

City of
Greensboro
North Carolina



**Comprehensive
Annual
Financial
Report**

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2011

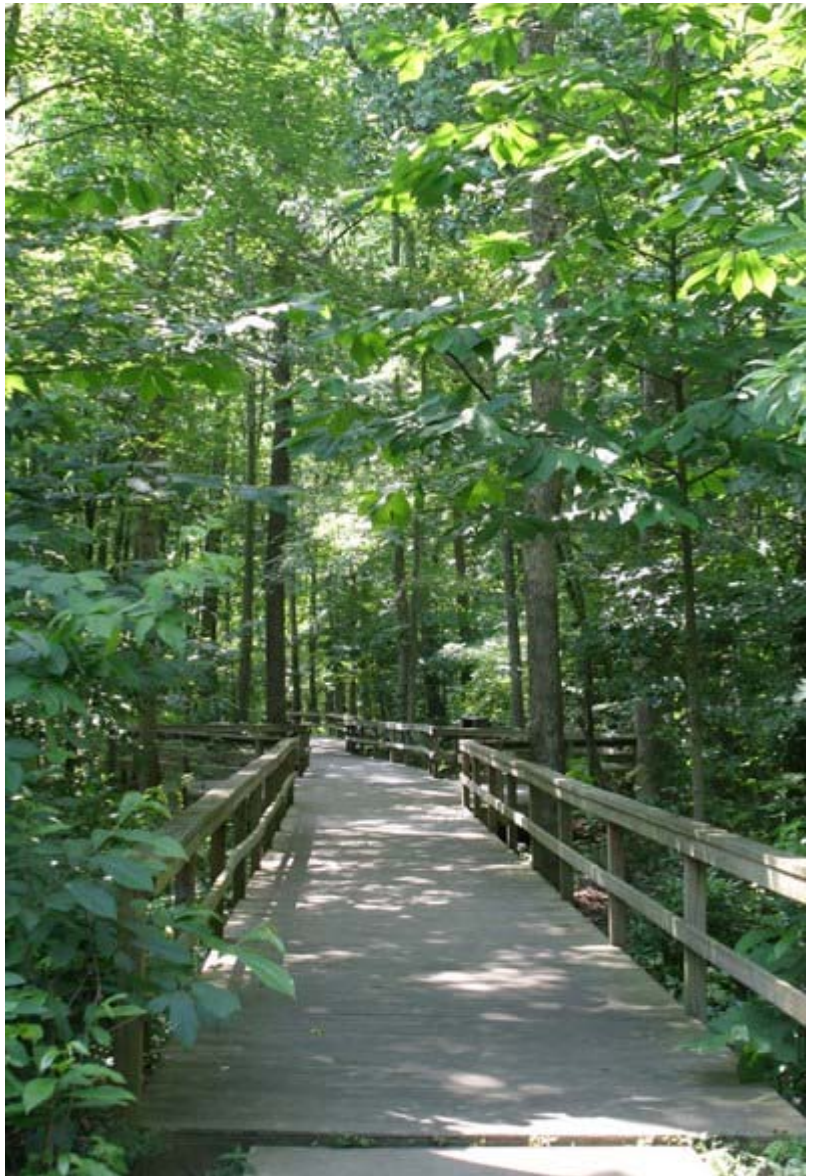
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CITY OF GREENSBORO
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2011

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November 1, 2011

The Honorable Mayor
And Members of the City Council
Greensboro, North Carolina

The Comprehensive Annual Financial Report of the City of Greensboro, North Carolina for the fiscal year ended June 30, 2011, is submitted for your review. This report was prepared by the City's Finance Department and it is the comprehensive publication of the City's financial position and results of operations for the fiscal year ended June 30, 2011, for all funds and component units of the City. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with City management. To provide a reasonable basis for making these representations, we have established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Greensboro's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we believe the data, as presented, is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and component units of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City is required by state law to have an annual independent financial audit. A compliance audit on federal and state financial assistance programs is also required under the Federal Single Audit Act of 1984, as amended, and the State Single Audit Implementation Act. The independent auditors' report on the Basic Financial Statements is included in the Financial Section of this report. The independent auditor concluded, based upon the audit that the financial statements of the City of Greensboro present fairly in conformity with GAAP, in all material respects, the financial position of the City of Greensboro, North Carolina, as of June 30, 2011. In addition, the auditors' reports, required as part of a single audit, are found in the Single Audit Section of this report. This report focuses not only on the fair presentation of the financial statements, but also on the City's internal controls and compliance with legal requirements involving the administration of state and federal awards.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the Basic Financial Statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it.

In conformity with the standards of the Governmental Accounting Standards Board, this report includes all funds of the City, as well as all of its component units. Component units (blended or discrete) are legally separate entities, for which the City is financially accountable. Blended component units are, in substance, part of the City's operations. The City has one blended component unit, the Greensboro Center City Corporation, reported in the War Memorial Coliseum Enterprise Fund. Discretely presented component units are not considered to be part of the City's primary operations and, therefore, are reported in total as a separate column to differentiate their financial position, results of operations and cash flows from those of the City. The Greensboro Housing Development Partnership, Inc., the Greensboro Transit Authority, the Greensboro Redevelopment Commission, and the Greensboro ABC Board are presented as discrete component units.

Additional information on the blended and discretely presented component units can be found in Note I. A.



PROFILE OF THE GOVERNMENT

The City of Greensboro is located in central piedmont North Carolina, midway between Washington, D.C. and Atlanta. The Town was incorporated in 1808 and is the county seat of Guilford County. Greensboro has a population of 270,063 and presently covers a land area of approximately 132.19 square miles. Throughout the decade population growth has averaged 1.6 percent per year with the most notable increase of 5.5 percent occurring between 2007 and 2008, due primarily to significant City-initiated annexations in the northwest region.

The City is empowered to levy a property tax on the appraised value of all real and certain categories of tangible personal property located in the City. The County is the only other unit levying such taxes within the City's corporate limits. The City is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council. No significant additional areas of the City were annexed during fiscal year 2010-11.

The City operates as a Council-Manager form of government. The Council is the policy-making and legislative body of City government and includes a Mayor and eight Council members who serve two-year concurrent terms. The Mayor and three Council members are elected at-large and the remaining five Council members are elected from districts within the City. The Mayor is a voting member and the presiding officer of the Council. A Mayor Pro Tempore is selected by the Council from its members.

The City Manager is appointed by the Council as Chief Executive Officer and is responsible for carrying out the policies and ordinances of the Council and administering the daily operations and programs of the City through appointed department directors and staff members.

The City provides services to its citizens in the following areas: police, fire, transportation, environmental services, waste collection and disposal, water resources, parks and recreation, libraries, housing and community development, public improvements and general administration. The City also operates an arena, auditorium and exhibition building complex, aquatic center, golf course facilities, downtown parking facilities and government access cable television.



The budget serves as the foundation for the City's financial planning and control. Annually, the City Manager presents a proposed budget to Council for review as well as to the citizens of Greensboro for questions and/or concerns. North Carolina General Statutes require all governmental units to adopt a balanced budget by July 1 of each year for all funds for which a budget is required. Activities of the General Fund, Special Revenue Funds (except for Grant Project Funds), Debt Service Fund, and Proprietary Funds are included in the annual appropriated budget. Project-length financial plans are adopted for Grant and Capital Projects Funds. The City Manager may make transfers of appropriations within funds and department heads may make transfers of appropriations within a department. Transfers of appropriations between funds, however, require approval by the City Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. Budgetary control is facilitated by the use of a personnel/payroll data system that requires every position, including applicable fringe benefits, be budgeted. Also, the North Carolina General Statutes require an encumbrance system and a finance officer's "preaudit" certification that budgeted funds are available prior to the placement of all purchase orders, contracts and electronic payments. Outstanding purchase orders and contracts are reported as a restriction of fund balance at June 30, 2011.

The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). A budgetary comparison for the General Fund is presented on page 11 as part of the Basic Financial Statements. Detailed budget to actual comparisons for other funds with annual and project-length budgets are presented in the supplementary information subsection of this report, which starts on page 68.



COUNCIL BUDGET PRIORITIES

Six strategic issues are the primary focus for FY 2011-12 funding:

- Economic Development – The City’s approach to economic development focused on promoting job creation, facilitating private business and expansion, utilizing bond resources and making it easier to do business, in and with the City with the creation of the Development Services Center, which opened in winter 2010. The Center provides centralized building plan review, issuance of permits and enforcement functions. The City issued \$4 million in Economic Development bonds in October 2010 for four projects involving corporate parks and site preparation, infrastructure and public/private partnerships to facilitate shove-ready sites.
- Public Safety –Funding is allocated for construction and staffing of new fire stations. Additional stations are planned as part of the public safety performance objectives, including new provisions to reduce fire loss. A new Public Safety headquarters will be established for Police to consolidate police support activities and the central division in a building conveyed to the City. This consolidation will enhance coordination of deployments and emergency activation efforts in response to natural and unplanned emergencies.
- Infrastructure / Growth –Funding for the continued growth of libraries, parks, expansion of the Natural Science Center and the Greensboro Aquatic Center (GAC). These facilities were initiated in FY11 with financing from a \$40 million general obligation bond issue, \$6 million of bond anticipation notes and \$7 million of certificates of participation, with additional debt funding to be provided in FY12. The City continues to seek alternative funding sources such as federal and state grants funds whenever possible. The NC Department of Transportation is funding various sidewalk improvements which will be completed over the next few years. Capital Improvements are outlined in the FY2012-2021 capital improvements plan.
- Customer Service /Diverse Workforce. - The City’s focus on customer service and fiscal stewardship ensures the City has the right people doing the right job. A Professional Development Fund of \$300,000 was established to support long-term professional growth of employees.
- Sound Fiscal Management – Structural changes in program delivery occurred during FY 10-11 with the merging of the Information Technology and Enterprise Solutions, and the Planning and Housing and Community Development Departments to streamline services for cross-functioning to meet the needs of customers. The centralization of contract management operations and procurement processes in FY 12 also allows for greater transparency.
- In spring 2011, the City launched its new MAP (Management, Accountability, and Performance) Plan. The approach is a new way of linking services we provide to the goals and results desired to be achieved. From budgeting to service delivery, the MAP provides a tool to align resources and to analyze and report how the City is using its tax dollars to improve the community and if those

efforts are successful. MAP fundamentally changes the budget process by targeting the following goals:

- Create an environment that promotes economic development opportunities and job creation
- Maintain infrastructure and provide sustainable growth opportunities
- Promote public safety and reduce crime
- Achieve exceptional customer service and a diverse government workforce
- Ensure fiscal stewardship, transparency and accountability

FACTORS AFFECTING FINANCIAL CONDITION

A. Local Economy

Greensboro's diverse economy is attributed to its unique blend of trade, manufacturing and service businesses as well as its universities and colleges. Local industry is characterized by the production of a wide range of products, including machinery, electronics equipment, textiles, apparel and tobacco, and expansion in the transportation and financial services industries. This area experiences an excellent market location which has access to all major domestic and international markets from Interstate Highways 40, and 85 and the Piedmont Triad International Airport (PTIA). Plans are in progress for a new interstate system (I-73) that will span North Carolina, joining Detroit and Charleston, including Greensboro en route. In northern Greensboro, U.S. 29, between Danville and Greensboro, has also been designated as Interstate 785. The Urban Loop, a 44-mile beltway around Greensboro, is under construction at a cost of \$900 million. The Southern and portions of the Eastern Loop are currently open. The construction on the last leg of the Western portion is split into two phases with the first phase slated for 2013 and the second phase for 2017. The Western and Eastern Loop are in various stages of construction with a concentration on 15 miles from the western end near the Piedmont Triad International Airport eastward to US 70. Construction of the Northern portion and linking I-73 with the Urban Loop is scheduled to begin in 2016. Nearly one-third of the region's transportation/logistics cluster of industries are located in the greater Greensboro area. The Colonial Pipeline is also located in the Triad with a large fuel transfer/storage facility near PTIA.

In addition, Greensboro is favored for business location due to its readily available labor pool, robust educational training from seven colleges and universities located in the City, expanding roadway, rail, air and communications infrastructure and close proximity to several major eastern seaports.

The employment mix remained relatively stable through FY 2011, with an overall unemployment rate of 10.4% for the Greensboro-High Point MSA, slightly higher than the national average as of August 2011. Service jobs, at 39.5% of the Guilford County's total employment, continue to be the largest sector in the region. Greensboro and North Carolina in general, are transforming from the traditional manufacturing base noted in the late 80's and early 90's to a strong service sector and high-tech presence with significant business diversification in recent years.

According to the NC Employment Security Commission, announced closings and layoffs for Guilford County were reported as follows, and represent a small percentage of the overall employment base:

Number of affected establishments 2010	118
Number of affected establishments 2011 (thru March)	10
Job losses 2010	1,567
Job losses 2011 (thru March)	79

Source: www.edis.commerce.state.nc.us (NC Economic Development Intelligence System, August 2011)

% Employment Distribution (Guilford County)		
Agriculture & Mining	389	0.2%
Construction	9,269	3.6
Manufacturing	31,148	11.9
Transportation, Information & Utilities	21,977	8.4
Wholesale Trade	15,514	5.9
Retail Trade	28,404	10.9
Finance, Insurance & Real Estate	18,779	7.2
Services	103,255	39.5
Government	<u>32,557</u>	<u>12.4</u>
Total Employment	261,292	100.0%

Source: www.piedmonttriadnc.com; North Carolina Employment Security Commission (4th quarter 2010)

Located in the vicinity of Piedmont Triad International Airport (“PTIA”) are various major industrial and business parks, with fully developed infrastructure, covering about 700 acres and includes more than 50 companies. Existing office and industrial facilities located within 2½ miles of the airport exit off Interstate Highway 40 include more than three million square feet of office, office/showroom, warehouse/distribution, light industrial and hotel space, with space vacancies noted between 20% and 25% this past year. As of calendar year-ended December 2010, approximately 58 scheduled daily departures carried 843,995 enplaned passengers. FedEx opened the first phase of its expanded cargo hub operations at PTIA in FY 2010 and a new 9,000 square foot parallel runway was completed to support the expansion as well as serve other commercial business. Full capacity at the new facility has not yet been reached, due to softened demand for product shipping. However, the existing 500,000 square-foot FedEx facility is expected to sort 24,000 packages per hour serving the eastern United States once demand is fully restored. FedEx Ground recently opened a new ground shipping hub facility in western Guilford County, to initially employ approximately 500 full and part-time employees. The facility is currently operating at limited capacity, sorting 15,000 packages per hour, and will sort 45,000 packages per hour at full capacity. The full grand opening of FedEx Ground is planned for October 2011. Honda Aircraft Company, a division of Honda Motor Company, invested approximately \$78.7 million to establish its world headquarters, along with manufacturing, testing and training facilities at PTIA. Prototype manufacturing and testing of a new lightweight six passenger business jet, the HondaJet, is in progress. The first flight of an FAA conforming jet occurred in December 2010. Honda is redesigning the engine and the expected delivery date of the aircraft has been delayed until mid-2013. Orders for 100 jets have already been placed. Another aviation company followed Hondajet’s lead and plans to install flight simulators and create 30 jobs for training on site. Honda Aero, located in nearby Burlington, will manufacture engines associated with HondaJet. The arrival of these two firms, FedEx and Honda Aircraft, will create approximately 200,000 jobs over a 16 year period. HondaJet is also considering establishing a service center at its current Greensboro site and expanding manufacturing facilities with a new \$80 million investment, expected to create 400 additional jobs, if realized.

North Carolina's Piedmont Triad region, already a regional logistics hub, hopes to build on that strength with an initiative to create an aerotropolis aimed at positioning the region as the global logistics center of the U.S. East Coast. The move follows an array of distribution center projects including the FedEx hub at PTIA. Building on the region's logistics base will help recoup some of the jobs lost in the textile and furniture industries over the past decade. The Triad's location, halfway between New York and Florida and Atlanta and Washington, D.C., and the fact that half of the U.S. population is within 650 miles (1,046 km.), are major advantages. A regional master plan is in progress to assess the region's assets and possible future infrastructure improvements such as an intermodal rail hub per *Site Selection Magazine*. In March 2011, *Site Selection Magazine* announced that for the fourth year in a row, the Greensboro/High Point MSA earned a Top 10 national ranking for attracting new industry among similar-sized cities. The region ranked #7 in the nation based on the number of corporate real estate projects of \$1 million or greater announced in the metro area in 2010 (Community Profile 2011-2012, Greensboro Economic Development Alliance).



Construction of the \$20 million Greensboro Transit Authority (GTA) headquarters facility is in progress and is expected to be completed by fall 2011. The new 64,000 square foot facility will include eight bus maintenance bays, two bus washing systems, a larger board meeting room, and a paratransit functional assessment room. The facility, located on 17.5 acres of land in southern Greensboro has been designed to meet LEED Gold Certification for “Green” buildings. In addition, in March 2011, three hybrid buses were placed in service and will rotate throughout all routes. Plans for the headquarters facility have been in progress for several years, but recently have been accelerated due to receipt of a federal stimulus grant of \$5.5 million. The American Recovery and Reinvestment

Act is providing 25% funding, along with other funding sources including the Federal Transit Administration and NC Department of Transportation. The City is required to provide 10% in local matching funds for the project.

Following the announcement of the American Recovery and Reinvestment Act (ARRA) provisions, Greensboro developed a preliminary project list representing more than \$309 million in requests for ARRA funding. As of June 30, 2011, the City has budgeted approximately \$29 million in ARRA funded projects of which approximately \$16 million has been spent. Funds were received for transit and transportation improvements as well as workforce initiatives for adult/youth training and employment, law enforcement crime programs, energy efficiency and conservation programs and housing, homelessness and neighborhood stabilization programs. Applications for ARRA funding have been submitted for additional requests. To date, 45 jobs have either been created or retained due to ARRA initiatives.



Revitalization of downtown has been energized with a variety of activities including new housing development, business location loans, business facade improvement programs, landscaping programs and public safety. In 2005, a \$20 million minor league baseball stadium with a 7,499 seat capacity, opened with annual attendance topping 400,000 in each of the past five years. The Greensboro “Grasshoppers” are a Class A affiliate team of the Florida Marlins.



In FY 2004-05, a Business Improvement District (BID) was established for downtown Greensboro with a separate tax rate of \$.09 for properties within the district boundaries. The BID generated close to \$554,000 in FY 2011 from property taxes for downtown improvement projects. Considerable residential development has occurred in the downtown area in recent years, as well as the development of Center City Park, a thriving 2.2 acre \$12 million urban park in the heart of downtown. Also included in Greensboro’s Parks and Recreation Master Plan, is a proposed 4.8 mile downtown greenway, a pedestrian and cycling loop to be funded through public-private partnership. The greenway will connect the 80-plus miles of greenways and trails that already exist within the City and also connect to a broader network of trails and parks, including statewide efforts such as the Mountains to the Sea Trail. Construction costs are

estimated at \$18 million with the City contributing up to \$7 million to this community project. Nearly a mile of Phase I of the project has been constructed with the full project expected to be completed by 2014. Citizens are currently participating in public meeting discussions about the later phases of work. In May 2011, new federal funding of \$2.8 million was recommended for purchase of right of way and construction of Phase 3.

In addition, to aid more thriving development, the South Elm Street area, which borders downtown, is the City’s first public brownfield redevelopment project, at a cost of more than \$6.6 million. Various funding is provided by grants, HUD loans and over \$1 million contributed by the City. In other

housing programs, the City received a \$3.1 million federal grant to continue its Lead Safe Housing Program to protect children in low-income households from lead-based paint and other public safety threats in our city. The grant was part of nearly \$127 million in grants awarded to 48 projects nationally. The City and the North Carolina Department of Energy and Natural Resources were the only two entities in North Carolina to receive the grants.



The City's Land Development Ordinance, the source for standards and regulations related to land-use and development, is in effect. It represents the largest update and overhaul to the City's development regulations in nearly 20 years. The new ordinance, which was adopted by City Council, effective July 2010, provides flexibility and modern development standards and supports quality infill and mixed-use development. A one year transition period was provided.

In other business expansion news, a significant tenant in the airport area commercial development, Volvo Group, broke ground on an \$8 million project to expand its Greensboro technical center to house product design, development and testing of prototype trucks for the Mack and Volvo Truck brands. Although Volvo recently relocated 70 personnel from a Pennsylvania test facility, jobs are not expected to increase locally due to the expansion. Construction is estimated to be completed by March 2012. However, Ziehl-Abegg, an international corporation, plans to expand its production facilities in Greensboro with a \$2.5 million investment and create more than 40 jobs during the next three years. The German company manufactures elevator drives, motors, industrial fans and control systems.

Greensboro recently annexed 145 acres east of the City for one of two planned American Express data centers, to be completed between 2010 and 2015. If the second announced site is annexed by 2013, Greensboro's tax base is expected to increase between 1-2% for this project alone, bringing an estimated 100 new jobs and a \$600 million initial investment with ongoing annual reinvestment of approximately \$63 million for computer hardware. Land was purchased for \$6 million and a site plan has been filed, along with commencement of infrastructure improvements. The Greensboro region is well-suited for sizeable computing centers due to the significant electric power grid, established fiber optic and existing advanced telecommunications infrastructure. North Carolina is home to Apple, Google and IBM among other large scale data centers.

In neighboring Forsyth County, Caterpillar, Inc., a leading manufacturer of heavy construction equipment began construction of an 850,000 square foot facility on 100 acres for the production of axles for large mining machines. The company expects to hire more than 450 new employees and invest approximately \$426 million in capital in the region, which will benefit the surrounding counties.

Area businesses experienced slowing growth and development in 2011 that is expected to continue into 2012. General Fund expenditures exceeded revenues by \$1.0 million for the fiscal year ended June 30, 2011, largely due to lower than projected revenues from property taxes. Amounts assigned for capital projects, however, increased from \$3.5 million to \$6.4 million because lower amounts of fund balance were needed to be set aside to balance next year's budget due to overall expenditure cuts of approximately \$5.9 million or 2.3%, involving reduced service delivery and staff. Property tax collections were 97.91% of the current year's levy, equal to the prior year's collection rate. Sales tax revenue increased by \$1 million, or 2.8%, from \$35.6 million to \$36.7million. According to *Guilford Business Index*, August 2011, "Planned building activity, as measured by residential building permits declined 2.1% in August 2011, but is up 28.4% over the past year. The average home sales price in Guilford County is approximately \$160,000, down 12.5% from the peak noted during 2006 and 2007, however home prices are up 2.3% from a year ago. Home sales have slightly improved and the number of house listings for sale declined over 17% from the prior year. At the current sales pace, it will take 9.9 months (17.1 months >\$500,000) to exhaust the existing inventory of homes on the market. The number of real estate foreclosures in Guilford County totaled 272 in August 2011 and declined 21% compared to last year. (Dr. G. Donald Jud, Bryan School of Business & Economics, UNC-Greensboro, August 2011).

The original General Fund budget of \$249.4 million for the fiscal year ending June 30, 2012 was adopted with an unchanged property tax overall to the City, however tax funds were re-allocated between operational functions. The General Fund tax decreased from 59.75 cents per \$100 valuation to 59.18 cents compared to the previous year, with a portion of the General Fund rate, .7 cents, recorded directly now in the Housing Partnership Fund, rather than supported with a General Fund transfer. Additionally, a transit tax of \$0.0337 per \$100 assessed valuation was levied for the public transit system, a decline of 0.13 cents, which was re-allocated to the General Fund. The property tax base for FY 2012 is estimated at \$24 billion and is expected to have only minor growth compared to the prior year; sales tax revenues are projected to increase by 2% and portions of the utility taxes are projected to remain flat. An increase in water and sewer system rates of 6% was adopted effective July, 1, 2010 to help fund significant water and waste water system improvements due to regulatory requirements and other infrastructure needs. The City Council rescinded the first 3% of the utility rate increase starting in January 2011 and in February 2011, Council rescinded the remaining 3% increase for the balance of the year. The rate reduction applied only to citizens inside the City limits. No rate increase was budgeted for FY 2011-12, however, higher rates are projected for FY2012-13. A payment of more than \$16 million was received by the City in fall 2010, as a result of a contractor settlement in a lawsuit relating to previous construction at the T.Z. Osborne Wastewater Treatment Plant. An additional \$2 million reimbursement from the Piedmont Triad Regional Water Authority (Authority) was recorded by the City due to less than expected construction costs by the Authority at the Randleman Dam area water treatment plant. Water flowed to the City for the first time in October 2010, through a newly installed 30-inch feeder main from the Randleman plant. 6.4 million gallons per day are expected to be received from this source.

