefferson and Shelby County elementary and high schools. The City does not operate its own public school system.		Value of housing units:	
		Median value	98,875 (F)
Education:		Income:	
Percentage of high school graduates	91% (C)	Per capita	13,508 (F)
		Family	38,376 (F)
Major employers:		Percentage of population above poverty level in 1979	96% (C)
The City's major employers are engaged in service, communications, retail sales, and insurance corporations. (D)		Median age	30 (C)

* Unaudited

- (A) Source: City Engineer (Amounts are approximate).
 (B) Source: City payroll records, September 30, 1986.
 (C) Source: 1980 federal census.
 (D) Source: Birmingham Regional Planning Commission.
 (E) Source: Director of Parks and Recreation, City of Hoover.
 (F) Source: House Consultants, Independent Consulting Firm.