The overall FY 2012 budget was balanced by implementing service reductions, elimination of 35.5 FTE positions, operational reorganizations and alignment with MAP priorities to achieve \$10 million in expenditure savings and proposed increased revenues of approximately \$3 million primarily from increased user fees and more aggressive collection practices, among other things. Building permit revenue rebounded slightly in FY 2010-11, showing the first increase over the previous year since FY 2006-07. Certain public safety areas have increased, however, to fund staffing and operations of a new fire station and preparation to assume the full cost of thirty police patrol positions, currently funded through federal grant programs. A new time and attendance system, Kronos, is funded in FY 2012, and is expected to be fully implemented by November 2011. The system enhances accuracy and accountability in payment of employee for work performed and leave taken and is integrated with the City's Human Resources and Payroll systems.

During 2011, the City continued to install more than \$6 million of new energy infrastructure in 46 City buildings and four parking facilities. Funding was obtained through bank financing and the City anticipates reducing energy usage by 28%, including use of solar technology.

% Greensboro Unemployment

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Jan	3.7	6.3	6.2	5.8	5.2	4.5	4.6	5.0	8.8	10.8	9.9
Feb	3.9	6.4	6.0	5.8	5.5	5.0	4.9	5.1	9.5	10.8	9.8
Mar	3.7	6.5	5.9	4.9	5.0	4.4	4.3	4.9	9.3	10.2	9.5
Apr	3.9	6.3	6.0	4.9	4.9	4.2	4.2	4.9	9.4	9.8	9.5
May	4.2	6.7	6.1	5.2	4.9	4.5	4.5	5.6	10.3	10.0	10.0
Jun	4.8	7.2	7.0	6.3	5.6	4.9	5.2	6.1	10.8	10.5	10.8
July	5.0	7.4	7.0	6.2	6.0	5.1	5.2	6.7	11.0	10.4	10.7
Aug	5.2	6.9	6.6	5.4	5.5	4.7	4.7	6.8	10.9	10.1	10.8
Sept	5.1	6.4	6.1	4.9	5.0	4.3	4.3	6.1	10.4	9.4	N/A
Oct	5.2	6.4	6.7	5.1	5.0	4.2	4.4	6.4	10.5	9.3	N/A
Nov	6.2	6.3	6.2	5.5	5.0	4.6	4.6	6.9	10.2	9.8	N/A
Dec	5.9	6.3	5.8	5.4	4.5	4.4	4.4	7.5	10.6	9.5	N/A

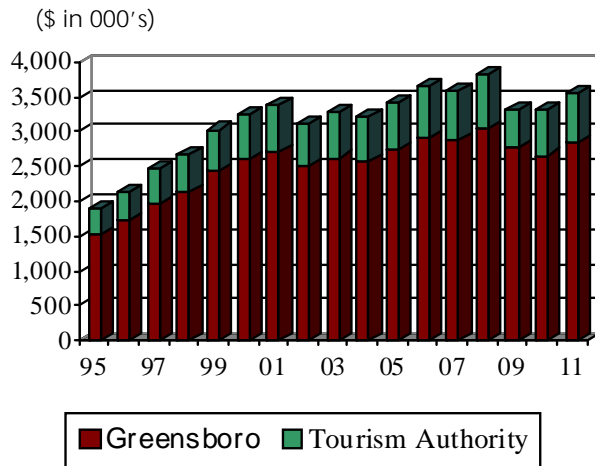
Source: North Carolina Employment Security Commission

The following is a comparison of average annual unemployment rates (%) for the City, County, State and United States:

Year	City	County	State	US
1999	2.5	2.4	3.2	4.2
2000	2.9	2.8	3.4	4.0
2001	4.9	4.7	5.3	5.1
2002	6.4	6.2	6.5	6.0
2003	6.3	6.0	6.3	6.0
2004	5.7	5.1	5.5	5.5
2005	5.1	5.1	5.2	5.1
2006	4.5	4.6	4.7	4.6
2007	4.6	4.7	4.7	4.6
2008	5.7	6.1	6.2	5.8
2009	10.1	11.0	10.6	9.7
2010	10.3	10.9	10.6	9.1

Source: North Carolina Employment Security Commission

3% City Occupancy Tax Revenues



There are currently 9,583 hotel/motel rooms throughout the City comprising 87 hotels. Receipts from the City's 3% occupancy tax totaled \$2,838,994 in FY 2010-11, increasing 6.8% over the prior year. The Tourism Authority receives 20% of the City's 3% occupancy tax, while a portion of the County's 3% occupancy tax is remitted to the City for tourism development activities. Receipts from the City's portion of this tax are dedicated to debt service related to War Memorial Coliseum complex improvements.

Greensboro Aquatic Center (GAC) a state-of-the-art, 78,323 square foot indoor swimming facility, with

seating capacity of 1,850 and total capacity of 2,500 opened in September 2011, featuring leading edge concepts in aquatic design. The GAC will bring together all major aquatic sports – competitive swimming and diving, water polo, synchronized swimming and other unique sports all in one venue. The GAC will offer Greensboro the opportunity to host high school and collegiate events, USA swimming meets, Master's swimming and U.S. Water Polo events as well as many local, regional, national and international competitions. At the ribbon cutting ceremony, the GAC announced hosting the 2012 Olympic Trials for the USA Synchro team on November 11-14, 2011. The four-day event will feature America's elite athletes competing for a spot on the 2012 U.S. Synchronized Swimming Olympic Team that will head to London for the 2012 Summer Olympic games. This new venue is expected to operate 15 hours per day and the estimated one year economic impact is approximately \$25 million.



A new facility at the Coliseum Complex, the Atlantic Coast Conference (ACC) Hall of Champions, opened Phase I in March 2011 in 9,000 square feet of space in the western part of the Special Events Center. The ACC Hall of Champions houses a timeline exhibit of the ACC Conference from its inception in



Greensboro in 1959 through the present day. The Hall honors the schools, athletes, coaches and includes artifacts from games and storied history. This facility is projected to initially attract approximately 50,000 visitors per year. Funding of the \$2.3 million project was provided by the State of North Carolina for tourism and economic development activities. The Coliseum Arena hosted the Men's and Women's ACC Basketball Tournaments in 2011 and will again host them in 2013 – 2015. The Greensboro Area Convention and Visitor's Bureau estimated an economic impact of close to \$19 million for the 2011 ACC tournament events. The ACC Hall of Champions enhances the efforts to secure dates for these tournaments in the future.

The 2011 U. S. Figure Skating Championships were held at the Greensboro Coliseum in January 2011. The Championship skaters competed for 10 national titles, with attendance topping 160,000 for the 9-day event. The direct economic impacts of the event were nearly \$27.4 million, while the media impacts totaled an additional \$24 million. The Championships generated tax revenues of more than \$2.2 million for the local economy based on an analysis conducted by Professor Lisa Neirotti of George Washington University in Washington, D.C. an authority on sports tourism and economic impacts and the founder of TEAMS Conference, the sports tourism industry's largest annual conference and trade show.



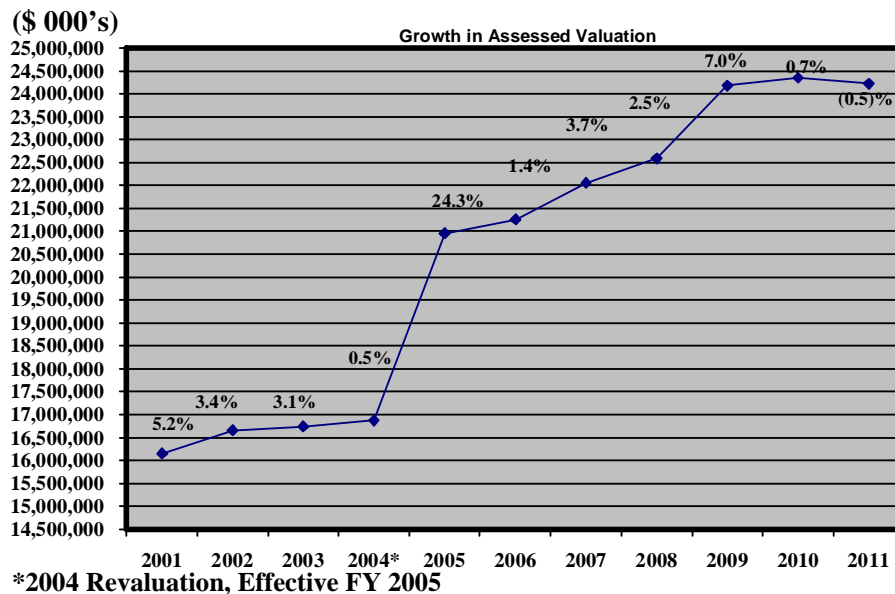
The Greensboro Coliseum Complex's White Oak Amphitheatre debuted on June 5, 2011 with a concert by The Beach Boys. White Oak Amphitheatre is located on the southern end of the Greensboro Coliseum Complex campus on the former Canada Dry bottling plant property that was purchased by the City of Greensboro in 2007. The Amphitheatre features a seating capacity of 7,688, including more than 2,000 reserved seats and general admission lawn seating for more than 5,600 patrons. This facility will host a diverse selection of community events, music, arts and crafts and festival type events. The venue will also support entertainment at the annual Central Carolina Fair. The name White Oak was selected in honor of the City of Greensboro's "official" tree and a selection of white oaks will surround the venue's seating area. The traditional amphitheatre season is a six-month schedule of events running from May through October.



The International Civil Rights Center and Museum opened in downtown Greensboro in February 2010, honoring the "Greensboro Four" students who led a sit-in and protest at the Woolworth building lunch counter in 1960. The Museum is expected to draw an average of 200,000 visitors a year to view the historical exhibits.

Greensboro Area Largest Employers		
Company	Product / Service	Approximate Number of Full-Time Employees
Guilford County Public Schools	Education	10,132
Moses H. Cone Health System & Affiliates	Health Care	8,408
City of Greensboro	Government	2,985
U.S. Postal Service	Postal Service	2,800
The University of North Carolina at Greensboro	Education	2,542
Guilford County	Government	2,437
High Point Regional Hospital	Health Care	2,245
Bank of America, N.A.	Banking Services	2,000
American Express, Inc.	Financial Services	2,000
TYCO Electronics (AMP, Inc.)	Electronics	2,000
United Parcel Service	Shipping	2,000
Lorillard Tobacco Company	Tobacco Products	1,800
AT&T	Telecommunications	1,600
CitiCorp	Financial Services	1,500
Volvo Trucks North America	Truck Production	1,414
VF (Vanity Fair) Corporation	Apparel	1,400
RF Micro Devices	Microchips & Integrated Circuits	1,382
Lincoln Financial Group	Financial Services I	1,350
Thomas Built Buses	Bus Manufacturing	1,282
TE Connectivity	Automotive Electronic Components	1,250

Source: Greensboro Chamber of Commerce, North Carolina Employment Security Commission



2011 Population Characteristics

	Median Age	Median Household Income	% Households Earning Above Poverty Level	Median % Bachelor's Degree or Higher
Greensboro	34.5	\$39,622	85.7	24.1
Guilford County	36.5	42,090	86.6	32.2
North Carolina	37.3	43,326	86.7	26.5
United States	37.2	50,046	88.7	28.2

U. S. Census Bureau, 2010 American Community Survey
<http://www.census.gov/acs>, 9/23/11

Regional Business Investment Estimates FY 2011 Summary

	New Jobs	Investment
Expanding Firms	255	\$ 17,750,000
New Firms	632	457,000,000
Total	887	\$ 474,750,000

Source: Greensboro Economic Development Alliance,
 2010 Annual Report

The "Fortune 500 Industrial List" includes one company headquartered in the City: VF Corporation.

Retail Sales / Taxable Sales Data - Guilford County

Fiscal Year	Taxable Retail Sales	% Increase Over Previous Year
2006	5,669,770,204	**
2007	5,990,461,537	5.7
2008	6,078,010,779	1.5
2009	5,590,367,752	(8.0)
2010	5,069,091,825	(9.3)
2011	5,360,355,128	5.8

Source: North Carolina Department of Revenue

** Since July 1, 2005, retailers have been required to submit, on a monthly basis, taxable sales rather than gross retail sales. Sales data for individual municipalities is also no longer available.

B. Long-Term Financial Planning

The City currently has \$190,000,000 in authorized (2006, 2008, and 2009) and unissued general obligation bonds in the following functional areas to fund various governmental projects. We anticipate phasing the issuance of these bonds over the next eight years in accordance with Greensboro's capital improvement program, Council's strategic priorities and the economic outlook, in approximate two year intervals, and as current bonds mature:

Street Improvements	\$ 131,260,000
Natural Science Center	18,265,000
Parks and Recreational Facilities	18,020,000
Fire Stations	13,955,000
Economic Development	4,000,000
Libraries	3,500,000
Housing	1,000,000



In FY 2012-13, the City also intends to issue approximately \$30 million in Combined Enterprise System Revenue Bonds for water and wastewater system improvements. The City issued \$9.745 million in General Obligation Bond Anticipation Notes in June 2010 for certain of the purposes listed above, with the subsequent issue of \$40 million in general obligation bonds in October 2010 and retirement of the notes. New notes totaling \$6 million were issued in June 2011 for the Aquatic Center (Parks and Recreation Facilities). The City also refinanced \$16,455,000 million of 2003A General Obligation Bonds, for an economic savings of approximately \$802,209 over the life of the refunded bonds.

Greensboro City Council authorized City officials to proceed in holding a special bond referendum on November 3, 2009, to offer citizens the opportunity to vote on a \$20 million General Obligation Bond to fund capital improvements at the Greensboro Natural Science Center. While the City owns this facility, it is managed and operated by a private not-for-profit entity and is subsidized by City contributions of \$1,085,000 annually. The proposed improvements include building a 250,000 gallon Aquarium (Carolina SciQuarium), art gallery, classrooms, and renovations to the current museum including “HealthQuest”, a human health and biology wing. Expansions to the live animal exhibits are also planned with the proposed bond. The bond referendum passed with 61% support and the project is currently in progress, with \$1,735,000 of the bonds issued to date and another \$8,265,000 planned for spring 2012.



Bond-financed and other major capital projects completed or in progress at year-end include additional fire stations, water and sewer system pump stations, and parks and recreation improvements among other facilities.

The proposed ten-year Capital Improvement Plan (CIP) includes approximately \$706 million for projects that will be undertaken during FY 2012-2021 and outlines a future financing plan to maintain the City’s current infrastructure and develop new facilities where needed to help achieve the City Council’s strategic service priorities. A substantial portion of the CIP relates to Street Improvements and Water Resources projects. Additional amounts are planned for parks and recreation projects including the Aquatic Center, Libraries, and Fire Stations. While the substantial portion of the CIP is funded by bonds and Enterprise Fund operations, the CIP is also funded by grant revenue including community contributions, Community Development efforts, Transit and other sources. This category equates to 9.3% of the total CIP.

C. Financial Policies

The City implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, (OPEB) in Fiscal Year 2008 and contributed approximately 100% or more of its required Annual Required Contribution (ARC) through FY2010. The current ARC of \$8,472,184 represents 6.2% of annual covered payroll and was funded at 95.6% in FY 2011, including partial advance funding of future costs totaling \$3,263,218. The City provides certain postretirement health benefits for retirees until age 65. As of the December 31, 2010 actuarial valuation, there were 989 retirees receiving these benefits. Total estimated liabilities associated with providing these benefits are \$83.9 million according to the most recent study. As part of a strategy to manage funding of this liability, the City is developing a plan that includes obtaining actuarial studies to determine estimated future costs and performing an analysis of the level of benefits currently

provided to retirees along with analyzing investment opportunities. On July 23, 2007, NC Senate Bill 221 was ratified and provided broader investment options for the City's funds held for OPEB purposes. The State of North Carolina operates an investment fund for OPEB contributions, in which local units may participate. As of June 30, 2011 the City had deposited \$3 million with the State's OPEB Investment Fund to partially advance fund its OPEB obligations.

The City adopted GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, effective July 1, 2010. This statement establishes fund balance classifications that comprise a hierarchy based on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. A fund balance classification is provided by this statement that can be more consistently applied and clarifies the existing governmental fund types. GASB Statement No. 54 does not affect the government-wide or accrual-based statement presentations, nor does it change the amount of total fund balance on any fund statements.

D. Special Achievements

Channel 13, the City's sponsored government access cable television channel was awarded the "Savvy Silver Circle Award" for the program *Voices of a City* in fall 2010. *Voices* highlights the people who have made Greensboro great and who have made positive contributions to the City's character. The Savvy Awards competition recognizes outstanding local government achievements in communications, public-sector marketing, and citizen-government relationships. This is Channel 13's eighth Savvy award. Another top national recognition was awarded to GTA for marketing excellence. GTA received first place in the American Public Transportation Association's AdWheel Awards for a radio commercial and a Grand Award in the more comprehensive electronic media category for the commercial "The Way to Move", chosen from among nearly 650 entries.

The Urban Libraries Council presented the Greensboro Public Library with an Innovations Award to the Kathleen Clay Edwards branch library for its environmental education programs. This library branch offers programs designed to model environmental stewardship, services as a hub for environmental outreach campaigns for dozens of non-profits in the community and partners with the City Planning and Community and Development Department to provide weatherization and energy savings programs to residents. An Energy and Conservation Block Grant was awarded to a City non-profit company to install a solar panel to its newly renovated roof to offset electricity use. Currently, citizens are also being invited to apply for financial assistance in the



BetterBuildings Program to make energy efficient upgrades to their homes that save at least 15% in energy costs, as part of a \$5 million federally-funded program undertaken by the City. In August 2010, a new City library branch opened as one of the first Leadership in Energy and Environmental Design (LEED) certified libraries in North Carolina. The LEED program will also be used for all new fire stations funded by general obligation bonds issued in October 2010.

AWARDS AND ACKNOWLEDGMENT

The City has participated in the Government Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement Program since 1975. GFOA recognizes governmental units that issue their comprehensive annual financial reports substantially in conformity with the standards of the Governmental Accounting Standards Board. The City has received favorable recognition for its comprehensive annual financial report for thirty-six consecutive years, (1975 through 2010). Valid for a period of one year, we believe our current report continues to conform to Certificate of Achievement Program



requirements, as an easily readable and efficiently organized CAFR, and we are submitting it to GFOA to determine its eligibility for another certificate.

To conclude, a review of the financial statements of the City will indicate a sound financial position. The financial outlook for FY 2011-12 is stable, with slow revenue growth forecasted and continued cost-saving measures. Present management efforts in long-range strategic and comprehensive planning should enable the City to generate adequate resources to meet future services demand levels, afford a stable financial position, protect the City's credit ratings, and maintain realistic tax burdens on the public. City staff is preparing to meet the challenges of the twenty-first century to exceed the expectations of citizens for service delivery.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Financial Reporting, Treasury and Accounting Divisions of the Financial and Administrative Services Department. We would like to express our appreciation to all personnel who assisted and contributed to the preparation of this report. We would also like to thank the members of the City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

Rashad M. Young
City Manager

Richard L. Lusk
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Greensboro
North Carolina

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

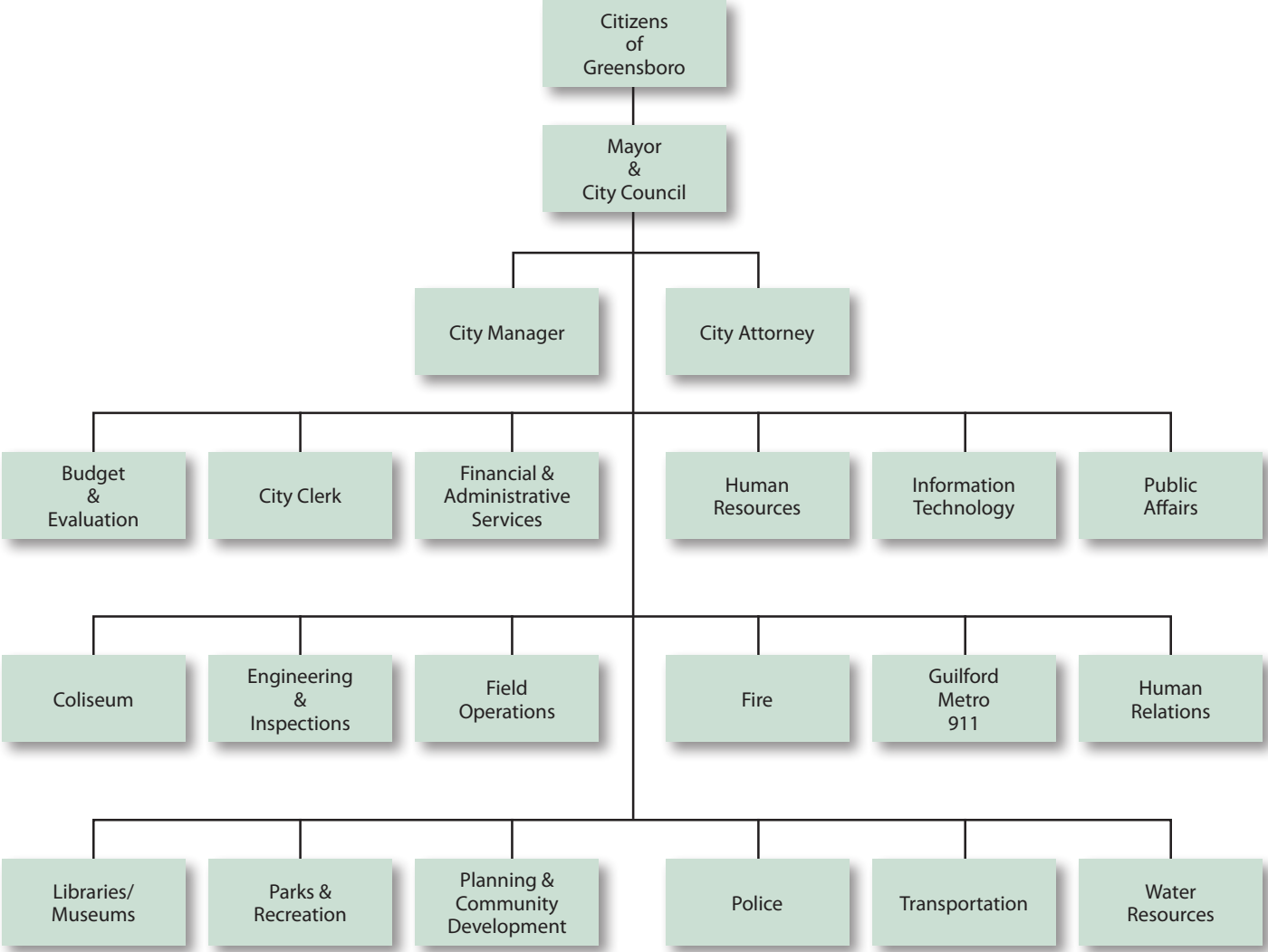
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

City of Greensboro Organizational Chart



Greensboro City Council



The Greensboro City Council

William H. Knight, Mayor
Nancy Vaughan, Mayor Pro Tem
Robbie Perkins, At Large
Danny Thompson, At Large
T. Dianne Bellamy-Small, District 1
Jim Kee, District 2
Zack Matheny, District 3
Mary C. Rakestraw, District 4
Trudy Wade, District 5



City Manager
Rashad Young



Finance Director
Richard L. Lusk



Independent Auditors' Report

To the Honorable Mayor and
Members of the City Council
City of Greensboro, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the Greensboro Transit Authority (the "Authority") and the Greensboro Redevelopment Commission (the "Commission"), which are discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Greensboro, North Carolina, (the "City"), as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on the respective financial statements based on our audit. We did not audit the financial statements of the Greensboro ABC Board (the "Board") and the Greensboro Housing Development Partnership, (the "Partnership"). Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for the Board and the Partnership is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Board and the Partnership were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

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

In accordance with Government Auditing Standards, we have also issued our report dated November 1, 2011 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance.

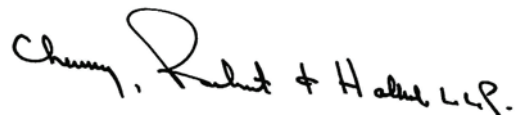
That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

As discussed in the notes to the financial statements, management determined that the Commission, which had previously been presented as a blended component unit, had met the requirements of a discretely presented component unit. Accordingly, the Commission is discretely presented in the current year and beginning net assets have been restated.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the Schedules of Funding Progress and Employer Contributions as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual fund statements and schedules, and the statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal and State awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the State Single Audit Implementation Act, and is also not a required part of the financial statements. The combining and individual fund statements and schedules and the accompanying schedule of expenditures of federal and State awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in cursive script that reads "Cherry, Bekaert & Holland L.L.P.".

Raleigh, North Carolina
November 1, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Greensboro, we offer readers of our financial statements this narrative overview and analysis of the financial activities of the City of Greensboro for the fiscal year ended June 30, 2011. The Management Discussion and Analysis (MD&A) section is designed to assist the reader in focusing on significant financial issues, provide an overview of the City's financial activity, identify changes in the City's financial condition, identify material deviations from the financial budget, and identify individual fund issues or concerns.

Since the MD&A is structured to focus on the current years' activities, resulting changes and currently known facts, we encourage readers to consider the information presented here in conjunction with the transmittal letter, which can be found beginning on page I of this report, and the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- ❖ The assets of the City of Greensboro exceeded its liabilities at the close of the fiscal year by \$937 million (*net assets*).

The City's net assets increased by \$39.6 million (4.4%) compared to FY 2010. The governmental net assets increased by \$2.4 million (0.6%) due to a cost containment strategy to offset a slowing revenue base to hold steady in uncertain economic and state budgetary times. The business-type net assets increased by \$37.2 million (7.1%) primarily due to one-time reimbursements described below and a utility rate increase.

- ❖ The governmental activities program revenue increased by \$4.0 million, 6.1% more than last year, largely due to the influx of stimulus funds in workforce investment and community development along with state and federal grants and other taxes, such as slightly increased local sales taxes. General revenues for property taxes decreased by \$1.2 million from the prior year due to a 0.5% decrease in the tax base while collection rates also slightly decreased, particularly for motor vehicle taxes. Investment earnings were the equivalent of 1.9 cents on the property tax rate compared to 2.6 cents last year and has continued to decline in recent years. In the City's business-type activities, program revenues increased by \$30.9 million or 24.6% to \$156.5 million. The change in business-type activities is largely due to a partial year increase in water and sewer rates that were later rescinded in February 2011, along with a \$16 million contractor lawsuit settlement. The Coliseum revenue increased approximately \$7 million for co-promoted concert events and Parking Facilities program revenues increased by approximately 2.4% for fees collected. City-wide, charges for services revenues increased \$34.8 million or 22.3%.
- ❖ During the year, the City's governmental expenses were \$271.0 million, an increase of \$3.8 million or 1.4% more than last year primarily in General Fund operations for public safety. In all, expenses increased 8.9% in the City's business-type activities with an increase in almost all program areas but predominately in the Water Resources Fund for maintenance and repair activities and in the War Memorial Coliseum Fund for an increased number of co-promoted event expenses.
- ❖ Of the City's various business-type service areas, water and sewer operations, stormwater management and parking facilities generated sufficient revenues in their programs to cover expenses. No significant new funding sources were noted in FY 2011.
- ❖ The total cost of all City programs increased by \$14.1 million or 3.7% compared to FY 2010.
- ❖ As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$118.5 million, a net increase of approximately \$2.9 million in comparison with the prior year. Approximately 62.9% of this total amount or \$74.5 million is restricted and 34.1% or \$40.6 million is Committed, Assigned or Unassigned, including \$11.09 million appropriated for next year's budget.
- ❖ At the end of the current fiscal year, the total fund balance for the General Fund specifically was \$55.8 million. Approximately 40.0% or \$22.3 million of this balance is restricted and \$2.3 million is assigned for appropriation next year. It is also the City's policy to hold aside 9% of the subsequent year's General Fund budget as "unassigned" to remain available for working capital, but it may also be appropriated for

emergencies. This amounted to \$22.5 million as of June 30, 2011. Amounts remaining that are either non-spendable, committed or assigned for other purposes totaled \$8.7 million.

- ❖ Charges for services for the City's largest enterprise activity, the Water Resources Fund, comprising water and sewer operations increased 7% in FY 2011, due to a rate increase for the first half of the year (rescinded by City Council in February 2011 for inside the City limits customers only) and due to seasonality. The City's water supply purchased from three neighboring municipalities in the current year was approximately \$3.2 million compared to \$3.7 million last year. Current year contributions of \$816,188 were made to the Piedmont Triad Regional Water Authority ("PTRWA") for certain ongoing administration and operations associated with the Randleman Dam, which is fully operational. The City initially contributed \$33,544,093 in FY 2008 to support PTRWA's Water Treatment Plant project. This project is being funded by a group of local government units and will supplement Greensboro's water supply needs for the long term. The City's total water rights in the Randleman Dam project, recorded as an Intangible Asset, are approximately \$82.3 million as of June 30, 2011. Amortization of the water rights over a 50 year period began this year. The City began receiving water from the Randleman area on October 4, 2010, culminating a 20 year project that will ensure the City's long-term water supply. Water purchases totaling \$1,462,350 were paid to the PTRWA in Fiscal Year 2011.
- ❖ Deficit fund balances were reported in the Community Development Block Grant Fund (\$427,716), and the Natural Science Center Bond Fund (\$227,500), respectively, as of the end of the fiscal year. These deficits will be funded with federal grants in FY 2012 and future issuances of General Obligation Bonds.
- ❖ The General Fund budget for the fiscal year ended June 30, 2011 was adopted with a \$.5975 per \$100 assessed valuation property tax rate, a quarter cent tax decrease from FY 2010.
- ❖ As of June 30, 2011, the City had collected approximately \$246.8 million or 95.6% of its amended budgeted General Fund revenues and had incurred \$247.9 million or 96.2% of its amended budgeted expenditures. The net effect on General Fund fund balance was a decrease of approximately \$1.0 million this year.
- ❖ In 2009, following the announcement of the American Recovery and Reinvestment Act (ARRA) provisions, Greensboro developed a preliminary project list representing more than \$309 million in requests for ARRA funding. As of June 30, 2011, the City has budgeted approximately \$29 million in ARRA funded projects of which approximately \$16 million has been spent. Funds were received for transit and transportation improvements as well as workforce initiatives for adult/youth training and employment, law enforcement crime programs, energy efficiency and conservation programs and housing, homelessness and neighborhood stabilization programs. Applications for ARRA funding have been submitted for additional requests. To date, 45 jobs have either been created or retained due to ARRA initiatives.
- ❖ Effective July 1, 2010, the City adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement establishes fund balance classifications that comprise a hierarchy based on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. A fund balance classification is provided by this statement that can be more consistently applied and clarifies the existing governmental fund types. GASB Statement No. 54 does not affect the government-wide or accrual-based statement presentations, nor does it change the amount of total fund balance on any fund statements.

Key Ratios

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ Bonded Debt Per Capita	\$658	\$602	\$620	\$674	\$605
Legal Debt Margin as a % of Debt Limit	78.92%	78.22%	77.99%	84.13%	82.40%
% of Property Tax Levy Collected	97.91	99.31	99.44	99.52	99.70
% Increase in Assessed Property Valuation	(0.5)	0.7	7.0	2.4	3.7

- ❖ Revaluation of assessed property occurred in 2004, effective FY 2005, and was previously adjusted in 1996. The next scheduled revaluation is planned for 2012, effective FY 2013.
- ❖ The City’s total bonded debt increased by \$40 million due to issuance of general obligation bonds during FY 2011 in addition to refunding general government debt and normal debt service retirements. Bond Anticipation Notes of \$9,745,000 were also retired. Interest rates on the City’s variable rate debt were 0.06% and 0.12% for tax-exempt and taxable general obligation bonds and approximately 0.07% for tax-exempt revenue bonds at June 30, 2011.
- ❖ The City of Greensboro maintained its AAA general obligation credit rating from Standard and Poor’s and Fitch Ratings along with its Aaa rating from Moody’s Investors Service. Subsequent to year-end, Moody’s affirmed the City’s Aaa rating however, assigned a “negative outlook” to Greensboro along with 6 other governmental credits in North Carolina, pending further review. The criterion considered in the action in view of Greensboro’s credit was exposure to variable rate interest rate risk and dependency on the U. S. government. No negative effect, however, has materialized regarding these two factors, in the ensuing term.

Standard and Poor’s (S&P)

General Obligation Bonds	Currently AAA	Target AAA
Certificates of Participation	Currently AA+	Target AA+
Enterprise System Revenue Bonds	Currently AAA	Target AAA

Moody’s Investors Service (Moody’s)

General Obligation Bonds	Currently Aaa	Target Aaa
Certificates of Participation	Currently Aa1	Target Aa1
Enterprise System Revenue Bonds	Currently Aa1	Target Aaa

Fitch Ratings (Fitch)

General Obligation Bonds	Currently AAA	Target AAA
Certificates of Participation	Currently AA	Target AA+
Enterprise System Revenue Bonds	Currently AAA	Target AAA

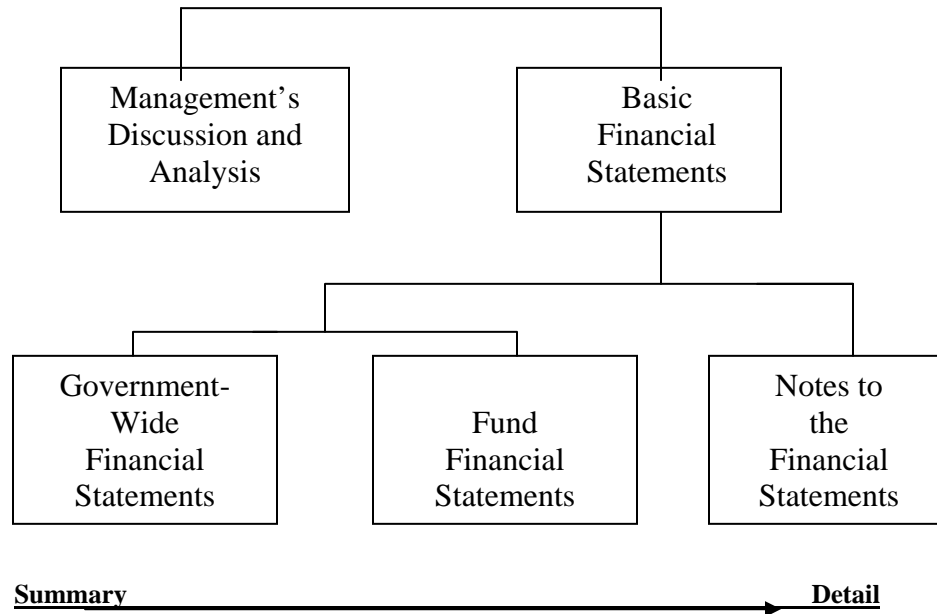
OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City of Greensboro’s basic financial statements. The financial statements include two kinds of statements that present different views of the City: 1) Government-Wide Financial Statements and 2) Fund Financial Statements. Both perspectives, however, are essential and complementary components that allow the user to address relevant questions, broaden a basis for

comparison, and enhance the City’s accountability. Another element of the basic financial statements is the notes to the financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader’s understanding of the financial condition of the City of Greensboro. (See Figure 1)

Required Components of Annual Financial Report

Figure 1



A. Government-Wide Financial Statements

The government-wide statements report both short-term and long-term information about the financial condition of the City as a whole, focusing on the government’s operational accountability. The accounting methods of these statements reflect that of private sector companies in that all governmental and business-type activities are consolidated into columns that add to a total for the primary government. The statement of net assets reports the City’s net assets and includes all, both current and non-current, assets and liabilities of the government. The difference between the two is reported as net assets. Over time, increases or decreases in the City’s net assets are one indicator of whether its financial health is improving or deteriorating. You will also need to consider other non-financial factors, such as changes in the City’s property tax base, local economy and service levels, to assess the overall health of the City. On the other hand, the statement of activities reports how net assets have changed and includes all of the current year’s revenues and expenses regardless of when cash is received or paid.

The government-wide financial statements of the City are divided into three categories:

Governmental Activities- Most of the City’s basic services are included here, such as police, fire, transportation, environmental services, libraries, housing and community development, public improvements, parks and recreation and general administration. Property taxes along with sales and certain state-shared taxes and state and federal grants finance most of these activities.

Business-Type Activities- The City charges fees to customers to help cover the costs of certain services it provides. The City’s water and sewer system and other stormwater resources, parking facilities, solid waste facilities and coliseum activities are included here.

Component Units- The City includes four other discretely presented component entities in its report— Greensboro Housing Development Partnership, Inc., the Alcoholic Beverage Control Board (ABC), the Greensboro Transit Authority, and the Redevelopment Commission of Greensboro. The activities of Greensboro Center City Corporation are blended with those of the City. Although legally separate, these “component units” are important because of certain financial transactions that exist between the entities and the City and from extensive board member appointments by City officials.

The government-wide financial statements can be found on pages 3-6 of this report.

B. Fund Financial Statements

The fund financial statements provide more detailed information about the City’s major funds while focusing on fiscal accountability. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes, as required by state law and bond covenants. City Council establishes many funds to assure control as well as good management and to exhibit proper usage of certain taxes and grants. The City of Greensboro, like all other governmental entities in North Carolina, also uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or City ordinances.

The City has three types of funds:

Governmental Funds- Most of the City’s basic services are included in governmental funds, which focus on 1) how cash and other financial assets can readily be converted to cash flow in and out (that is, their liquidity) and 2) the balances left at year-end that are available for spending. This is the manner in which the financial budget is typically developed. Because this information provides a short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City’s programs, as opposed to the government-wide statements which provides both a short and a long-term focus, a reconciliation is provided on the page following the fund statements that explains the relationship or differences between the two views.

The governmental fund financial statements can be found on pages 7-18 of this report.

Proprietary Funds- Services for which the City charges customers a fee are generally reported in proprietary funds. Accounted for like the government-wide statements, proprietary funds provide both long and short-term financial information and in addition include the statement of cash flows. A reconciliation statement is once more provided following these funds to explain the differences between them. The Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the City’s various functions. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide statements. Individual fund data for the Internal Service Funds is provided in the form of combining statements located on pages 132-138.

The proprietary fund financial statements can be found on pages 19-30 of this report.

Fiduciary Funds- The City is the trustee, or fiduciary, for its Police Special Separation Allowance Pension Trust. In addition, the Other Post-Employment (OPEB) Trust Fund was established in FY 2009. The City is responsible for ensuring that the assets reported in these funds are used only for their intended purposes. All of the City’s fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the government-wide financial statements because the City cannot use these assets to finance its operations.

The basic fiduciary fund financial statements can be found on pages 32-33 of this report.

C. Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 37a of this report.

D. Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Greensboro's progress in funding its obligation to provide pension benefits and other post-employment benefits to certain of its retirees. Required supplementary information can be found on pages 38-41 of this report.

E. Other Supplementary Information

The combining statements referred to earlier in connection with nonmajor governmental funds and Internal Service Funds are presented immediately following the required supplementary information on pensions and other post-employment benefits. Combining and individual fund statements and schedules can be found starting on page 42 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements for the fiscal year ended June 30, 2011 are becoming more familiar to readers of City of Greensboro reports. In previous years, the City maintained its governmental and proprietary fund groups as two separate and very distinct types of accounting, without any type of consolidated statement that accurately reflected the operations and net assets of the government as a whole. There was a total column that appeared on the financial statements, but it was a memorandum total only. No attempt was made to adjust the statements in such a way that the total column would represent the overall financial condition of the City. These statements were basically the equivalent of the fund financial statements that appear in this report with fiduciary funds and two former account groups, the long-term debt and the general fixed assets, added in.

The changes in the financial statement reporting model were mandated by the Governmental Accounting Standards Board (GASB). GASB Statement No. 34 dictated the presentation of the City of Greensboro's financial reports as well as those of many other units of government.

Comparative numbers, when available, have been included in this report. Future years' reports will have more comparative data that will allow more opportunities for comparative analysis, particularly in the Statistical Section.

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Greensboro, assets exceeded liabilities by \$936,700,881 at the close of June 30, 2011 compared to \$897,145,261 in the previous year. The net assets for the City as a whole increased 4.4% at June 30, 2011. This increase of \$39.6 million includes an approximate \$37.2 million gain generated from enterprise activities, primarily for water resources, due to a large contractor dispute settlement received, utility rate increases for part of the fiscal year and other one-time reimbursements. Governmental funds provided an overall \$7.7 million increase in net assets, largely resulting from the \$40 million General Obligation Bond issuance during the year, and the corresponding expenditure of a portion of the proceeds.

The largest portion of the City of Greensboro's net assets \$674,957,643 (72%) represents its investment in capital assets (e.g. land, building, machinery, and equipment) less any related debt used to acquire those assets that are still outstanding. The resources needed to repay the debt must be provided from sources other than capital assets, since they cannot be used to liquidate the liabilities.

An additional portion of the City of Greensboro's net assets \$94,527,361 (10%), represents resources that are subject to enabling legislation or external restrictions on how they may be used. Unrestricted net assets, the residual amount of assets that can be used without constraints established by debt covenants, enabling legislation, or other legal requirements changed from \$206,352,837 at June 30, 2010 to \$167,215,877 (18%) at the end of this year. However, it should be noted that of this total reported "unrestricted" amount, only approximately \$22.4 million is available and unobligated in the General Fund to finance additional day-to-day governmental activities or unforeseen circumstances in the future. The fluctuation in categories of Net Assets is primarily attributed to reclassifying "Stabilization by State Statute" from the "unrestricted" category in FY 2010 to "Restricted" in FY 2011 due to considerations for implementation of GASB Statement No. 54.

Table A-1
City of Greensboro's Net Assets
(In thousands of dollars)

	Governmental <u>Activities</u>		Business-Type <u>Activities</u>		<u>Total</u>		%
	2011	2010	2011	2010	2011	2010	
Current and Other Assets	\$ 259,398	\$ 255,356	\$ 155,170	\$ 160,000	\$ 414,568	\$ 415,356	-0.2%
Capital Assets, Net	368,416	362,014	747,913	709,681	1,116,329	1,071,695	4.2%
Total Assets	627,814	617,370	903,083	869,681	1,530,897	1,487,051	2.9%
Long-Term Debt Outstanding	226,248	216,799	294,840	324,508	521,088	541,307	-3.7%
Other Liabilities	29,141	30,512	43,967	18,087	73,108	48,599	50.4%
Total Liabilities	255,389	247,311	338,807	342,595	594,196	589,906	0.7%
Net Assets	\$ 372,425	\$ 370,059	\$ 564,276	\$ 527,086	\$ 936,701	\$ 897,145	4.4%
Invested in Capital Assets,							
Net of Related Debt	\$ 202,603	\$ 195,434	\$ 472,355	\$ 441,825	\$ 674,958	\$ 637,259	5.9%
Restricted	55,974	23,611	38,553	29,923	94,527	53,534	76.6%
Unrestricted	113,848	151,014	53,368	55,338	167,216	206,352	-19.0%
Total Net Assets*	\$ 372,425	\$ 370,059	\$ 564,276	\$ 527,086	\$ 936,701	\$ 897,145	4.4%

*For more detailed information, see the Statement of Net Assets on pages 3-4.

Table A-2
City of Greensboro's Changes in Net Assets
(In thousands of dollars)

	Governmental		Business-Type		Total	
	<u>Activities</u>		<u>Activities</u>			
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues:						
Charges for Services	\$ 36,402	\$ 33,703	\$ 154,346	\$ 122,261	\$ 190,748	\$ 155,964
Operating Grants and Contributions	29,871	21,503			29,871	21,503
Capital Grants and Contributions	3,308	10,371	2,130	3,302	5,438	13,673
General Revenues:						
Property Taxes	144,937	146,133			144,937	146,133
Other Taxes	63,432	61,288			63,432	61,288
Investment Income	1,959	4,091	1,237	2,096	3,196	6,187
Other	1,000	1,270	1,729	1,596	2,729	2,866
Total Revenues	280,909	278,359	159,442	129,255	440,351	407,614
Expenses:						
General Government	26,158	27,231			26,158	27,231
Public Safety	121,633	115,548			121,633	115,548
Transportation	9,433	9,631			9,433	9,631
Engineering and Building Maintenance	21,746	20,513			21,746	20,513
Field Operations	34,105	35,481			34,105	35,481
Environmental Services	1,012	887			1,012	887
Culture and Recreation	33,775	33,899			33,775	33,899
Community Development and Housing	11,186	11,137			11,186	11,137
Economic Opportunity	4,665	5,838			4,665	5,838
Interest, Fees on Long Term Debt	7,314	7,055			7,314	7,055
Water Resources			78,703	72,556	78,703	72,556
Stormwater Management			8,888	8,500	8,888	8,500
War Memorial Coliseum			21,573	15,973	21,573	15,973
Solid Waste Management			15,736	17,496	15,736	17,496
Parking Facilities			1,682	1,721	1,682	1,721
Total Expenses	271,027	267,220	126,582	116,246	397,609	383,466
Net Increase in Net Assets						
Before Transfers	9,882	11,139	32,860	13,009	42,742	24,148

(Continued)	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Transfers	(\$4,330)	(\$8,186)	\$4,330	\$8,186		
Increase in Net Assets	5,552	2,953	37,190	21,195	42,742	24,148
Beg. Net Assets	370,059	367,106	527,086	505,891	897,145	872,997
Prior Period Adjustment Restated	(3,186)				(3,186)	
	366,873	367,106	527,086	505,891	893,959	872,997
Ending Net Assets	\$ 372,425	\$ 370,059	\$ 564,276	\$ 527,086	\$ 936,701	\$ 897,145

Table A-3
Summary of Financing/Interest Earnings - Governmental Activities
(In thousands of dollars)

	FY2011	FY2010	\$ Change	% Change
Interest Revenue	\$1,959	\$4,091	(\$2,132)	-52.1%
Interest Expense	7,314	7,055	259	3.7%
Net	(\$5,355)	(\$2,964)	(\$2,391)	80.7%

Summary of Financing/Interest Earnings - Business Activities
(In thousands of dollars)

	FY2011	FY2010	\$ Change	% Change
Interest Revenue	\$1,237	\$2,096	(\$859)	-41.0%
Interest Expense	9,167	7,671	(1,496)	-19.5%
Net	(\$7,930)	(\$5,575)	(\$2,355)	-42.2%

A. Governmental Activities

Governmental activities increased the City's net assets by approximately \$5.6 million, up from an approximately \$3 million increase last year. Contributing to the increase were sales tax collections increasing by \$1.0 million or 2.8% compared to June 30, 2010 as well as cost containments to achieve only 96.2% of budgeted expenditures.

FIGURE 2
Expenses and Program Revenues – Governmental
(In thousands of dollars)

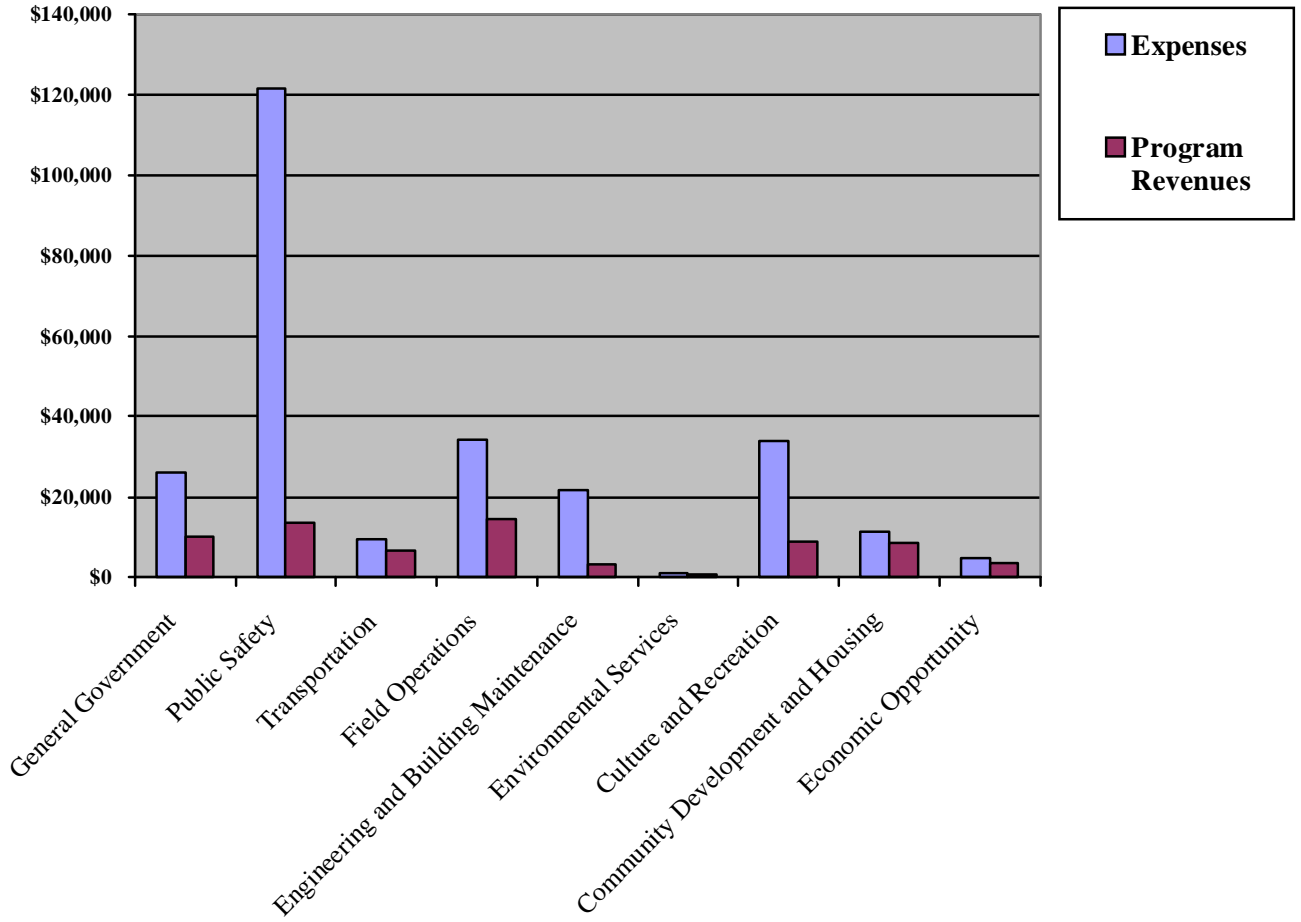


Table A-4
Net Cost – Governmental Activities
(In thousands of dollars)

	Total Cost of Services		% Change	Net Cost of Services		% Change
	2011	2010		2011	2010	
General Government	\$ 26,158	\$ 27,231	-3.9%	\$ (16,167)	\$ (19,033)	15.1%
Public Safety	121,633	115,548	5.3%	(108,139)	(100,590)	-7.5%
Transportation	9,433	9,631	-2.1%	(2,837)	(4,472)	36.6%
Engineering and Building						
Maintenance	21,746	20,513	6.0%	(18,603)	(17,603)	-5.7%
Field Operations	34,105	35,481	-3.9%	(19,549)	(21,357)	8.5%
Environmental Services	1,012	887	14.1%	(339)	(688)	50.7%
Culture and Recreation	33,775	33,899	-0.4%	(24,929)	(25,826)	3.5%
Community Development and Housing	11,186	11,137	0.4%	(2,530)	(4,293)	41.1%
Economic Opportunity	4,665	5,838	-20.1%	(1,039)	(726)	-43.1%
Total	<u>\$ 263,713</u>	<u>\$ 260,165</u>	1.4%	<u>\$ (194,132)</u>	<u>\$ (194,588)</u>	0.2%

B. Business-Type Activities

Business-type activities increased the City of Greensboro’s net assets by \$37 million, largely attributable to net income generated in the City’s water and sewer utility, primarily from rate increases, along with a \$16.3 million settlement payment received as a result of previous contract litigation, \$2 million in donations of water and sewer lines from developers, a \$2 million reimbursement of funds previously paid for construction of the Piedmont Triad Regional Water Authority Randleman Water Treatment Plant, General Fund support of the Coliseum, and sufficient stormwater and parking fees to cover operations. Challenges are present in the business activities due to ongoing significant infrastructure and capital needs for the City’s utility and waste disposal issues relating to closure and post-closure care costs for certain of the City’s landfill facilities which are required to be closed, capped and monitored for a number of years.

1) *Enterprise Funds*

There are five separate and distinct operations accounted for in the Enterprise Funds: the Water Resources Utility Operations, Stormwater Management Services, War Memorial Coliseum Complex, Parking Facilities and Solid Waste Management.

Depreciation is computed on all depreciable plant and equipment and is reflected as an operating expense. Depreciation expense also includes amortization of software and licenses and other intangible assets, such as water rights. The following schedule reflects the change in net assets before and after depreciation/amortization for each of the enterprises compared to the preceding year.

Table B-1
Change in Net Assets– Business-Type Activities
(in thousands of dollars)

	Change in Net Assets		Change in Net Assets	
	Before		After Depreciation/ Amortization*	
	2011	2010	2011	2010
Enterprise Activities				
Water Resources	\$54,768	\$35,057	\$36,051	\$18,293
Stormwater Management	2,966	2,824	1,217	1,075
War Memorial Coliseum	1,893	2,937	(418)	801
Parking Facilities	92	953	(504)	357
Solid Waste Management	1,089	824	450	214
Total	<u>\$60,808</u>	<u>\$42,595</u>	<u>\$36,796</u>	<u>\$20,740</u>

*Excludes the effect of Internal Service Fund chargebacks.

Major activities and/or changes in the Enterprise Fund operations are presented in the following comments.

2) *Water Resources Fund*

Charges for current services totaled \$90,954,195 compared to \$84,900,579 for the preceding year, an increase of 7.1%. Operating expenses increased by 6.6% and totaled \$68,837,905 as compared to \$64,575,966 for the preceding year. The water and sewer rates for average residential customers increased by 6% for the first half of the Fiscal Year, however, beginning in January 2011, the increase was reduced by one-half, and then was totally eliminated effective February 1, 2011 for all inside City residents, per City Council directive. The City continues to make a significant investment in water resource needs to replace and expand existing infrastructure and to meet new environmental regulations. The City has established a capital reserve account to provide for future needs of the water and sewer system, with an account balance of approximately \$11.5 million available in the restricted assets total of the Water Resources Fund as of June 30, 2011. The Randleman Dam, Lake and Water Plant Project (managed by the Piedmont Triad Regional Water Authority, "PTRWA") has recently been completed and designed to meet long-term future water needs. PTRWA constructed a Water Treatment Plant which began pumping treated water to Greensboro in early October 2010. \$1.5 million was paid to PTRWA as of June 30, 2011 for current water purchases from this supply. Greensboro has acquired certain water rights in this project, along with five other governmental units. Due to ongoing interlocal water purchase agreements with neighboring communities, conservation measures, the purchase of a small dam on the Haw River, along with approximately 6.4 million gallons of water per day available to be piped from Randleman, the City has been able to adequately manage its water supply. Ongoing system improvements are expected and are included in our long-range planning, however management projects that within the next five years, certain of the major improvements will be completed and pay-go funding, which is expected to be more than 50%, should cover a large part of anticipated future costs. A large settlement payment of approximately \$16.3 million was received during the year as a result of resolving multi-year litigation surrounding a construction contract dispute for the Osborne Wastewater Treatment Plant expansion. As a result of the cash settlement and an additional \$2 million reimbursement from the PTRWA for less than anticipated Treatment Plant construction costs, the City postponed issuance of further Combined Enterprise System revenue bonds until FY 2012-13, and paid \$20 million in pay-go capital funding for the Osborne Plant Incinerator project in the current year.

3) *Stormwater Management Fund*

Charges for current services totaled \$9,923,499 as compared to \$9,261,022 for the preceding year, an increase of 7.2%. Operating expenses (excluding depreciation) increased by 5.7% and totaled \$7,139,302 as compared to \$6,751,225 for the preceding year. The stormwater program monitors and manages the

quality and quantity of stormwater runoff and helps protect limited water resources throughout the City. Residential stormwater fees range from \$1.50 to \$3.90 based on the square footage of impervious property area owned and fund program operations as well as related capital improvement projects.

4) *War Memorial Coliseum Fund*

Charges for current services totaled \$18,108,379 as compared to \$11,092,666 for the preceding year, an increase of 63.2%. The total number of events in FY 2010-11 increased from 871 to 899 with increased attendance from 1.3 million last year to 1.5 million, primarily due to the U.S. Figure Skating event and an additional fifteen large concerts, generating \$6.5 million in additional revenues and \$6 million in additional operating expenses. There were more co-promoted events this year compared to FY2010, which boosted the facility's revenue and maintenance and operations expenses, including the concerts noted above. Events that are not co-promoted typically only generate space rental revenue for the facility. Revenues and expenses for a given year may fluctuate based on the nature of the event agreements. Operating expenses totaled \$21,273,151 as compared to \$15,668,774 for the preceding year, an increase of 35.8%. The General Fund contributed \$1,587,542 toward Coliseum operating activities this year, \$212,458 less than the subsidy last year. Greensboro has hosted nine Men's ACC Basketball Tournaments from 1995 to 2011, and Greensboro will again host in 2013 - 2015. Along with hosting the Women's ACC Basketball Tournament from 2007 to 2015 and NCAA Regional events, Greensboro is quickly becoming known as "Tournament Town". Greensboro will also host the 2012 ACC Baseball Tournament. The 2011 U.S. Figure Skating Championships, one of the nation's most prestigious figure skating events and one of the most watched annual sporting events in the country, was held in Greensboro in January 2011 with more than 160,000 in attendance for the week-long event. This marks the first time the championships were hosted in North Carolina.

Greensboro Coliseum Complex added three new facilities in FY 2011, the Greensboro Aquatic Center (GAC), the White Oak Amphitheatre (WOA), and the Atlantic Coast Conference (ACC) Hall of Champions. The GAC will bring together major aquatic sports in one venue and is poised to host major national swimming events. The GAC opened in summer of 2011 and is scheduled to hold a U.S Olympic Team synchronized swimming trial in mid-November 2011. It will also host the ACC Swimming and Diving Championships in 2013, 2014 and 2016. The ACC Hall of Champions will honor the accomplishments of ACC student-athletes and highlight the ACC's "tradition of excellence" in both academic and athletic arenas. This facility opened in March 2011. Related new debt of \$19 million (\$12 million GO bonds, \$7 million COPS) is recorded in the War Memorial Coliseum Fund for the GAC. Proceeds of the Hotel/Motel Room Occupancy Tax will retire the debt, along with donations from the Greensboro Area Convention and Visitors' Bureau, as needed. The Greensboro Coliseum Complex's White Oak Amphitheatre debuted on June 5, 2011 with a concert by The Beach Boys. WOA is located on the southern end of the Greensboro Coliseum Complex campus on the former Canada Dry bottling plant property that was purchased by the City of Greensboro in 2007. The Amphitheatre features a seating capacity of 7,688, including more than 2,000 reserved seats and general admission lawn seating for more than 5,600 patrons. This facility will host a diverse selection of community events, music, arts and crafts and festival type events. The venue will also support entertainment at the annual Central Carolina Fair. The name White Oak was selected in honor of the City of Greensboro's "official" tree and a selection of white oaks will surround the venue's seating area. The traditional amphitheatre season is a six-month schedule of events running from May through October.

5) *Parking Facilities Fund*

Charges for current services totaled \$2,087,313 as compared to \$2,037,980 in the preceding year, an increase of 2.4%. Operating expenses totaled \$1,646,809 as compared to \$1,736,025 for the preceding year, a decrease of 5.1%. General Fund suspended support of this operation in FY 2010 following retirement of all parking deck debt recorded in the Fund. In FY 2011 and forward, a portion of the profits from this operation are scheduled to be returned to the General Fund, of which \$955,000 was transferred in the current year.

6) *Solid Waste Management Fund*

Charges for current services totaled \$12,139,875 as compared to \$12,938,822 for the preceding year, a decrease of 6.2% primarily resulting from across the board decreases in disposal activity for all of the City's waste disposal types, including activity at the transfer station.

Operating expenses totaled \$15,419,572 as compared to \$17,021,649 for the preceding year, a decrease of 9.4%. Higher than normal closure and post-closure care costs were recorded in FY2010 resulting from an updated engineering study and included estimates for an additional section of the existing landfill. Slight cost increases were recorded in FY 2011, in keeping with inflation estimates.

In October 2006, the City completed construction of a solid waste transfer station as an alternative to the White Street Landfill, at an estimated cost of \$9 million. The City issued \$8.4 million in special obligation bonds in November 2005 associated with this new facility, supported with a pledge of local sales tax revenue. In December 2009, \$5.7 million of the remaining 1997 bonds (originally issued for landfill expansion and improvements) were refunded. Debt service coverage by the local sales tax revenue well exceeds the 2.00 times covenant requirement, currently at 6.36 times covered.

FIGURE 3
Expenses and Program Revenues – Business-Type
(In thousands of dollars)

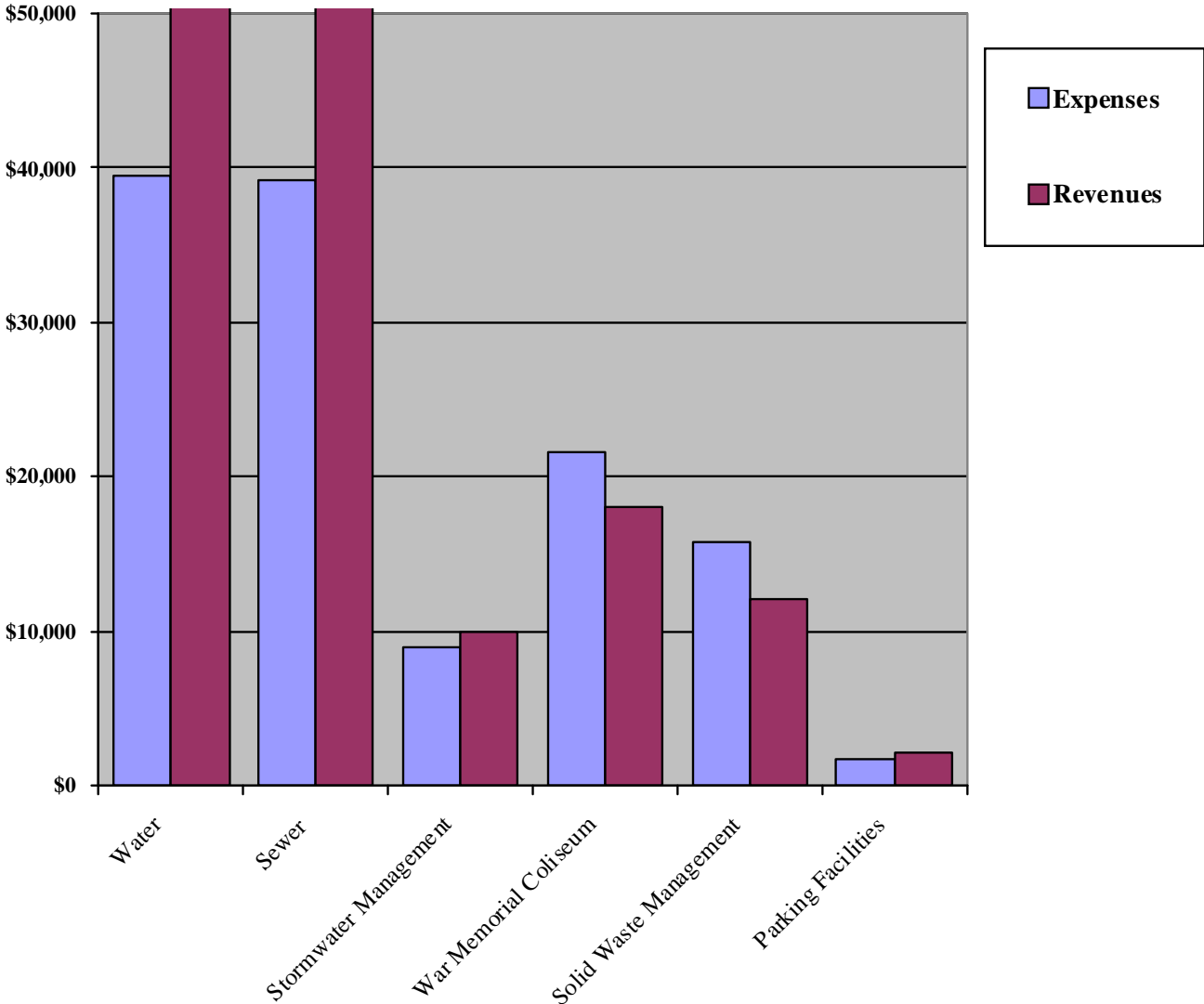
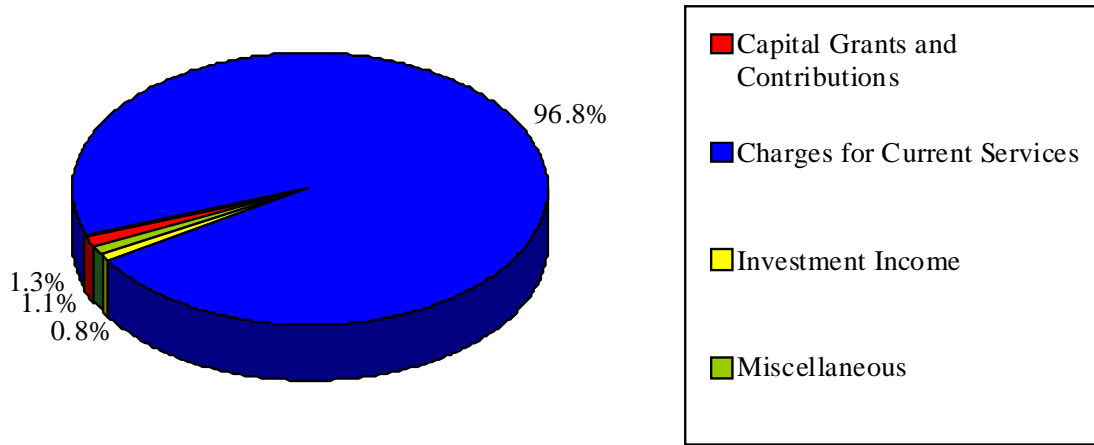


Figure 4
Revenues by Sources – Business-Type Activities



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

A. Governmental Funds

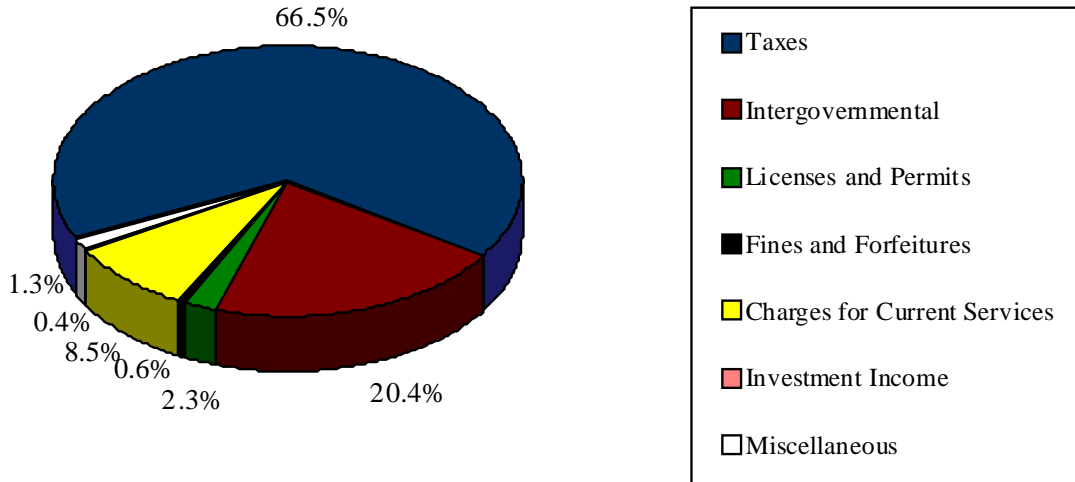
As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of June 30, 2011, governmental funds reported a combined fund balance of \$118.5 million, an increase of approximately \$2.9 million. We have noted 0.5% revenue growth in FY 2011, particularly due to an increase in intergovernmental revenue for federally funded stimulus grants. Overall operating expenditures have risen approximately \$1.8 million or 0.8% and debt service expenditures have increased \$436 thousand or 1.7% in the current year. The current year transfers out exceeded transfers in by \$6.1 million to support other operations. Fund balance of \$77.9 million or 65.7% of the total amount and is non-spendable or restricted to indicate that it is not available for spending due to GASB No. 54 classifications of (1) Non-Spendable which includes inventories, prepaid expenses, perpetual maintenance or assets held for resale 2) Restricted which includes amounts to liquidate contracts and purchase orders of the previous year, adherence to Stabilization for State Statute, amounts bound by debt covenants and third party grantor requirements. The adherence to State Statute limits the amount that may be appropriated by the governing board or for other restricted purposes. The remainder of fund balance represents amounts committed, assigned and unassigned funds.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, total fund balance of the General Fund was \$55.8 million. Of this amount, \$1.1 million is non-spendable, \$22.3 million is restricted, and \$2.3 million is assigned for appropriation in next year's budget, \$1.2 million is assigned for hazardous waste material collection, \$6.4 million is assigned for capital projects and \$22.4 million or 9% of the subsequent years' budget is unassigned and retained for working capital purposes as well as unforeseen emergencies. General Fund fund balance decreased by approximately \$1.0 million as a result of several cost savings measures to help offset an approximate \$3.3 million overall revenue shortfall compared to budget.

The Debt Service Fund has a total fund balance of \$8,186,416 compared to \$10,912,856 in the prior year. The decline is due to reduced interest earnings, slightly higher scheduled debt service of approximately \$300,000 and the balance due to additional payments made to an escrow agent upon refunding certain of the City's general government debt, to provide overall long-term savings. Of the fund balance amount, \$7.2 million is assigned for appropriation in next year's budget with the balance to be used to stabilize property tax rates from year to year, despite increases in debt service amounts due to new voter-approved bonds, as well as to support the City's fund balance goals.

Revenues for general governmental functions (General, Special Revenue and Debt Service Funds) amounted to \$277,163,403 for the fiscal year ended June 30, 2011 and are comprised of various sources as shown in the following graph:

Revenues by Sources – Governmental Activities



Property tax collections, for the current levy, including GTA amounted to \$151,731,680. The current year rate of collections as of the end of the fiscal year was 98%, with collections for levies in previous years approximating 99+%.

There was a ¼ cent tax decrease in the General Fund but no change in the Transit Fund tax rate for FY 2010-11. The FY 2012 budget was adopted with 0.7 cents directly recorded in the Housing Partnership Fund. This amount replaces the General Fund transfer to the housing fund that was budgeted in 2010 and prior, and allows the Housing Partnership Fund to remain a Special Revenue Fund in accordance with GASB Statement No. 54. The FY 2012 budget also projects a .0013 cent reduction in the Transit Fund tax rate. The value of this reduction is added to the General Fund tax rate resulting in a 59.18 cent General Fund tax rate for FY 2012.

Tax rates for the current and three preceding fiscal years were adopted, as follows:

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund	\$.5905	\$.6000	\$.6000	\$.6000
Housing Partnership	.0070			
Transit Authority	<u>.0350</u>	<u>.0350</u>	<u>.0350</u>	<u>.0350</u>
Total Tax Rate	<u>\$.6325</u>	<u>\$.6350</u>	<u>\$.6350</u>	<u>\$.6350</u>

The local option sales tax collection amounted to \$36,679,574 as compared to the previous year's collection of \$35,673,454, an increase of \$1,006,120 or 2.8% from last year. Guilford County uses the "ad valorem" (property tax) method to distribute its allocated sales tax receipts to municipalities within the County and as a result, sales tax receipts for Greensboro may fluctuate from year to year, depending on the proportion of property tax levies of each of the municipalities within the County, compared to the total collected. Local option sales taxes represent approximately 13.23% of overall general government revenues in FY 2011.

On October 1, 2009, the total state sales tax changed to 7.75% (5.75% state, 2.00% local). The local option sales tax was permanently reduced .25% from 2.25% to 2.0%, as Article 44 of the local tax was completely eliminated in conjunction with Medicaid relief, instituted in 2007 for North Carolina counties. The general state sales tax decreased to 4.75% on July 1, 2011. The method of distributing Article 42 of the local option sales tax

was also changed October 1, 2009 from the “per capita” method to “point of origin.” As a result of these changes, however, the City expects to be held harmless due to enacted legislative provisions. The City received a sales tax “hold harmless” payment from the State of \$1,410,315 in FY 2011, compared to \$1,180,020 last year, which are not reported in the collection amounts above. The local option sales tax currently in effect is distributed to the County as follows, with subsequent distribution to Greensboro based on the “ad valorem” method:

Article 39 (1%) Point of Origin
Article 40 (1/2%) Per Capita
Article 42 (1/2%) Point of Origin

Intergovernmental Revenues amounted to \$56,630,157 as compared to previous year revenues of \$52,735,531, an increase of 7.4% from last year largely due to federal and state grants and federal stimulus programs. The FY 2011 State budget also restored the 2/3 reduction in the FY2009-10 beer and wine tax distribution to the City of \$764,243. State-shared and grant revenues are a major source of funding for municipal operations and services, with intergovernmental revenues comprising 20.4% of total general governmental revenues, as compared to 19.1% in the previous year.

Licenses and permits amounted to \$6,356,164 compared to previous year revenues of \$6,054,678 an increase of 4.9% due to increased building and other construction permit fee activity, suggesting an upturn in local economic conditions along with increased fees for long-distance licensing.

Fines and forfeitures amounted to \$1,553,735 as compared to the previous year's collection of \$968,660 an increase of 60.4% over last year. The increase is primarily in the area of false burglar alarm fees and additional parking violation collections.

Charges for current services amounted to \$23,483,628 as compared to the previous year's revenue of \$24,898,485. The 5.7% decrease is primarily due to a re-categorization of \$1.9 million in revenue for metro communications from a Special Revenue Fund to a newly established Internal Service Fund, due to suggested state guidance.

Cash Management

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held either by the City or its agent. All investments held by the City during the year and at June 30, 2011 are classified in the category of lowest credit risk as defined by the Governmental Accounting Standards Board.

The City's cash management program provided the City with interest earnings totaling \$4,718,197 for the fiscal year ended June 30, 2011 as compared to \$6,385,682 in the prior year. Cash balances are analyzed daily to forecast the amount of funds required and amounts available for investment. The average amount of funds invested per month totaled \$304,498,433 during the year. The City's average yield on investments for the year was 1.5%, decreasing from the prior year due to minimal growth in economic conditions and no Federal Reserve actions to increase short-term interest rates. Interest earned on bond proceeds was used to offset the cost of debt service. Interest earnings were the equivalent of nearly 1.9 cents on the tax rate for FY 2010-11.

B. Proprietary Funds

Proprietary Funds provide the same type of information found in the government-wide financial statements but in more detail. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the City of Greensboro's business-type activities.

General Fund Budgetary Highlights

The General Fund budget for FY 2010-11 was adopted at \$254,946,402 (excluding carry-forward encumbrances) and represents a decrease of 0.8% compared to the adopted FY 2009-10 budget. Encumbrances of \$2,431,604 were carried forward from FY 2010 commitments. Significant variances from the *original* and *final amended* budget follow:

- The General Fund budget increased by \$370,000 from original to final amended in FY 2011 due for programs being funded by franchise agreement settlement fees. The City received payments from two franchisees during the year relating to occupying the City's right of way, which will be used to repair cell towers and fund an independent study to review the City's fee structure and for other enforcement support.

The net increase was funded from current year revenues.

As of June 2011, the City had collected approximately \$246.8 million or 95.6% of its budgeted General Fund revenues and had incurred \$247.9 million or 96.2% of its budgeted expenditures. Significant differences between *actual results* and the *final amended* budget are highlighted below:

- Overall General Fund revenues were down compared to the final amended budget by approximately \$3.3 million, primarily due to decreased property tax receipts of \$2.5 million as a result of less than anticipated growth in assessment values. The actual collection rate is slightly less at 97.91% versus 98.07% last year, with decreases noted for motor vehicle tax collections, from 88% to 86%.
- Actual expenditures compared to final budget were less by \$9.7 million or approximately 4%, primarily in the Engineering and Building Maintenance area and Field Operations for stormwater maintenance due to management instituted cost-saving measures as a result of uncertainties in state-shared revenues per the State of North Carolina budget and other economic conditions.

Capital Asset and Debt Administration

A. Capital Assets

The City's investment in capital assets including intangible assets for both its governmental and business-type activities as of June 30, 2011, amounts to \$1,116,329,137 (net of accumulated depreciation/amortization). These assets include buildings, roads and bridges, land, machinery and equipment, park facilities, vehicles and intangible assets such as easements, software and licenses and water rights among other types of assets. This investment represents an increase of \$44,633,505 or 4% over the prior year.

Table C-1
Capital Assets
(Net of Depreciation/Amortization-in thousands of dollars)

	Governmental		Business-Type		Total	
	<u>Activities</u>		<u>Activities</u>			
	2011	2010	2011	2010	2011	2010
Land	\$ 72,187	\$ 71,737	\$ 30,432	\$ 30,432	\$ 102,619	\$ 102,169
Construction in Progress	13,540	12,764	64,632	26,597	78,172	39,361
Intangible Assets-Easements			18,956	18,415	18,956	18,415
Buildings	92,994	92,009	172,736	173,218	265,730	265,227
Land Improvements	13,356	10,298	6,679	6,130	20,035	16,428
Improvements Other Than Buildings	6	6	5,907	6,150	5,913	6,156
Furniture, Fixtures, and Equipment	30,052	34,456	6,582	6,715	36,634	41,171
Infrastructure	145,628	139,900	359,284	358,378	504,912	498,278
Intangible Assets	653	844	82,705	83,646	83,358	84,490
Total Capital Assets	<u>\$ 368,416</u>	<u>\$ 362,014</u>	<u>\$ 747,913</u>	<u>\$ 709,681</u>	<u>\$ 1,116,329</u>	<u>\$ 1,071,695</u>

This year's major capital asset additions included:

- Business Activities assets increased primarily due to building improvements for a fluidized bed incinerator at the Osborne Wastewater Treatment Plant which totaled \$15.5 million and \$3.1 million for a plant laboratory expansion, along with \$1.4 million for the ACC Hall of Champions at the Coliseum complex and \$17.6 million expended for the Greensboro Aquatics Center. Developers also donated more than \$1 million of water and sewer infrastructure lines.

Construction in progress for governmental-type and business-type capital assets totaled \$13,540,595 and \$64,631,588, respectively as of June 30, 2011. No major demolitions were recorded this year.

The City adopted the FY 2012-2021 Capital Improvements Program (CIP) totaling \$706 million for projects as outlined below:

Table C-2
CIP Expenditures – 10 Year Plan

<u>CIP Expenditure Category by Service Area</u>	<u>% of Total CIP</u>
Infrastructure	71.8%
Culture and Recreation	10.8%
Economic and Community Development	4.0%
Public Safety	<u>13.4%</u>
	<u>100.0%</u>

Table C-3
CIP Funding Sources – 10 Year Plan

<u>CIP Funding Source</u>	<u>% of Total CIP</u>
Authorized Bonds	26.2%
Revenue Bonds	22.8%
Enterprise Funds	18.1%
Grants/Other	9.3%
Unauthorized Bonds	23.2%
Miscellaneous Sources	<u>0.4%</u>
	<u>100%</u>

Additional information on the City’s capital assets can be found in Note I.D.6 and IV.C of this report.

B. Long-Term Debt

As of June 30, 2011, the City had total bonded debt outstanding of \$447,240,000, with \$188,895,000 backed by the full faith, credit and taxing power of the City, \$249,465,000 backed by a revenue pledge of the Combined Enterprise System (currently Water Resources utility system) and \$8,880,000 backed by a pledge of certain sales tax revenues.

Table D-1
General Obligation, Special Obligation and Revenue Bonds – Outstanding Debt
(in thousands of dollars)

	Governmental		Business-Type		Total	
	Activities		Activities			
	2011	2010	2011	2010	2011	2010
General Obligation Bonds	\$ 176,895	\$ 161,210	\$ 6,000	\$	\$ 182,895	\$ 161,210
General Obligation BANS		3,745	6,000	6,000	6,000	9,745
Special Obligation Bonds			8,880	10,825	8,880	10,825
Revenue Bonds			249,465	264,465	249,465	264,465
Total	\$ 176,895	\$ 164,955	\$ 270,345	\$ 281,290	\$ 447,240	\$ 446,245

The City’s total outstanding long-term liabilities increased \$40 million during the current fiscal year due to the issuance of general obligation bonds and general obligation bond anticipation notes, however, \$9,745,000 of previous bond anticipation notes were also retired, as well as the scheduled debt service. The issuance of notes supports continued enhancements to the City’s Aquatic center, located at the Coliseum complex.

The City of Greensboro has a general obligation bond rating of Aaa from Moody’s Investors Service and an AAA rating from Standard and Poor’s Corporation and Fitch Ratings. These bond ratings are a clear indication of the

sound financial condition of the City of Greensboro. Greensboro's credit worthiness is a major factor in securing a bond rating. This credit worthiness, according to recent rating reports, is the result of diversifying businesses, a stable and consistent growth in the taxpayer base, the conservative fiscal policies for reserve and debt management and the operating performance, as well as financial flexibility. Other factors considered and affecting the high-grade credit position is the history of budgeting, the moderate debt position and the oversight provided by the North Carolina Local Government Commission.

North Carolina general statutes limit the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the City of Greensboro is \$1,529,207,977. The City has \$190,000,000 in authorized, but unissued bonds at June 30, 2011 which includes \$131,260,000 million for Street Improvements, \$18,020,000 million for Parks and Recreational Facilities and \$1,000,000 million for Housing Bonds, \$13,955,000 million for Fire Stations, \$3,500,000 million for Library Facilities, \$4,000,000 million for Economic Development and \$18,265,000 million for Natural Science Center Bonds. Each referendum item was voted on separately. \$6 million of this authorization was issued as bond anticipation notes in June 2011 for the Aquatic Center completion.

More detailed information about the City's long-term liabilities is presented in Note IV.G.

Economic Factors and Next Year's Budgets and Rates

Similar to the national economy, the Greensboro area economy continued to remain flat in most areas, with some declines still noted in the housing markets, vacancy rates and the construction industry, however, building permit activity and home sales and pricing have improved. Unemployment increased to 10.7% in July 2011 compared to 10.4% in July 2010; we are, however, beginning to see slight improvements in the area's economic indicators, which seem to suggest that a recovery is slowly materializing. Hotel/Motel occupancy taxes increased 6.8% from the previous year compared to a 3.7% decline noted in FY 2010. Sales taxes have also increased 2.8% compared to prior year's actual results, which had declined 4.6% last year.

The City's adopted FY 2012 budget increased 3.5% to approximately \$438.8 million. Growth in the overall assessed base value of all real and personal property is projected to be flat, with an actual decline of 0.5% noted in FY 2011. The FY 2012 budget was adopted with a property tax rate of \$.6325 cents per \$100 of assessed value and includes 3.37 cents, 0.7 and 59.18 cents to fund transit, housing and general government initiatives, respectively. The overall tax rate did not change from the prior year.

During the FY 2012 budget process, City Council suspended the Household Hazardous Waste Fee again for the third year for a period of one year, effective July 1, 2011. This fee reduction amounted to approximately \$400,000.

City Council has reaffirmed its intention to continue to maintain the undesignated fund balance of the General Fund at 9% of the 2012 fiscal year budget.

Budget Highlights for the Fiscal Year Ending June 30, 2012

Governmental Activities:

For FY 2012, City Council gave direction for the elimination of approximately 35.5 full-time equivalent positions. Four General Fund departments reduced a total of 24.5 positions along with position reductions in four other General Fund departments. During FY 2011, 13 positions were transitioned from Guilford County Fire District No. 13 to the City of Greensboro Fire Department. Guilford Metro 911 department added 12 additional positions to begin segregating call intake and call dispatch duties. Other positions additions include 3 positions associated with the opening of Keeley Park and a net increase of 3 positions in Police. The budget for FY 2012 includes a total net increase in full-time equivalent positions of about two full-time positions. There is a 1.5% merit increase budgeted for employees, for a budget increase of approximately \$1.5 million. Organizational structural changes merged the Information Technology and Enterprise Solutions Departments as well as Planning and Housing and Community Development Departments. There is minimal impact on overall City-wide service delivery budgeted for the organization in FY2012. The FY 2012 Debt Service Fund budget is decreasing by approximately \$2.3 million

(8.2%) due to a reduction in General Obligation bond expenses for principal and interest associated with approved bonds.

Business-Type Activities:

The Water Resources budget remained the same for FY 2012 by optimizing pay-as-you-go capital improvement financing, decreasing purchased water supply, along with delaying future bond issues for the capital improvement program. Water Resources is not proposing a rate increase for FY 2012 (average residential customer) while maintaining appropriate debt service coverage, however, a rate increase in FY 2013 will be contemplated to support infrastructure improvements.

Requests for Information

This financial report is designed to provide a general overview of the City of Greensboro's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any information provided in this report or requests for additional information should be addressed to City of Greensboro Financial and Administrative Services Department, P.O. Box 3136, Greensboro, North Carolina 27402-3136 or by calling (336) 373-2077, or by visiting our website at www.greensboro-nc.gov.

**City of Greensboro
Statement of Net Assets
June 30, 2011**

<u>ASSETS</u>	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Cash and Cash Equivalents/Investments	\$ 130,794,606	\$ 55,976,107	\$ 186,770,713	\$ 7,587,167
Receivables, Net				
Taxes	6,772,992		6,772,992	899,760
Accounts, Notes and Mortgages	27,810,147	15,081,312	42,891,459	9,886,392
Assessments	57,671		57,671	
Intergovernmental	22,837,079	700,936	23,538,015	383,643
Interest	598,881	263,301	862,182	1,166,912
Real Estate Foreclosed	670,121		670,121	
Internal Balances	(7,939,090)	7,939,090		
Due from Component Unit	578,690		578,690	
Inventories	1,838,182	3,924,139	5,762,321	3,178,084
Miscellaneous	248,621	4,325,262	4,573,883	100,824
Assets Held for Resale	695,179		695,179	5,418,301
Self-Funded Retention Deposits	17,325,788		17,325,788	
Deferred Charges	1,882,683		1,882,683	
Long-Term Note Receivable				12,856,716
Restricted Assets:				
Temporarily Restricted:				
Cash and Cash Equivalents/Investments	47,130,831	57,565,322	104,696,153	2,430
Receivables, (Net):				
Accounts, Notes and Mortgages	181,746		181,746	
Assessments		266,253	266,253	
Intergovernmental		1,976,044	1,976,044	1,601,298
Interest		115,419	115,419	
Miscellaneous		3,803,873	3,803,873	
Permanently Restricted:				
Cash and Cash Equivalents/Investments	2,178,024		2,178,024	
Net Pension Asset	4,797,700		4,797,700	
Deferred Outflow for Derivative Instrument	937,803	3,233,635	4,171,438	
Capital Assets, Net				
Non-Depreciable:				
Land	72,187,260	30,432,316	102,619,576	3,378,047
Construction in Progress	13,540,595	64,631,588	78,172,183	11,422,854
Intangible Assets - Easements		18,955,767	18,955,767	
Depreciable:				
Land Improvements	26,384,373	20,898,244	47,282,617	2,022
Accumulated Depreciation	(13,028,037)	(14,218,977)	(27,247,014)	(1,213)
Buildings	150,187,868	273,448,161	423,636,029	23,249,415
Accumulated Depreciation	(57,193,400)	(100,711,810)	(157,905,210)	(5,237,026)
Improvements Other than Buildings	11,108	9,923,962	9,935,070	252,311
Accumulated Depreciation	(5,297)	(4,016,932)	(4,022,229)	(330,139)
Furniture, Fixtures, Machinery and Equipment	134,350,130	29,434,900	163,785,030	21,570,167
Accumulated Depreciation	(104,298,623)	(22,853,291)	(127,151,914)	(9,520,043)
Infrastructure	259,325,492	591,678,402	851,003,894	
Accumulated Depreciation	(113,697,818)	(232,394,292)	(346,092,110)	
Intangible Assets	9,199,274	88,371,000	97,570,274	135
Accumulated Amortization	(8,546,621)	(5,666,205)	(14,212,826)	(135)
Total Assets	627,813,958	903,083,526	1,530,897,484	87,867,922

LIABILITIES	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Accounts Payable	\$ 10,664,866	\$ 3,796,993	\$ 14,461,859	\$ 2,085,817
Contracts/Retainage Payable	2,069,575	1,313,151	3,382,726	1,324,256
Notes Payable				65,300
Intergovernmental Payable	4,202,033	1,190,760	5,392,793	179
Pollution Remediation Payable	74,780	1,465,532	1,540,312	
Accrued Interest Payable	1,832,670	975,687	2,808,357	
Accrued Landfill Liability		500,000	500,000	
Due to Primary Government				578,690
Miscellaneous	408,664	501,339	910,003	57,267
Liabilities Payable from Restricted Assets:				
Accounts Payable	228,836	144,992	373,828	741
Contracts/Retainage Payable	1,747,984	1,392,006	3,139,990	1,886,835
Miscellaneous	974,218		974,218	
Noncurrent Liabilities:				
Due Within One Year:				
General Obligation Bonds Payable	16,315,000	300,000	16,615,000	
General Obligation BANS Payable		6,000,000	6,000,000	
Lease Purchase and Other Financing Agreements Payable	3,619,307	391,044	4,010,351	
Revenue Bonds Payable		8,825,000	8,825,000	
Special Obligation Bonds Payable		2,010,000	2,010,000	
Certificates of Participation Payable	3,040,000		3,040,000	
Federal Loan Obligation		254,403	254,403	
Customer Deposits Payable	227,547	2,876,805	3,104,352	2,250
Compensated Absences	7,773,697	1,656,236	9,429,933	42,878
Due in More Than One Year:				
Payable from Restricted Assets:				
Contracts/Retainage Payable		3,706,178	3,706,178	
Intergovernmental Payable		36,077	36,077	
Derivative Instrument Liability	937,803	3,233,635	4,171,438	
General Obligation Bonds Payable	169,027,218	5,700,000	174,727,218	
Lease Purchase and Other Financing Agreements Payable	17,257,669	5,616,891	22,874,560	
Revenue Bonds Payable		248,077,226	248,077,226	
Special Obligation Bonds Payable		6,965,527	6,965,527	
Certificates of Participation Payable	5,365,000	7,547,789	12,912,789	
Federal Loan Obligation		1,017,616	1,017,616	
Notes Payable				2,833,224
Compensated Absences	3,850,779	478,064	4,328,843	14,705
Accrued Landfill Liability		22,576,034	22,576,034	
Other Postemployment Benefits Payable	155,295	12,469	167,764	
Unearned Revenues	5,616,221	245,987	5,862,208	4,666,350
Miscellaneous				199,890
Total Liabilities	<u>255,389,162</u>	<u>338,807,441</u>	<u>594,196,603</u>	<u>13,758,382</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	202,602,983	472,354,660	674,957,643	45,123,170
Restricted for:				
Assets Held for Resale	695,179		695,179	
Stabilization by State Statute	30,997,012		30,997,012	
Highway Improvements	3,568,268		3,568,268	
Capital Projects		38,553,090	38,553,090	
Community Development	10,000		10,000	3,105,142
Economic Development	1,200,000		1,200,000	
Self-Funded Retention Deposits	17,325,788		17,325,788	
Perpetual Maintenance	2,178,024		2,178,024	
Unrestricted	<u>113,847,542</u>	<u>53,368,335</u>	<u>167,215,877</u>	<u>25,881,228</u>
Total Net Assets	<u>\$ 372,424,796</u>	<u>\$ 564,276,085</u>	<u>\$ 936,700,881</u>	<u>\$ 74,109,540</u>

**City of Greensboro
Statement of Activities
For the Fiscal Year Ended June 30, 2011**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental Activities:				
General Government	\$ 26,158,923	\$ 9,872,587	\$ 119,394	\$ 50,080
Public Safety	121,633,245	8,344,025	5,100,368	1,690,617
Transportation	9,432,740	915,180	3,989,525	44,797
Engineering and Building Maintenance	21,746,206	3,098,205	6,683,144	253,409
Field Operations	34,104,747	7,872,230	2,242,138	1,522,918
Environmental Services	1,012,670	420,276	7,856,191	3,626,346
Culture and Recreation	33,774,639	5,080,135	799,981	
Community Development & Housing	11,185,952	799,981	7,856,191	
Economic Opportunity	4,664,906		3,626,346	
Interest, Fees on Long-Term Debt	7,313,978			
Total Governmental Activities	<u>271,028,006</u>	<u>36,402,619</u>	<u>29,870,515</u>	<u>3,308,412</u>
Business-Type Activities:				
Water Operations	39,505,203	55,057,357		1,064,850
Sewer Operations	39,197,428	57,029,368		1,064,850
Stormwater Management	8,888,164	9,923,499		
War Memorial Coliseum	21,572,835	18,108,379		
Solid Waste Management	15,735,600	12,139,875		
Parking Facilities	1,682,342	2,087,313		
Total Business-Type Activities	<u>126,581,572</u>	<u>154,345,791</u>		<u>2,129,700</u>
Total Primary Government	<u>\$ 397,609,578</u>	<u>\$ 190,748,410</u>	<u>\$ 29,870,515</u>	<u>\$ 5,438,112</u>
Component Units:				
Greensboro Housing Dev. Partnership	\$ 19,655	\$ 2,875	\$	\$
Greensboro Redevelopment Commission	922,767	764,987		
Greensboro Transit Authority	24,641,669	2,433,772	1,853,465	18,257,457
Greensboro ABC Board	25,424,574	25,824,574		
Total Component Units	<u>\$ 51,008,665</u>	<u>\$ 29,026,208</u>	<u>\$ 1,853,465</u>	<u>\$ 18,257,457</u>

General Revenues:

Property Tax
Local Option Sales Tax
Vehicle Gross Receipts Tax
Motor Vehicle Tax
Hotel/Motel Occupancy Tax
Electric Franchise Tax
Piped Natural Gas Tax
Telecommunications Sales Tax
Sales Tax Hold Harmless
Beer and Wine Tax
Payment in Lieu of Taxes
ABC Profit Distribution-unrestricted
Intergovernmental - unrestricted
Investment Income
Miscellaneous
Total General Revenue

Transfers In (Out)

Total General Revenue Including
Transfers and Special Items

Change in Net Assets

Net Assets - July 1

Prior Period Adjustment

Net Assets - July 1, (restated)

Net Assets - June 30

Net (Expenses) Revenue and Changes in Net Assets			
Primary Government			Component Units
Governmental Activities	Business-Type Activities	Total	
\$ (16,166,942)	\$	\$ (16,166,942)	\$
(108,138,772)		(108,138,772)	
(2,837,418)		(2,837,418)	
(18,603,204)		(18,603,204)	
(19,549,373)		(19,549,373)	
(338,985)		(338,985)	
(24,929,448)		(24,929,448)	
(2,529,780)		(2,529,780)	
(1,038,560)		(1,038,560)	
(7,313,978)		(7,313,978)	
<u>(201,446,460)</u>		<u>(201,446,460)</u>	
	16,617,004	16,617,004	
	18,896,790	18,896,790	
	1,035,335	1,035,335	
	(3,464,456)	(3,464,456)	
	(3,595,725)	(3,595,725)	
	404,971	404,971	
	<u>29,893,919</u>	<u>29,893,919</u>	
<u>(201,446,460)</u>	<u>29,893,919</u>	<u>(171,552,541)</u>	
			(16,780)
			(157,780)
			(2,096,975)
			400,000
			<u>(1,871,535)</u>
144,937,075		144,937,075	8,423,755
36,679,574		36,679,574	
213,067		213,067	
			1,230,654
2,838,994		2,838,994	
8,837,828		8,837,828	
1,868,357		1,868,357	
7,877,205		7,877,205	
1,410,317		1,410,317	
1,182,428		1,182,428	
81,222		81,222	
2,442,997		2,442,997	
126,648		126,648	
1,958,935	1,237,085	3,196,020	1,217,591
873,218	1,729,210	2,602,428	39,400
211,327,865	2,966,295	214,294,160	10,911,400
(4,329,757)	4,329,757		
<u>206,998,108</u>	<u>7,296,052</u>	<u>214,294,160</u>	<u>10,911,400</u>
5,551,648	37,189,971	42,741,619	9,039,865
370,059,147	527,086,114	897,145,261	61,883,676
(3,185,999)		(3,185,999)	3,185,999
<u>366,873,148</u>	<u>527,086,114</u>	<u>893,959,262</u>	<u>65,069,675</u>
<u>\$ 372,424,796</u>	<u>\$ 564,276,085</u>	<u>\$ 936,700,881</u>	<u>\$ 74,109,540</u>

BALANCE SHEET

Governmental Funds

June 30, 2011

ASSETS	(1)			
	GENERAL	DEBT. SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Cash and Cash Equivalents/Investments	\$ 42,415,740	\$ 7,933,513	\$ 7,293,347	\$ 57,642,600
Receivables:				
Taxes	6,757,796		15,196	6,772,992
Accounts, Notes and Mortgages	4,399,899		23,410,248	27,810,147
Assessments			57,671	57,671
Intergovernmental	16,461,173	302,378	5,239,615	22,003,166
Real Estate Foreclosed	670,121			670,121
Internal Receivables	182,000		2,135,500	2,317,500
Due from Component Unit	578,690			578,690
Inventories	949,995			949,995
Miscellaneous	193,734			193,734
Assets Held for Resale			95,179	95,179
Restricted Assets:				
Cash and Cash Equivalents/Investments	974,218		47,134,637	48,108,855
Receivables:				
Accounts, Notes and Mortgages			181,746	181,746
Total Assets	<u>\$ 73,583,366</u>	<u>\$ 8,235,891</u>	<u>\$ 85,563,139</u>	<u>\$ 167,382,396</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,159,175	\$ 49,475	\$ 209,520	\$ 1,368,695
Contracts/Retainage Payable	243,448		1,395,520	1,688,443
Intergovernmental Payable	2,939,756			2,939,756
Customer Deposits Payable	214,448			214,448
Internal Payable			2,317,500	2,317,500
Deferred Revenues	12,287,177		24,507,214	36,794,391
Miscellaneous			408,664	408,664
Liabilities Payable From Restricted Assets:				
Accounts Payable			228,836	228,836
Contracts/Retainage Payable			1,747,984	1,747,984
Deferred Revenues			171,585	171,585
Miscellaneous	974,218			974,218
Total Liabilities	<u>17,818,222</u>	<u>49,475</u>	<u>30,986,823</u>	<u>48,854,520</u>
Fund Balances:				
Non-Spendable:				
Inventories	949,995			949,995
Prepaid Expenses	193,734			193,734
Perpetual Maintenance			2,178,024	2,178,024
Assets Held for Resale			95,179	95,179
Total Non-Spendable Fund Balance	<u>1,143,729</u>		<u>2,273,203</u>	<u>3,416,932</u>
Restricted:				
Stabilization by State Statute	22,308,495	310,628	8,377,889	30,997,012
Debt Covenants			39,808,820	39,808,820
Grantor Requirements:				
Highway Improvements			3,568,268	3,568,268
Total Restricted Fund Balance	<u>22,308,495</u>	<u>310,628</u>	<u>51,754,977</u>	<u>74,374,100</u>
Committed:				
For Special Tax Districts			1,158,671	1,158,671
For Housing and Community Development			473,552	473,552
For Agreement with Schools - Red Light Camera Fines			1,224,450	1,224,450
Total Committed Fund Balance			<u>2,856,673</u>	<u>2,856,673</u>
Assigned:				
Appropriated for Subsequent Year's Expenditures	2,321,163	7,219,728	1,693,412	11,234,303
Household Hazardous Waste	1,153,383			1,153,383
For Debt Service		656,060		656,060
For Capital Projects	6,390,884		1,045,444	7,436,328
Total Assigned Fund Balance	<u>9,865,430</u>	<u>7,875,788</u>	<u>2,738,856</u>	<u>20,480,074</u>
Unassigned	<u>22,447,490</u>		<u>(5,047,393)</u>	<u>17,400,097</u>
Total Fund Balances	<u>55,765,144</u>	<u>8,186,416</u>	<u>54,576,316</u>	<u>118,527,876</u>
Total Liabilities and Fund Balances	<u>\$ 73,583,366</u>	<u>\$ 8,235,891</u>	<u>\$ 85,563,139</u>	<u>\$ 167,382,396</u>

(1) After internal receivables and payables have been eliminated.

The notes to the financial statements are an integral part of this statement.

City of Greensboro
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Assets
June 30, 2011

Total fund balances - governmental funds	\$ 118,527,876
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	339,767,967
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	31,349,755
Internal service funds are used by management to charge the costs of fleet management, equipment services, technical services, city/county telecommunications, graphic services, employee insurance, general insurance and capital leasing to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	87,498,791
Long-term liabilities including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(209,864,132)
Miscellaneous adjustments to net assets include investment income receivable and pension assets not reported in the governmental funds.	<u>5,144,539</u>
Net assets of governmental activities	<u><u>\$ 372,424,796</u></u>

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Governmental Funds

For the Fiscal Year Ended June 30, 2011

	GENERAL	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 178,865,316	\$	\$ 5,283,304	\$ 184,148,620
Assessments			141,068	141,068
Intergovernmental	27,065,778	81,222	29,483,157	56,630,157
Licenses and Permits	6,356,164			6,356,164
Fines and Forfeitures	1,553,735			1,553,735
Charges for Current Services	21,257,373		2,226,255	23,483,628
Investment Income		1,038,275	187,668	1,225,943
Miscellaneous	2,379,796	502,396	741,896	3,624,088
Total Revenues	<u>237,478,162</u>	<u>1,621,893</u>	<u>38,063,348</u>	<u>277,163,403</u>
Expenditures:				
Current:				
General Government	22,660,038		1,407,858	24,067,896
Public Safety	108,334,890		9,177,274	117,512,164
Transportation	8,933,770		7,050,170	15,983,940
Engineering and Building Maintenance	14,100,116		7,060,624	21,160,740
Field Operations	34,098,338		2,411	34,100,749
Environmental Services	1,011,909			1,011,909
Culture and Recreation	28,692,406		9,377,937	38,070,343
Community Development and Housing	300,800		11,384,805	11,685,605
Economic Opportunity	1,007,659		3,685,003	4,692,662
Intergovernmental	1,703,911			1,703,911
Debt Service:				
Principal Retirement		17,071,595	2,870,000	19,941,595
Interest, Fees on Long-Term Debt		6,471,980	157,276	6,629,256
Total Expenditures	<u>220,843,837</u>	<u>23,543,575</u>	<u>52,173,358</u>	<u>296,560,770</u>
Excess of Revenues Over (Under)				
Expenditures	<u>16,634,325</u>	<u>(21,921,682)</u>	<u>(14,110,010)</u>	<u>(19,397,367)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued			34,000,000	34,000,000
Federal Loan Program			378,000	378,000
Refunding Bonds Issued		15,505,000		15,505,000
Premium on Debt		4,947,381	(120,519)	4,826,862
Payment to Escrow Agent for Refunding of Debt		(17,843,191)		(17,843,191)
Transfers In	9,370,639	16,691,700	2,989,548	29,051,887
BAN Retirement			(3,745,000)	(3,745,000)
Transfers Out	(27,032,903)	(105,648)	(7,977,536)	(35,116,087)
Total Other Financing Sources (Uses)	<u>(17,662,264)</u>	<u>19,195,242</u>	<u>25,524,493</u>	<u>27,057,471</u>
Net Change in Fund Balances	<u>(1,027,939)</u>	<u>(2,726,440)</u>	<u>11,414,483</u>	<u>7,660,104</u>
Fund Balances - July 1	56,793,083	10,912,856	46,347,832	114,053,771
Prior Period Adjustments			(3,185,999)	(3,185,999)
Fund Balances - July 1, (restated)	<u>56,793,083</u>	<u>10,912,856</u>	<u>43,161,833</u>	<u>110,867,772</u>
Fund Balances - June 30	<u>\$ 55,765,144</u>	<u>\$ 8,186,416</u>	<u>\$ 54,576,316</u>	<u>\$ 118,527,876</u>

The notes to the financial statements are an integral part of this statement.

City of Greensboro
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Fiscal Year Ended June 30, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances----total governmental funds.	\$ 7,660,104
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period, including amounts for disposals.	10,517,408
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,368,713
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount represents principal repayments in the current year.	(11,827,645)
Internal service funds are used by management to charge the costs of equipment services, technical services, city/county telecommunications, graphic services, employee insurance, general insurance, and capital leasing to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	(1,766,843)
This amount represents the change in pension asset for funds contributed to the special separation allowance for law enforcement officers in excess of the actuarially determined annual pension cost.	641,928
Revenues earned in prior year that first became available in the current year in the government funds have been reclassified to beginning net assets in the statement of activities.	<u>(3,042,017)</u>
Change in net assets of governmental activities	<u><u>\$ 5,551,648</u></u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:				
Taxes:				
Ad Valorem Taxes-Current Year	\$ 144,212,320	\$ 142,484,656	\$ 139,500,836	\$ (2,983,820)
Ad Valorem Taxes-Prior Year	1,612,100	1,612,100	1,952,161	340,061
Penalties and Interest	455,200	455,200	645,370	190,170
Local Option Sales Tax	36,953,570	36,953,570	36,553,882	(399,688)
Vehicle Gross Receipts Tax	241,900	241,900	213,067	(28,833)
Total Taxes	<u>183,475,090</u>	<u>181,747,426</u>	<u>178,865,316</u>	<u>(2,882,110)</u>
Intergovernmental:				
State Grants:				
Libraries	306,713	306,713	319,340	12,627
State-Shared:				
Utility Taxes:				
Electric Franchise Tax	8,109,000	8,109,000	8,837,828	728,828
Piped Natural Gas Excise Tax	1,920,600	1,920,600	1,868,357	(52,243)
PEG Channel Support	66,000	66,000	64,767	(1,233)
Telecommunications Sales Tax	4,855,950	4,855,950	4,548,992	(306,958)
Video Programming/Telecommunications				
Service Sales Tax	3,342,795	3,342,795	3,263,446	(79,349)
Beer and Wine Tax	1,183,900	1,183,900	1,182,428	(1,472)
State Reimbursements/Other:				
Sales Tax Hold Harmless Payment	1,200,000	1,410,315	1,410,317	2
Court Fees	115,000	115,000	126,648	11,648
Payment In Lieu of Taxes	308,575	308,575	308,584	9
Local Grants:				
PEG Channel Support			21,589	21,589
Economic Development			97,805	97,805
Parks and Recreation	2,500	2,500		(2,500)
Libraries	1,311,000	1,311,000	1,346,471	35,471
School Resource Officer Programs	1,157,367	1,157,367	1,061,054	(96,313)
Environmental Programs	100,000	100,000	165,155	65,155
ABC Board Profit Distribution	2,677,600	2,677,600	2,442,997	(234,603)
Total Intergovernmental	<u>26,657,000</u>	<u>26,867,315</u>	<u>27,065,778</u>	<u>198,463</u>
Licenses and Permits:				
Privilege Licenses:				
Privilege Licenses-Current Year	3,100,000	3,100,000	2,864,118	(235,882)
Penalties on Privilege Licenses	50,000	50,000	64,726	14,726
Privilege Licenses-Prior Years	25,000	25,000	46,928	21,928
Penalties on Prior Years' Licenses	9,000	9,000	9,923	923
Motor Vehicle Licenses	715,000	715,000	627,624	(87,376)
Other Licenses and Permits	394,164	764,164	879,816	115,652
Construction Permits:				
Building Permits	680,853	680,853	742,589	61,736
Electrical Permits	355,455	355,455	407,060	51,605
Plumbing Permits	242,298	242,298	244,112	1,814
Mechanical Permits	399,240	399,240	469,268	70,028
Total Licenses and Permits	<u>5,971,010</u>	<u>6,341,010</u>	<u>6,356,164</u>	<u>15,154</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Fines and Forfeitures:				
Parking Violations	\$ 699,000	\$ 699,000	\$ 736,204	\$ 37,204
Library Fines	201,055	201,055	198,535	(2,520)
City Code Violations	90,600	90,600	30,500	(60,100)
False Burglar Alarm Fines	595,000	595,000	588,496	(6,504)
Total Fines and Forfeitures	<u>1,585,655</u>	<u>1,585,655</u>	<u>1,553,735</u>	<u>(31,920)</u>
Charges for Current Services:				
Planning:				
Preliminary Plan Reviews	49,606	49,606	68,836	19,230
Final Plats/Declarations	5,060	5,060	9,830	4,770
Rezoning Applications	27,000	27,000	29,645	2,645
Other Planning Fees	9,230	9,230	9,175	(55)
Police Department:				
Police Department Services	31,826	31,826	26,885	(4,941)
Tow-In Services	34,482	34,482	30,600	(3,882)
Off-Duty Employment	1,774,040	1,774,040	1,861,063	87,023
Contracted Services	744,700	744,700	1,231,010	486,310
Fire Department:				
Hazardous Material Fees	20,000	20,000	22,790	2,790
Fire Department Plan Reviews	50,000	50,000	59,929	9,929
Fire Code Reinspections	38,000	38,000	16,930	(21,070)
Miscellaneous Permits	108,450	108,450	100,135	(8,315)
Rental and Lease			14,400	14,400
Inspections:				
Fire Code Reinspections	385	385	55	(330)
Vacant Lot Cleaning Fees	150,000	150,000	142,930	(7,070)
Junked Auto Fees	19,080	19,080	16,247	(2,833)
Boarding Vacant Houses	17,170	17,170	39,976	22,806
Transportation:				
State Highway System:				
Signals, Signs and Lights	477,205	477,205	614,000	136,795
Monthly Parking Fees	13,200	13,200	12,740	(460)
Field Operations:				
Maintenance Service-Local Agencies	22,600	22,600	22,721	121
State Highway System:				
Highway Maintenance	240,000	240,000	403,373	163,373
Mowing Services	75,000	75,000	88,560	13,560
Waste/Trash Collection	6,430,000	6,430,000	6,073,474	(356,526)
ABC Recycling Fees	58,000	58,000	75,870	17,870
Engineering and Building Maintenance:				
Plan Review/Water and Sewer/Roadways	100,000	100,000	138,389	38,389
Rental and Lease	398,300	398,300	461,166	62,866
Environmental Services:				
Hazardous Waste Disposal Fees	400,000		352	352
Parks and Recreation:				
Maintenance Service-Local Agencies	47,780	47,780	47,780	
Admissions and Charges	2,433,135	2,433,135	2,260,056	(173,079)
Rental and Lease	534,485	534,485	567,248	32,763
Catering Services	36,950	36,950	16,743	(20,207)

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Charges for Current Services (Continued):				
Concessions	\$ 265,000	\$ 265,000	\$ 218,987	\$ (46,013)
Concessions-Alcoholic Beverages	7,800	7,800	11,207	3,407
Fishing, Hunting and Boating Fees	51,300	51,300	47,739	(3,561)
Guilford County:				
Bur-Mil Reimbursement	497,656	497,656	477,633	(20,023)
Hagan Stone Reimbursement	231,566	231,566	204,415	(27,151)
Other Parks and Recreation Revenue	155,115	155,115	107,630	(47,485)
Library Fees	16,580	16,580	20,786	4,206
Interdepartmental Charges:				
Administrative Charges	3,899,165	3,853,165	3,766,878	(86,287)
Engineering Services	1,370,000	1,416,000	1,416,000	
Rents	<u>583,375</u>	<u>583,375</u>	<u>523,190</u>	<u>(60,185)</u>
Total Charges for Current Services	<u>21,423,241</u>	<u>21,023,241</u>	<u>21,257,373</u>	<u>234,132</u>
Miscellaneous:				
Sale of Assets	188,249	188,249	620,622	432,373
Miscellaneous Receivables Revenue	17,000	17,000	14,055	(2,945)
Donations and Private Contributions	105,000	105,000	71,649	(33,351)
Contracted Construction Projects	750,224	750,224	787,467	37,243
Service Charges	4,150	4,150	5,390	1,240
Other Revenue	<u>449,324</u>	<u>2,176,988</u>	<u>880,613</u>	<u>(1,296,375)</u>
Total Miscellaneous	<u>1,513,947</u>	<u>3,241,611</u>	<u>2,379,796</u>	<u>(861,815)</u>
Appropriated Fund Balance	<u>7,381,424</u>	<u>7,571,109</u>		<u>(7,571,109)</u>
Total Revenues	<u>248,007,367</u>	<u>248,377,367</u>	<u>237,478,162</u>	<u>(10,899,205)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Expenditures:				
General Government:				
Legislative:				
Governing Body	\$ 258,159	\$ 258,159	\$ 221,380	\$ 36,779
Clerk of Governing Body	345,447	345,447	308,504	36,943
Elections	163,000	163,000		163,000
Total Legislative	<u>766,606</u>	<u>766,606</u>	<u>529,884</u>	<u>236,722</u>
Executive:				
City Manager	1,431,727	1,431,727	1,479,619	(47,892)
Internal Audit	393,049	393,049	376,798	16,251
Minority and Women's Business Enterprises	502,338	502,338	314,201	188,137
Total Executive	<u>2,327,114</u>	<u>2,327,114</u>	<u>2,170,618</u>	<u>156,496</u>
Public Affairs	<u>1,992,279</u>	<u>1,992,279</u>	<u>1,734,146</u>	<u>258,133</u>
Human Relations	<u>511,557</u>	<u>511,557</u>	<u>502,754</u>	<u>8,803</u>
Human Resources:				
Administration	911,859	911,859	867,630	44,229
Employment	211,186	211,186	173,749	37,437
Benefits	267,775	267,775	253,251	14,524
Employee Safety and Health	135,519	135,519	125,974	9,545
HRIS/Compensation/Compliance	1,094,943	1,094,943	1,048,791	46,152
Learning & Development	703,230	703,230	571,005	132,225
Total Human Resources	<u>3,324,512</u>	<u>3,324,512</u>	<u>3,040,400</u>	<u>284,112</u>
Budget and Evaluation	<u>679,212</u>	<u>679,212</u>	<u>633,288</u>	<u>45,924</u>
Planning	<u>1,771,658</u>	<u>1,771,658</u>	<u>1,514,042</u>	<u>257,616</u>
Finance:				
Administration	686,611	686,611	654,331	32,280
Accounting	518,029	518,029	536,075	(18,046)
Financial Reporting	328,629	328,629	317,903	10,726
Purchasing and Supply	463,678	463,678	465,234	(1,556)
Collections	1,490,863	1,490,863	1,390,787	100,076
Treasury Management	603,320	603,320	548,592	54,728
Total Finance	<u>4,091,130</u>	<u>4,091,130</u>	<u>3,912,922</u>	<u>178,208</u>
Legal	<u>1,103,424</u>	<u>1,103,424</u>	<u>1,054,562</u>	<u>48,862</u>
Information Technology:				
Administration	326,374	326,374	459,079	(132,705)
Geographic Information Services	603,882	603,882	555,199	48,683
IT- Operations	263,408	263,408	216,100	47,308
Application Development	1,990,062	1,451,951	1,398,369	53,582
IT- Public Safety	3,085,697	3,086,179	3,091,477	(5,298)
Enterprise Business Solutions	625,241	1,163,352	925,432	237,920
Total Management Information Systems	<u>6,894,664</u>	<u>6,895,146</u>	<u>6,645,656</u>	<u>249,490</u>
Other General Government:				
NC Metropolitan Coalition	12,980	12,980	12,980	
Nondepartmental	669,967	2,357,794	908,786	1,449,008
Total Other General Government	<u>682,947</u>	<u>2,370,774</u>	<u>921,766</u>	<u>1,449,008</u>
Total General Government	<u>24,145,103</u>	<u>25,833,412</u>	<u>22,660,038</u>	<u>3,173,374</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Public Safety:				
Police:				
Administration	\$ 2,813,589	\$ 2,798,589	\$ 2,556,567	\$ 242,022
Resource Management	11,411,881	11,385,881	11,932,125	(546,244)
Field Operations	27,746,449	27,772,449	27,976,417	(203,968)
Criminal Investigations	6,291,483	6,291,483	6,188,170	103,313
Special Operations	2,307,271	2,322,271	2,637,200	(314,929)
Investigative Support	5,794,907	5,835,993	5,245,755	590,238
Vice/Narcotics	2,652,027	2,652,027	2,993,017	(340,990)
Professional Standards	962,802	922,802	751,256	171,546
Organizational Development	1,001,368	1,001,368	2,278,960	(1,277,592)
Information and Technology	1,510,399	1,510,399	1,283,756	226,643
Total Police	<u>62,492,176</u>	<u>62,493,262</u>	<u>63,843,223</u>	<u>(1,349,961)</u>
Fire:				
Administration	3,956,579	3,238,994	3,116,729	122,265
Training	836,193	835,904	1,072,971	(237,067)
Fire Prevention	1,635,862	1,635,862	1,645,089	(9,227)
Emergency Services	28,977,732	29,617,183	29,179,410	437,773
Regulatory/Fleet Repair Service	5,297,526	5,355,115	5,099,189	255,926
Stations and Buildings	271,464	619,513	613,972	5,541
Total Fire	<u>40,975,356</u>	<u>41,302,571</u>	<u>40,727,360</u>	<u>575,211</u>
Inspections:				
Building Inspections	2,916,140	2,785,746	2,781,118	4,628
Local Ordinance Enforcement	1,199,996	1,186,090	983,189	202,901
Total Inspections	<u>4,116,136</u>	<u>3,971,836</u>	<u>3,764,307</u>	<u>207,529</u>
Total Public Safety	<u>107,583,668</u>	<u>107,767,669</u>	<u>108,334,890</u>	<u>(567,221)</u>
Transportation:				
Administration	1,573,121	1,573,121	1,501,569	71,552
Traffic Operations	3,628,149	3,578,149	3,384,912	193,237
Traffic Engineering	4,057,996	4,057,996	3,712,831	345,165
Transportation Planning	339,068	339,068	334,458	4,610
Total Transportation	<u>9,598,334</u>	<u>9,548,334</u>	<u>8,933,770</u>	<u>614,564</u>
Engineering and Building Maintenance:				
Administration	960,916	960,916	684,551	276,365
Engineering	4,277,390	4,277,390	4,120,213	157,177
Business and Technology	757,375	730,675	598,249	132,426
Facilities Engineering	566,684	566,684	566,922	(238)
Central City Maintenance	2,985,673	3,813,663	3,558,397	255,266
Building Maintenance	3,106,279	4,217,508	3,927,051	290,457
Energy	3,453,879	792,743	500,770	291,973
Franchise Administration	149,411	546,111	143,963	402,148
Total Engineering and Building Maintenance	<u>16,257,607</u>	<u>15,905,690</u>	<u>14,100,116</u>	<u>1,805,574</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Field Operations:				
Administration	\$ 3,878,644	\$ 3,875,704	\$ 3,444,561	\$ 431,143
Materials Recovery Facility	936,026	926,666	760,880	165,786
Stormwater Utility Fee	2,192,335	2,192,335	2,192,854	(519)
Solid Waste Collections	18,776,946	18,678,446	17,903,964	774,482
Streets - Stormwater Maintenance	6,039,273	6,039,273	4,964,529	1,074,744
Right of Way Maintenance	5,051,607	4,913,336	4,831,550	81,786
Total Field Operations	<u>36,874,831</u>	<u>36,625,760</u>	<u>34,098,338</u>	<u>2,527,422</u>
Environmental Services	<u>992,061</u>	<u>1,089,251</u>	<u>1,011,909</u>	<u>77,342</u>
Culture and Recreation:				
Parks and Recreation:				
Administration	2,012,008	2,012,008	1,969,567	42,441
Planning	169,782	169,782	169,070	712
Gillespie Golf Course	491,475	529,032	542,879	(13,847)
Greensboro Sportsplex	1,036,009	1,114,407	899,017	215,390
City Arts	771,100	784,746	789,691	(4,945)
Program and Community Services	978,492	900,021	800,824	99,197
Neighborhood Playgrounds and Centers	2,126,980	2,090,362	2,035,220	55,142
Swimming Pools	546,698	577,698	530,750	46,948
Memorial Stadium	396,999	387,499	281,111	106,388
Hagan Stone Park	424,114	424,114	395,249	28,865
Hester Park	317,435	317,435	289,927	27,508
Country Park	354,950	354,950	346,558	8,392
Jaycee Park	225,151	225,151	223,861	1,290
Athletics	782,623	782,623	706,740	75,883
Turf/Athletic Field Maintenance	1,336,413	1,300,413	1,292,060	8,353
Regional Parks	136,659	136,459	103,577	32,882
Bur-Mil Club	1,062,521	1,062,521	1,015,035	47,486
Lake Wardens	542,050	552,050	515,400	36,650
Barber Park	407,507	407,507	378,916	28,591
Equipment Maintenance	130,151	130,151	116,294	13,857
Development and Maintenance	994,647	1,175,358	1,147,762	27,596
Landscape and Beautification	1,523,334	1,441,757	1,257,784	183,973
Tannenbaum Park	62	62	108	(46)
Carolyn Allen Park	551,282	551,282	569,057	(17,775)
Price Park	2,080	2,080	2,261	(181)
Keeley Park Operations	57,972	57,972	23,892	34,080
Trails and Greenways	328,161	325,161	322,222	2,939
Hilltop Road Park		200	115	85
Tennis	131,626	131,626	123,918	7,708
Simkins Indoor Sports Pavilion	135,334	151,834	147,306	4,528
Senior Programs	127,470	342,565	349,607	(7,042)
Bryan Park Operations	885,482	845,982	809,600	36,382
Youth First	122,024	289,919	276,938	12,981
Total Parks and Recreation	<u>19,108,591</u>	<u>19,574,727</u>	<u>18,432,316</u>	<u>1,142,411</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Library:				
Administration	\$ 2,853,968	\$ 2,847,176	\$ 2,375,304	\$ 471,872
Main Library	1,710,707	1,710,707	1,699,288	11,419
Extension Services	29,602	29,602	22,497	7,105
Collection Inventory	1,026,684	1,026,684	1,096,539	(69,855)
Benjamin Branch Library	300,640	320,189	306,728	13,461
Vance H. Chavis Branch Library	362,417	375,842	340,568	35,274
Hemphill Branch Library	464,989	466,165	488,096	(21,931)
Glenwood Branch Library	386,140	408,443	359,231	49,212
Kathleen Clay Edwards Branch Library	490,814	491,954	476,155	15,799
McGirt-Horton Branch Library	389,355	418,765	396,332	22,433
Historical Museum	766,490	768,604	732,952	35,652
Total Library	<u>8,781,806</u>	<u>8,864,131</u>	<u>8,293,690</u>	<u>570,441</u>
Other Culture and Recreation:				
Coliseum Enterprise Fund	256,000	256,000	256,000	
Historic Preservation Commission	3,000	3,000	3,000	
Natural Science Center of Greensboro	976,500	976,500	976,500	
Greensboro Sports Commission	108,750	112,500	112,500	
Eastern Music Festival	9,000	9,000	9,000	
Fun Fourth - Grassroots	9,000	9,000	9,000	
Downtown Banners/Grassroots	13,500	13,500	13,500	
Children's Museum	100,000	100,000	100,000	
Blandwood Mansion	9,000	9,000	9,000	
Greensboro Jaycees	18,000	18,000	18,000	
Festival of Lights	16,000	16,000	19,754	(3,754)
Center City Park	200,000	200,000	200,000	
Barber Park Environmental Cleanup	144,296	144,296	56,163	88,133
Public Access - GCTV	174,895	174,895	183,983	(9,088)
Total Other Culture and Recreation	<u>2,037,941</u>	<u>2,041,691</u>	<u>1,966,400</u>	<u>75,291</u>
Total Culture and Recreation	<u>29,928,338</u>	<u>30,480,549</u>	<u>28,692,406</u>	<u>1,788,143</u>
Community Development and Housing:				
Downtown Greensboro, Inc.	90,000	90,000	90,000	
East Market Street Development Corporation	36,000	36,000	36,000	
Architectural Salvage	19,800	19,800	19,800	
Downtown Development	155,000	155,000	155,000	
Total Community Development and Housing	<u>300,800</u>	<u>300,800</u>	<u>300,800</u>	
Economic Opportunity:				
Economic Development	1,138,352	1,138,352	824,179	314,173
Chamber of Commerce	200,000	200,000	150,000	50,000
Piedmont Triad Partnership	33,480	33,480	33,480	
Total Economic Opportunity	<u>1,371,832</u>	<u>1,371,832</u>	<u>1,007,659</u>	<u>364,173</u>
Intergovernmental:				
Guilford County:				
Tax Collections	415,730	415,730	418,668	(2,938)
Animal Shelter and Animal Control	1,220,676	1,220,676	1,175,889	44,787
Environmental Health Control	7,500	7,500	7,500	
Educational Access Guilford County Schools	44,980	44,980	54,068	(9,088)
Piedmont Council of Governments	55,286	55,286	55,286	
National Guard Armory	3,000	3,000	3,000	
Total Intergovernmental	<u>1,747,172</u>	<u>1,747,172</u>	<u>1,703,911</u>	<u>43,261</u>
Total Expenditures	<u>228,799,746</u>	<u>230,670,469</u>	<u>220,843,837</u>	<u>9,826,632</u>

The notes to the financial statements are an integral part of this statement.

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Excess of Revenues Over (Under) Expenditures	\$ 19,207,621	\$ 17,706,898	\$ 16,634,325	\$ (1,072,573)
Other Financing Sources (Uses):				
Transfers In:				
Powell Bill Fund	5,746,000	5,746,000	5,746,000	
Parking Facilities Operating Fund	955,000	955,000	955,000	
Street Improvements Bond Fund	370,000	370,000	370,000	
Equipment Services Fund	554,639	554,639	554,639	
Network Services Fund	1,745,000	1,745,000	1,745,000	
Total Transfers In	<u>9,370,639</u>	<u>9,370,639</u>	<u>9,370,639</u>	
Transfers Out:				
Cemetery Operating Fund	299,224	299,224	299,224	
Housing Partnership Revolving Fund	1,813,719	122,142	122,142	
State and Federal Grants Fund	40,000	76,854	32,220	44,634
Emergency Telephone System	4,251,560			
Debt Service Fund	16,691,700	16,691,700	16,691,700	
General Capital Improvements Fund	125,000	125,000	125,000	
War Memorial Coliseum Fund	1,587,542	1,587,542	1,587,542	
Solid Waste Management Fund	3,769,515	3,769,515	3,769,515	
Equipment Services Fund		154,000	154,000	
Guilford Metro Communications Fund		4,251,560	4,251,560	
Total Transfers Out	<u>28,578,260</u>	<u>27,077,537</u>	<u>27,032,903</u>	<u>44,634</u>
Total Other Financing Sources (Uses)	<u>(19,207,621)</u>	<u>(17,706,898)</u>	<u>(17,662,264)</u>	<u>44,634</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>\$</u>	<u>\$</u>	(1,027,939)	(1,027,939)
Fund Balance - July 1			<u>56,793,083</u>	<u>56,793,083</u>
Fund Balance - June 30			<u>\$ 55,765,144</u>	<u>\$ 55,765,144</u>

The notes to the financial statements are an integral part of this statement.

Statement of Net Assets

Proprietary Funds

June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Water Resources	Stormwater Management	War Memorial Coliseum	Solid Waste Management
ASSETS				
Current Assets:				
Cash and Cash Equivalents/Investments	\$ 35,081,340	\$ 6,757,663	\$ 4,050,859	\$ 8,886,497
Receivables (Net):				
Accounts, Notes and Mortgages	13,422,801	599,970	604,697	425,148
Intergovernmental	468,483	20,654	120,339	82,335
Interest	185,638	21,475	21,769	30,500
Inventories	3,835,743		58,930	29,466
Miscellaneous	3,813,309		437,214	74,739
Total Current Assets	<u>56,807,314</u>	<u>7,399,762</u>	<u>5,293,808</u>	<u>9,528,685</u>
Noncurrent Assets:				
Restricted:				
Cash and Cash Equivalents/ Investments	43,487,421	9,194,735	2,776,216	1,201,701
Receivables (Net):				
Assessments	266,253			
Intergovernmental	1,709,536		266,508	
Interest	82,838	28,390		4,191
Miscellaneous	3,803,873			
Assets Held for Resale				
Self-Funded Retention Deposits				
Deferred Outflow for Derivative Instrument	3,233,635			
Capital Assets:				
Non-Depreciable:				
Land	15,514,271	965,152	4,026,005	5,953,501
Construction in Progress	45,884,779	570,471	18,176,338	
Intangible Assets:				
Easements	17,730,836	1,224,931		
Depreciable/Amortizable:				
Land Improvements	2,945,952	30,613	208,531	17,656,208
Buildings	176,332,083	4,127	69,285,673	7,809,422
Improvements Other than Buildings	9,487,977		249,437	21,327
Furniture, Fixtures, Machinery and Equipment	17,086,789	159,344	9,364,339	1,867,098
Infrastructure	486,738,667	104,939,735		
Less Accumulated Depreciation	(253,105,595)	(56,588,221)	(37,877,996)	(15,121,970)
Intangible Assets:				
Software and Licenses	4,079,522	264,533		
Water Rights	83,977,727			
Less Accumulated Amortization	(5,440,989)	(205,529)		
Total Noncurrent Assets	<u>653,815,575</u>	<u>60,588,281</u>	<u>66,475,051</u>	<u>19,391,478</u>
Total Assets	<u>710,622,889</u>	<u>67,988,043</u>	<u>71,768,859</u>	<u>28,920,163</u>

(1) After internal receivables and payables have been eliminated.

Other Enterprise Fund	(1) Totals	Internal Service Funds
\$ 1,199,748	\$ 55,976,107	\$ 73,152,006
28,696	15,081,312	
9,125	700,936	833,913
3,919	263,301	252,042
	3,924,139	888,187
	4,325,262	54,887
1,241,488	80,271,057	75,181,035
905,249	57,565,322	1,200,000
	266,253	
	1,976,044	
	115,419	
	3,803,873	
		600,000
		17,325,788
	3,233,635	
3,973,387	30,432,316	1,797,583
	64,631,588	901,821
	18,955,767	
56,940	20,898,244	966,381
20,016,856	273,448,161	2,925,977
165,221	9,923,962	11,108
957,330	29,434,900	115,668,504
	591,678,402	
(11,501,520)	(374,195,302)	(93,930,445)
49,218	4,393,273	6,000,541
	83,977,727	
(19,687)	(5,666,205)	(5,693,133)
14,602,994	814,873,379	47,774,125
15,844,482	895,144,436	122,955,160

(Continued)

Statement of Net Assets (continued)

Proprietary Funds

June 30, 2011

	Enterprise Funds			
	<u>Water Resources</u>	<u>Stormwater Management</u>	<u>War Memorial Coliseum</u>	<u>Solid Waste Management</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 948,272	\$	\$ 2,777,445	\$ 71,276
Contracts/Retainage Payable	474,871	8,195	52,469	777,616
Intergovernmental Payable	1,188,021		2,739	
General Obligation Bonds Payable			300,000	
General Obligation BANs Payable			6,000,000	
Revenue Bonds Payable	8,825,000			
Special Obligation Bonds Payable				2,010,000
Lease-Purchase and Other				
Financing Agreements Payable	182,021		209,023	
Federal Loan Obligation	254,403			
Accrued Landfill Liability				500,000
Accrued Pollution Remediation Liability				1,465,532
Interest Payable	854,989		92,028	28,670
Customer Deposits Payable	2,831,201			
Compensated Absences Payable	1,105,474	236,653	186,855	100,451
Miscellaneous	484,539	16,800		
Total Current Liabilities	<u>17,148,791</u>	<u>261,648</u>	<u>9,620,559</u>	<u>4,953,545</u>
Noncurrent Liabilities:				
Payable from Restricted Assets:				
Accounts Payable	118,590		26,402	
Contracts/Retainage Payable	3,464,857	241,321	1,392,006	
Intergovernmental Payable	36,077			
Derivative Instrument Liability	3,233,635			
General Obligation Bonds Payable			5,700,000	
Revenue Bonds Payable	248,077,226			
Special Obligation Bonds Payable				6,965,527
Lease-Purchase and Other				
Financing Agreements Payable	206,054		5,410,837	
Certificates of Participation Payable			7,547,789	
Federal Loan Obligation	1,017,616			
Accrued Landfill Liability				22,576,034
Compensated Absences Payable	199,323	30,157	175,538	41,909
Other Postemployment Benefits Payable	11,729	(3,660)	2,617	1,278
Unearned Revenues			245,987	
Total Noncurrent Liabilities	<u>256,365,107</u>	<u>267,818</u>	<u>20,501,176</u>	<u>29,584,748</u>
Total Liabilities	<u>273,513,898</u>	<u>529,466</u>	<u>30,121,735</u>	<u>34,538,293</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	357,049,050	51,365,156	41,032,650	9,210,059
Restricted for:				
Capital Projects	27,464,336	8,981,804		1,201,701
Assets Held for Resale				
Self-Funded Retention Deposits				
Economic Development				
Unrestricted	52,595,605	7,111,617	614,474	(16,029,890)
Total Net Assets	<u>\$ 437,108,991</u>	<u>\$ 67,458,577</u>	<u>\$ 41,647,124</u>	<u>\$ (5,618,130)</u>

(1) After internal receivables and payables have been eliminated.

<u>Other Enterprise Fund</u>	<u>Totals</u> ⁽¹⁾	<u>Internal Service Funds</u>
\$	\$ 3,796,993	\$ 9,296,171
	1,313,151	381,132
	1,190,760	
	300,000	304,010
	6,000,000	
	8,825,000	
	2,010,000	
	391,044	3,091,676
	254,403	
	500,000	
	1,465,532	
	975,687	124,737
45,604	2,876,805	13,099
26,803	1,656,236	415,844
	501,339	
<u>72,407</u>	<u>32,056,950</u>	<u>13,626,669</u>
	144,992	
	5,098,184	
	36,077	
	3,233,635	
	5,700,000	3,162,951
	248,077,226	
	6,965,527	
	5,616,891	10,198,354
	7,547,789	
	1,017,616	
	22,576,034	
31,137	478,064	475,649
505	12,469	53,656
	245,987	
<u>31,642</u>	<u>306,750,491</u>	<u>13,890,610</u>
<u>104,049</u>	<u>338,807,441</u>	<u>27,517,279</u>
13,697,745	472,354,660	11,891,346
905,249	38,553,090	
		600,000
		17,325,788
		1,200,000
<u>1,137,439</u>	<u>45,429,245</u>	<u>64,420,747</u>
<u>\$ 15,740,433</u>	<u>\$ 556,336,995</u>	<u>\$ 95,437,881</u>

City of Greensboro
Reconciliation of the Statement of Net Assets-Proprietary Funds
To the Statement of Net Assets
June 30, 2011

Net assets - proprietary funds	\$ 556,336,995
Amounts reported for business-type activities in the statement of net assets are different because:	
Internal service funds	<u>7,939,090</u>
Net assets of business-type activities	<u>\$ 564,276,085</u>

Statement of Revenues, Expenses, and Changes in Fund Net Assets

Proprietary Funds

For the Fiscal Year Ended June 30, 2011

Business-Type Activities - Enterprise Funds

	<u>Water Resources</u>	<u>Stormwater Management</u>	<u>War Memorial Coliseum</u>	<u>Solid Waste Management</u>
Operating Revenues:				
Charges for Current Services	\$ 90,954,195	\$ 9,923,499	\$ 18,108,379	\$ 12,139,875
Other Operating Revenues	4,803,558	17,604	1,463,781	241,464
Total Operating Revenues	<u>95,757,753</u>	<u>9,941,103</u>	<u>19,572,160</u>	<u>12,381,339</u>
Operating Expenses:				
Personal Services	12,746,249	2,494,243	4,531,721	1,179,886
Fringe Benefits	5,561,947	1,239,941	1,292,438	545,850
Maintenance and Operations	31,812,357	3,405,118	13,137,433	13,055,715
Claims and Expenses				
Depreciation/Amortization	18,717,352	1,748,862	2,311,559	638,121
Total Operating Expenses	<u>68,837,905</u>	<u>8,888,164</u>	<u>21,273,151</u>	<u>15,419,572</u>
Operating Income (Loss)	<u>26,919,848</u>	<u>1,052,939</u>	<u>(1,700,991)</u>	<u>(3,038,233)</u>
Nonoperating Revenues (Expenses):				
Investment Income	919,950	155,032	61,225	92,939
Refunds and Recoveries	16,311,982			
Miscellaneous Nonoperating Revenue	16,983		390	3,074
Interest Expense	(8,567,885)		(249,262)	(350,126)
Loss on Inventory	(8,205)			
Loss on Disposal of Capital Assets	(160,006)		(113,131)	
Amortization of Underwriters' Expense	(442,943)			(20,108)
Miscellaneous Nonoperating Expense	(987,417)		(4,330)	(6,273)
Total Nonoperating Revenues (Expenses)	<u>7,082,459</u>	<u>155,032</u>	<u>(305,108)</u>	<u>(280,494)</u>
Income (Loss) Before Contributions and Transfers	34,002,307	1,207,971	(2,006,099)	(3,318,727)
Capital Contributions	2,129,701			
Transfers In		16,700	1,587,542	3,769,515
Transfers Out	(81,500)	(7,500)		
Change in Net Assets	<u>36,050,508</u>	<u>1,217,171</u>	<u>(418,557)</u>	<u>450,788</u>
Net Assets - July 1	<u>401,058,483</u>	<u>66,241,406</u>	<u>42,065,681</u>	<u>(6,068,918)</u>
Net Assets - June 30	<u>\$ 437,108,991</u>	<u>\$ 67,458,577</u>	<u>\$ 41,647,124</u>	<u>\$ (5,618,130)</u>

The notes to the financial statements are an integral part of this statement.

Other Enterprise Fund	Totals	Internal Service Funds
\$ 2,087,313	\$ 133,213,261	\$ 72,358,199
2,897	6,529,304	2,959,499
<u>2,090,210</u>	<u>139,742,565</u>	<u>75,317,698</u>
289,868	21,241,967	9,102,608
127,856	8,768,032	3,216,544
633,123	62,043,746	15,774,915
		38,343,421
595,962	24,011,856	11,222,094
<u>1,646,809</u>	<u>116,065,601</u>	<u>77,659,582</u>
<u>443,401</u>	<u>23,676,964</u>	<u>(2,341,884)</u>
7,939	1,237,085	914,125
	16,311,982	
	20,447	689,768
	(9,167,273)	(762,817)
	(8,205)	
	(273,137)	(244,828)
	(463,051)	(3,131)
	(998,020)	(1,627,112)
<u>7,939</u>	<u>6,659,828</u>	<u>(1,033,995)</u>
451,340	30,336,792	(3,375,879)
	2,129,701	268,314
	5,373,757	5,231,208
(955,000)	(1,044,000)	(3,496,765)
(503,660)	36,796,250	(1,373,122)
<u>16,244,093</u>	<u>519,540,745</u>	<u>96,811,003</u>
<u>\$ 15,740,433</u>	<u>\$ 556,336,995</u>	<u>\$ 95,437,881</u>

City of Greensboro
Reconciliation of the Statement of Revenues,
Expenses, and Changes in Fund Net Assets-Proprietary Funds
To the Statement of Activities
For the Fiscal Year Ended June 30, 2011

Amounts reported for business-type activities in the statement of activities are different because:

Net change in fund balances----total proprietary funds.	\$ 36,796,250
Internal service funds are used by management to charge the costs of fleet management and management information systems to individual funds. The net revenue (loss) of certain activities of internal service funds is reported with business-type activities.	<u>393,721</u>
Change in net assets of business-type activities	<u>\$ 37,189,971</u>

Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Water Resources	Stormwater Management	War Memorial Coliseum	Solid Waste Management
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 91,140,647	\$ 9,576,673	\$ 18,792,268	\$ 12,278,648
Payments to Suppliers	(33,391,912)	(3,413,066)	(13,843,436)	(12,298,879)
Payments to Employees	(16,742,332)	(3,735,879)	(5,794,247)	(1,746,139)
Other Receipts (Disbursements)	21,123,854	17,604	1,463,781	241,464
Net Cash Provided by (Used for) Operating Activities	<u>62,130,257</u>	<u>2,445,332</u>	<u>618,366</u>	<u>(1,524,906)</u>
Cash Flows from Noncapital Financing Activities:				
Subsidies and Transfers In		16,700	1,587,542	3,769,515
Subsidies and Transfers Out	(81,500)	(7,500)		
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(81,500)</u>	<u>9,200</u>	<u>1,587,542</u>	<u>3,769,515</u>
Cash Flows from Capital and Related Financing Activities:				
Capital Debt Issued			13,547,789	
Acquisition and Construction of Capital Assets	(41,589,868)	(227,325)	(19,004,569)	(439,054)
Proceeds from Sale of Capital Assets				
Principal Paid on Capital Debt	(15,439,516)		(193,056)	(1,945,000)
Interest and Fiscal Charges Paid on Capital Debt	(10,401,834)		(174,819)	(402,309)
Net Cash Used for Capital and Related Financing Activities	<u>(67,431,218)</u>	<u>(227,325)</u>	<u>(5,824,655)</u>	<u>(2,786,363)</u>
Cash Flows from Investing Activities:				
Interest	<u>884,488</u>	<u>155,558</u>	<u>68,496</u>	<u>101,762</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(4,497,973)	2,382,765	(3,550,251)	(439,992)
Balances - July 1	83,066,734	13,569,633	10,377,326	10,528,190
Balances - June 30	<u>\$ 78,568,761</u>	<u>\$ 15,952,398</u>	<u>\$ 6,827,075</u>	<u>\$ 10,088,198</u>
Reconciliation of Cash and Cash Equivalents/Investments:				
Cash and Cash Equivalents/Investments - Current	\$ 35,081,340	\$ 6,757,663	\$ 4,050,859	\$ 8,886,497
Cash and Cash Equivalents/Investments - Restricted	43,487,421	9,194,735	2,776,216	1,201,701
Total Cash and Cash Equivalents/Investments - June 30	<u>\$ 78,568,761</u>	<u>\$ 15,952,398</u>	<u>\$ 6,827,075</u>	<u>\$ 10,088,198</u>

Other Enterprise Fund	Totals	Internal Service Funds
\$ 2,075,975	\$ 133,864,211	\$ 70,983,899
(623,859)	(63,571,152)	(53,541,915)
(410,732)	(28,429,329)	(11,833,704)
2,897	22,849,600	2,140,852
<u>1,044,281</u>	<u>64,713,330</u>	<u>7,749,132</u>
	5,373,757	5,231,208
<u>(955,000)</u>	<u>(1,044,000)</u>	<u>(3,496,765)</u>
<u>(955,000)</u>	<u>4,329,757</u>	<u>1,734,443</u>
	13,547,789	
	(61,260,816)	(6,031,971)
		459,820
	(17,577,572)	(3,421,217)
	<u>(10,978,962)</u>	<u>(722,167)</u>
	<u>(76,269,561)</u>	<u>(9,715,535)</u>
<u>10,078</u>	<u>1,220,382</u>	<u>908,337</u>
99,359	(6,006,092)	676,377
<u>2,005,638</u>	<u>119,547,521</u>	<u>73,675,629</u>
<u>\$ 2,104,997</u>	<u>\$ 113,541,429</u>	<u>\$ 74,352,006</u>
\$ 1,199,748	\$ 55,976,107	\$ 73,152,006
905,249	57,565,322	1,200,000
<u>\$ 2,104,997</u>	<u>\$ 113,541,429</u>	<u>\$ 74,352,006</u>

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Water Resources	Stormwater Management	War Memorial Coliseum	Solid Waste Management
(continued)				
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Operating Income (Loss)	\$ 26,919,848	\$ 1,052,939	\$ (1,700,991)	\$ (3,038,233)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Depreciation/Amortization	18,717,352	1,748,862	2,311,559	638,121
Change in Assets and Liabilities:				
(Increase) Decrease in Receivables	186,452	(346,826)	(48,153)	138,773
(Increase) Decrease in Inventories	(83,728)		7,329	2,430
(Increase) Decrease in Intergovernmental Receivables	(1,343,512)	(7,948)	(283,987)	13,411
Increase (Decrease) in Miscellaneous Assets	22,032	1,557	(345,220)	
Increase (Decrease) in Accounts Payable	(162,616)		7,059	34,897
Increase in Landfill Liability				916,409
Increase (Decrease) in Compensated Absences Payable	1,406	(3,252)	30,483	(20,403)
Decrease in Pollution Remediation Liability				(210,311)
Increase (Decrease) in Intergovernmental Payable	607,733		(7,545)	
Increase (Decrease) in Miscellaneous Payable	944,997		647,832	
Increase in Other Receipts (Disbursements)	16,320,293			
Total Adjustments	<u>35,210,409</u>	<u>1,392,393</u>	<u>2,319,357</u>	<u>1,513,327</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 62,130,257</u>	<u>\$ 2,445,332</u>	<u>\$ 618,366</u>	<u>\$ (1,524,906)</u>
Noncash Investing, Capital and Financing Activities:				
Lease-Purchase and Other Capital Financing Agreements	\$	\$	\$	\$
Donated Assets	<u>2,129,701</u>			
Total Noncash Investing, Capital and Financing Activities	<u>\$ 2,129,701</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Other Enterprise Fund	Totals	Internal Service Funds
\$ 443,401	\$ 23,676,964	\$ (2,341,884)
595,962	24,011,856	11,222,094
(11,338)	(81,092)	49,954
9,264	(73,969)	(143,971)
	(1,612,772)	(288,193)
	(321,631)	(1,514,834)
	(120,660)	85,865
	916,409	
4,332	12,566	463,983
	(210,311)	
	600,188	21,465
2,660	1,595,489	
	<u>16,320,293</u>	<u>194,653</u>
<u>600,880</u>	<u>41,036,366</u>	<u>10,091,016</u>
<u>\$ 1,044,281</u>	<u>\$ 64,713,330</u>	<u>\$ 7,749,132</u>
\$	\$	\$ (599,339)
	2,129,701	268,314
<u>\$</u>	<u>\$ 2,129,701</u>	<u>\$ (331,025)</u>

Trust and Agency Funds

Police Special Separation Allowance Fund

This fund was established to account for special separation (pension) benefits, payable semi-monthly, to qualified law enforcement officers. The City is required to provide such benefits until each qualified law enforcement officer attains age 62. The City's contributions to this fund have been actuarially determined and will be funded by fringe benefit charges based on active police officers' salaries.

Other Postemployment Trust (OPEB) Fund

This fund was established to account for contributions held in trust to pay certain health and life benefits to employees following retirement, up to age 65.

City of Greensboro
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	Pension Benefit <u>Trust</u>	Other Postemployment Benefit <u>Trust</u>
ASSETS		
Cash and Cash Equivalents/Investments, Restricted for:		
Pension and Other Postemployment Benefits		
US Government Agencies	\$ 5,633,046	\$
US Treasuries	121,362	
Money Market Mutual Funds	254,387	
State Other Postemployment Benefit Trust:		
Short-Term OPEB Fund		2,320,814
Long-Term OPEB Fund		129,530
OPEB Equity Fund		812,138
Interest Receivable	19,577	736
Total Assets	6,028,372	3,263,218
Net Assets Held in Trust for:		
Pension Benefits - Police Special Separation Allowance	6,028,372	
Other Postemployment Benefits		3,263,218
Total Net Assets	\$ 6,028,372	\$ 3,263,218

City of Greensboro
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2011

	Pension Benefit Trust	Other Postemployment Benefit Trust
ADDITIONS		
Employer Contributions	\$ 2,120,613	\$ 8,103,192
Employee Contributions		1,812,240
Investment Income	<u>56,330</u>	<u>224,438</u>
Total Additions	<u>2,176,943</u>	<u>10,139,870</u>
DEDUCTIONS		
Benefits Paid		7,915,431
Separation Allowance	2,033,094	
Administrative Expenses	<u>1,490</u>	<u>1,669</u>
Total Deductions	<u>2,034,584</u>	<u>7,917,100</u>
Change in Net Assets	142,359	2,222,770
Net Assets - Beginning of the Year	<u>5,886,013</u>	<u>1,040,448</u>
Net Assets - End of the Year	<u>\$ 6,028,372</u>	<u>\$ 3,263,218</u>

The notes to the financial statements are an integral part of this statement.

Statement of Net Assets
Component Units
June 30, 2011

ASSETS	Greensboro Housing Dev. Partnership	Greensboro Redevelopment Commission	Greensboro Transit Authority	Greensboro ABC Board	Total Component Units
Cash and Cash Equivalents/Investments	\$ 144,956	\$	\$ 4,854,630	\$ 2,587,581	\$ 7,587,167
Receivables, Net					
Taxes			899,760		899,760
Accounts, Notes and Mortgages		4,627,150	5,256,125	3,117	9,886,392
Intergovernmental		56,108	327,535		383,643
Interest			1,166,912		1,166,912
Inventories			216,204	2,961,880	3,178,084
Miscellaneous				100,824	100,824
Assets Held for Resale	2,446,190	2,972,111			5,418,301
Long-Term Note Receivable			12,856,716		12,856,716
Restricted Assets:					
Temporarily Restricted:					
Cash and Cash Equivalents/Investments			2,430		2,430
Receivables, (Net):					
Intergovernmental			1,601,298		1,601,298
Capital Assets:					
Non-Depreciable:					
Land			2,923,192	454,855	3,378,047
Construction in Progress			11,422,854		11,422,854
Depreciable:					
Land Improvements			2,022		2,022
Accumulated Depreciation			(1,213)		(1,213)
Buildings			20,778,065	2,471,350	23,249,415
Accumulated Depreciation			(4,401,392)	(835,634)	(5,237,026)
Improvements Other than Buildings			13,612	238,699	252,311
Accumulated Depreciation			(2,463)	(327,676)	(330,139)
Furniture, Fixtures, Machinery and Equipment	3,723		19,661,810	1,904,634	21,570,167
Accumulated Depreciation	(3,723)		(8,035,431)	(1,480,889)	(9,520,043)
Intangible Asset - Software and Licenses	135				135
Accumulated Amortization	(135)				(135)
Total Assets	<u>2,591,146</u>	<u>7,655,369</u>	<u>69,542,666</u>	<u>8,078,741</u>	<u>87,867,922</u>
LIABILITIES					
Accounts Payable			24,960	2,060,857	2,085,817
Contracts/Retainage Payable			1,324,256		1,324,256
Intergovernmental Payable			179		179
Note Payable				65,300	65,300
Due to Primary Government				578,690	578,690
Miscellaneous				57,267	57,267
Liabilities Payable from Restricted Assets:					
Accounts Payable	741				741
Contracts/Retainage Payable			1,886,835		1,886,835
Noncurrent Liabilities:					
Due Within One Year:					
Compensated Absences			42,878		42,878
Due in More Than One Year:					
Note Payable	2,513,482			319,742	2,833,224
Compensated Absences			14,705		14,705
Customer Deposits Payable			2,250		2,250
Unearned Revenue		4,627,150	39,200		4,666,350
Miscellaneous				199,890	199,890
Total Liabilities	<u>2,514,223</u>	<u>4,627,150</u>	<u>3,335,263</u>	<u>3,281,746</u>	<u>13,758,382</u>
NET ASSETS					
Invested in Capital Assets, Net of Related Debt			42,361,056	2,762,114	45,123,170
Restricted for:					
Community Development	76,923	3,028,219			3,105,142
Unrestricted			23,846,347	2,034,881	25,881,228
Total Net Assets	<u>\$ 76,923</u>	<u>\$ 3,028,219</u>	<u>\$ 66,207,403</u>	<u>\$ 4,796,995</u>	<u>\$ 74,109,540</u>

The notes to the financial statements are an integral part of this statement.

**Statement of Activities
 Component Units
 For the Fiscal Year Ended June 30, 2011**

		Program Revenues	
<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Greensboro Housing Dev. Partnership			
Governmental Activities:			
Community Development & Housing	\$ 19,655	\$ 2,875	\$
Total Greensboro Housing Dev. Partnership	19,655	2,875	
Greensboro Redevelopment Commission			
Governmental Activities:			
Redevelopment Commission Operations	922,767	764,987	
Total Greensboro Redevelopment Commission	922,767	764,987	
Greensboro Transit Authority			
Business -Type Activities:			
Transit Operations	24,641,669	2,433,772	1,853,465
Total Greensboro Transit Authority	24,641,669	2,433,772	18,257,457
Greensboro ABC Board			
Business -Type Activities:			
ABC Board Operations	25,424,574	25,824,574	
Total Greensboro ABC Board	25,424,574	25,824,574	
Total	\$ 51,008,665	\$ 29,026,208	\$ 1,853,465

General Revenues:

Taxes:
 Property Tax
 Motor Vehicle Tax
 Investment Income
 Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - July 1
 Prior Period Adjustment
 Net Assets - July 1, (restated)

Net Assets - June 30

**Net (Expenses) Revenue and
 Changes in Net Assets**

<u>Greensboro Housing Dev. Partnership</u>	<u>Greensboro Redevelopment Commission</u>	<u>Greensboro Transit Authority</u>	<u>Greensboro ABC Board</u>	<u>Totals</u>
\$ (16,780)	\$	\$	\$	\$ (16,780)
(16,780)				(16,780)
	(157,780)			(157,780)
	(157,780)			(157,780)
		(2,096,975)		(2,096,975)
		(2,096,975)		(2,096,975)
			400,000	400,000
			400,000	400,000
(16,780)	(157,780)	(2,096,975)	400,000	(1,871,535)
		8,423,755		8,423,755
		1,230,654		1,230,654
		1,217,591		1,217,591
		39,400		39,400
		10,911,400		10,911,400
(16,780)	(157,780)	8,814,425	400,000	9,039,865
93,703		57,392,978	4,396,995	61,883,676
	3,185,999			3,185,999
93,703	3,185,999	57,392,978	4,396,995	65,069,675
<u>\$ 76,923</u>	<u>\$ 3,028,219</u>	<u>\$ 66,207,403</u>	<u>\$ 4,796,995</u>	<u>\$ 74,109,540</u>

**NOTES TO THE FINANCIAL STATEMENTS
CITY OF GREENSBORO, NORTH CAROLINA**

JUNE 30, 2011

I. Summary of Significant Accounting Policies

The accounting policies of the City of Greensboro (City) and its component units conform to GAAP as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies of the City:

A. The Financial Reporting Entity

The City is a municipal corporation governed by an elected Mayor and eight-member Council. As required by GAAP, these financial statements present the City (the primary government) and its component units (entities for which the City is considered to be financially accountable). Criteria used to establish financial accountability include appointment of a voting majority of the component unit's governing board and imposition of will or a financial benefit/burden relationship, fiscal dependency or other significant operational and financial relationships.

1. Blended Component Unit

Blended component units, although legally separate entities, are, in substance, part of the City's operation. Financial amounts from these units are combined with amounts of the primary government.

The Greensboro Center City Corporation (GCCC) assists the City in financing, acquiring and constructing public facilities and in purchasing equipment. The sole purpose of the GCCC is to provide a funding source for City assets, lease the assets to the City and to use the lease payments to repay the debt. The corporation has no other operations. The GCCC's twelve member governing board is appointed by the Mayor. A financial burden exists, as the City is required to transfer funds to the GCCC in an amount sufficient to pay the scheduled debt service on GCCC certificates of participation. The GCCC's cash and debt is considered with assets and liabilities of the War Memorial Coliseum Enterprise Fund for financial statement purposes.

2. Discretely Presented Component Units

The component unit column in the basic financial statements includes the financial data of the City's other component units. The units are reported in a separate column to emphasize that they are legally separate from the City.

Greensboro Housing Development Partnership, Inc. (GHDP) provides first-time buyers, with low to moderate income, affordable financing. GHDP also serves as a conduit to sell surplus land to builders to develop affordable housing for City citizens. The City appoints the voting majority of the Board and guarantees support for any deficits for certain programs and loan obligations. The City also influences the operations of the GHDP by providing loan initiatives and rehabilitation of properties. Related transactions of this partnership are reflected in the City records in a Special Revenue Fund.

The Greensboro Redevelopment Commission (Commission) conducts studies, formulates plans, purchases and sells properties and oversees redevelopment projects in the City. The Commission performs legislative duties such as defining a redevelopment area and carries out delegated activities, subject to the consent, approval and policies of the City. The governing board is composed of five residents of the City who are appointed by City Council. No actions may be taken without City approval. City Council must agree before any expenditures or contracts are made by the board or any debt entered into for which the City could be liable. Budgets for the Commission are set by City Council and any changes require City approval through normal budget procedures. The City provides all staff and other resources necessary for operations and administration of the Commission. All funding is derived from City sources and federal grants and loans. The Commission's inventory of properties and associated deferred notes receivable are recorded as "Assets Held for Resale" and "Accounts, Notes and Mortgages" and "Deferred Revenues". The Commission is considered to almost exclusively benefit the City even though it does not provide services directly to it.

The Greensboro Transit Authority (GTA) is responsible for operating the mass transit system in the municipal area. The members of GTA's governing board are appointed by City Council. City Council approves GTA's budget, transit rates and maintains substantive approval over significant operating decisions. Transit taxes are levied under the taxing authority of the City and are included as part of the City's total tax levy. The GTA is presented as an Enterprise Fund.

Greensboro ABC Board operates alcoholic beverage stores, regulates the sale of such beverages and enforces alcoholic beverage laws in the City. Members of the governing body are appointed by City Council. Financial benefit is provided to the City as a portion of the Greensboro ABC Board's profits are distributed to the City, quarterly.

Each of the discretely presented component units has a June 30 year-end. Complete financial statements for the individual component units may be obtained at their respective administrative offices. Financial transactions of the GTA are reported and audited during the City's annual audit. No separate financial statements are prepared for this entity.

ADMINISTRATIVE OFFICES

Greensboro Center City Corporation
Attention: Richard Lusk
P.O. Box 3136
Greensboro, North Carolina 27402-3136

Greensboro Housing Development
Partnership, Inc.
Attention: Linda Jones
P.O. Box 3136
Greensboro, North Carolina 27402-3136

Greensboro ABC Board
Attention: Fred McCormick
P.O. Box 16905
Greensboro, North Carolina 27416-0905

Greensboro Redevelopment Commission
Attention: Sue Schwartz
P.O. Box 3136
Greensboro, North Carolina 27402-3136

B. Governmental-Wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements.

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide statements. The focus of the governmental and proprietary fund financial statements is on major funds. The City's determination of reporting major funds considered the criteria prescribed by GASB and consistency of presentation from year to year. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are summarized into a single column. Internal service funds, funds that provide goods and services to other City departments and certain outside agencies on a cost-reimbursement basis, have also been eliminated to prevent "double reporting" of their transactions. Internal service funds primarily perform services for the City's governmental funds.

The government-wide financial statements and the fund financial statements report the City's operational and fiscal accountability. Operational accountability refers to the reporting of efficiency and effectiveness of achieved operating

objectives using all resources available for that purpose, and whether additional objectives can be met in the foreseeable future. Fiscal accountability is demonstrated through additional fund information detailing compliance with finance-related legal and contractual provisions.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All assets and liabilities (whether current or non-current) associated with these activities are included in the government-wide financial statements, resulting in net assets.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are measurable and available, or when susceptible to accrual. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers sales taxes and state-shared revenues and reimbursements to be available if they are collected within 90 days after year-end and ad valorem taxes and profit distributions from the ABC Board to be available if collected within 60 days after year-end. Certain intergovernmental revenues, licenses and permits, fines and forfeitures, and charges for current services are recognized when cash is received, unless they are subject to deferral to a future period.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include accumulated unpaid sick pay which is not accrued and debt service on general long-term debt and claims and judgments which are recognized when the liability is normally expected to be liquidated with available financial resources.

Only current assets and current liabilities are generally included on the balance sheets of the governmental funds. Operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, the reported fund balance presents a summary of sources and uses of “available spendable resources” during a period. Since the governmental fund statements are presented on a different measurement focus and basis of accounting then the governmental column in the government-wide statements, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund-based financial statements into the governmental column of the government-wide presentation.

Proprietary funds distinguish operating revenues and expenses from non-operating items. It is the City’s policy that operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the Enterprise Funds and of the government’s Internal Service Funds are charges to customers for sales and services. Operating expenses for Enterprise Funds and Internal Service Funds include the cost of sales and services, administrative expenses, claims payments, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

As permitted by GAAP, the City has elected to apply only applicable FASB Statements and Interpretations issued before November 30, 1989 in its accounting and reporting practices in the government-wide and proprietary funds, unless those pronouncements conflict with GASB pronouncements.

The government reports the following major governmental funds:

General Fund - The General Fund is the primary operating fund of the City. It is used to account for all financial resources of the general government, except those required to be accounted for in another fund. Under GASB Statement No. 54, the Powell Bill funds previously included in the General Fund for reporting purposes are now located in a separate Special Revenue Fund.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

The government reports the following major proprietary funds:

Enterprise Funds - Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Water Resources Fund provides services to more than 100,000 customers and is designed to be self-supporting. This fund also provides for principal and interest on all water and sewer debt. Outstanding Combined Enterprise System revenue bonds are recorded in this fund.

The Stormwater Management Fund was established to account for the federally mandated program of stormwater system management, which is supported by a City-wide stormwater fee.

The War Memorial Coliseum Fund administers operations of a complex that brings top artists in entertainment, education, and sports to the City. Outstanding general obligation bonds, certificates of participation and certain financing agreements are recorded in this fund, however debt service is provided by the general government and tourism tax, except the Coliseum Fund supports the financing agreements for energy improvements and property acquisitions.

The Solid Waste Management Fund accounts for waste disposal and recycling operations of the City, as well as solid waste landfill improvements. Outstanding special obligation bonds are recorded and supported in this fund.

The City's parking operations are included in "Other Enterprise Fund", a non-major fund.

Additionally, the government reports the following fund types:

Internal Service Funds - Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City also accounts for its risk-retention transactions and major equipment purchases financed with lease-purchase agreements in the Internal Service Funds. Internal Service Funds of the City government (which traditionally provide services primarily to other funds of the government) are presented in summary form as part of the proprietary fund financial statements. Since the principal users of the Internal Service Funds are associated with the City's governmental activities, financial statements of Internal Service Funds are consolidated into the governmental column when presented at the government-wide level. A new Internal Service Fund, Guilford Metro Communications, reports local communications operations and activities. The establishment of this fund was based on state agency guidance to segregate the communications activities from the Metro 911 fee revenues, expenditures and fund balances that are reported in a Special Revenue Fund. To the extent possible, the costs of these services are reflected in the appropriate functional activity.

Trust Funds - The Pension Trust and the Other Postemployment Benefit Trust Funds account for assets held by the City in a trustee capacity and accumulate funds to provide pension and certain health and life benefit payments to qualified law enforcement officers and retirees. These funds use the accrual basis of accounting and have a capital maintenance measurement focus. They are accounted for in essentially the same manner as Proprietary Funds.

The City's fiduciary funds (which have been redefined and narrowed in scope) are presented in the fund financial statements by type (Pension Benefit Trust and Other Postemployment Benefit Trust). Since by definition these assets are being held for the benefit of a third party (pension and retiree participants) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the rule are payments between the water resources and solid waste disposal function and the General Fund. Eliminations of these charges would distort the direct costs and program revenues reported for the various functions concerned.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. Cash and Cash Equivalents/Investments

The City maintains a cash and investment pool that is used by all funds except the following, which maintain separate deposits and investments: Capital Project Bond Funds, Water Resources Bond Funds, and Parks and Recreation 2010 Bond Fund – Aquatic Center. The City is directly responsible for managing cash and cash equivalents/ investments of all funds except for certain cash and cash equivalents/investments of the War Memorial Coliseum Fund managed by a third party trustee for the Greensboro Center City Corporation. Each fund type's equity and cash and cash equivalents/investments are displayed separately on a combined balance sheet. Interest is distributed to the various funds on the basis of equity in the cash and cash equivalent/investments pool and individual fund investments. For purposes of the statement of cash flows, investments (including restricted assets) are considered to be cash equivalents, since they represent highly liquid deposits of the cash and investment pool.

2. Receivables and Payables

Activity between funds that are representative of leading/borrowing arrangements outstanding at the end of the Fiscal Year are referred to as "internal receivables/internal payable" (i.e., the current portion of interfund loans) and are reported "net". Residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

City ad valorem taxes are billed by the Guilford County Tax Collector after July 1, the beginning of the Fiscal Year, and are due on September 1. No penalties or interest are assessed until the following January 6. The taxes levied (other than motor vehicles) are based on assessed property values as of January 1, which is the statutory lien date on real property. Liens against personal property are coincident with action taken to levy or garnish. Collections of City taxes are made by the County and remitted to the City as collected. In accordance with State law, property taxes on certain registered motor vehicles are assessed and collected throughout the year based on a staggered registration system. Motor vehicle taxes become due the first day of the fourth month after the vehicles are registered. The taxes receivable amount for the General Fund is reduced by an allowance for uncollectible of \$217,116. The net General Fund receivable of \$6,757,796 is shown as deferred revenue on the Governmental Funds Balance Sheet.

3. Inventories/Assets Held for Resale

Inventories consist primarily of materials and supplies held for consumption. They are stated at cost, determined principally by a moving average method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased. Inventories of the Greensboro ABC Board are valued at the lower of cost (FIFO) or market.

The Redevelopment Commission Assets Held for Resale in the amount of \$2,972,111 as of June 30, 2011, can be found in The Statement of Net Assets for Component Units, Exhibit A-15 on page 34, due to the reclassification of the Redevelopment Commission from a Blended Component Unit to a Discretely Presented Component Unit as of July 1, 2010. Assets Held for Resale amount to \$95,179 and \$600,000 and are recorded in the Street and Sidewalk Revolving Fund and the Capital Leasing Fund, respectively, for certain other properties held by the City.

4. Restricted Assets

Certain proceeds of the City's revenue bonds and master lease agreements, as well as certain grant and tax receipts, as well as other funds are classified as restricted assets on the balance sheet because their use is limited by applicable bond/lease covenants, grantor or other third party and enabling legislative restrictions and state statutes.

Powell Bill funds are also classified as restricted cash because it can be expended only for the purposes of maintaining, repairing, constructing, reconstructing or widening of local streets per G.S. 136-41.1 through 136-41.4.

5. Intangible Assets

Intangible Assets of \$83,977,727 as of June 30, 2011 are recorded in the Water Resources Enterprise Fund and represent rights to future raw water allocations from the Randleman Dam and reservoir project, in accordance with a joint venture agreement established in September 1987 with five other governmental entities to form a regional water supply. The intangible asset is based on City contributions to the Piedmont Triad Regional Water Authority for construction of the dam, reservoir, water treatment plant and surrounding infrastructure improvements as well as \$816,188 of contributions recorded

in Fiscal Year 2011, toward the City’s administrative and operating allocation. In fiscal year 2011 the City began amortizing the water rights over a period of 50 years, totaling \$1,679,555 this year.

Other Intangible Assets are recorded as follows:

	<u>Easements</u>	<u>Software & Licenses</u>	<u>Accumulated Amortization</u>
<u>Governmental Activities:</u>			
General Fund	\$ -	\$ 3,198,733	\$ 2,853,488
Capital Leasing Fund	-	6,000,541	5,693,133
Total	<u>\$ -</u>	<u>\$ 9,199,274</u>	<u>\$ 8,546,621</u>
<u>Business-Type Activities:</u>			
Water Resources Fund	\$ 17,730,836	\$ 4,079,522	\$ 3,761,434
Stormwater Mgt. Fund	1,224,931	264,533	205,529
Other Enterprise Fund	-	49,218	19,687
Total	<u>\$ 18,955,767</u>	<u>\$ 4,393,273</u>	<u>\$ 3,986,650</u>

Software and Licenses are amortized over an estimated useful life of 3 to 7 years. Easements represent non-depreciable assets.

6. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks and similar items) and intangible assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000. One exception is intangible assets, for internally generated software, which is capitalized if greater than \$100,000. All purchased capital assets of the City and GTA are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the date donated. General infrastructure assets, including annexed streets that were acquired, or received substantial improvements subsequent to July 1, 1980 are reported at estimated historical cost using deflated replacement values. The cost of normal maintenance and repairs that do not add value to the asset or materially extend assets lives are not capitalized.

General capital assets and the related accumulated depreciation are reported for the City and GTA using the straight-line method over the following estimated useful lives: Buildings, 40 years; Improvements, 20 years; Equipment, 5-20 years and Infrastructure as follows: Streets, 50 years; Sidewalks, 40 years; Bridges, 50 years; Water/Sewer, 40 years and Stormwater Improvements, 30-75 years. Depreciation of all exhaustible capital assets used by Proprietary Funds is charged as an expense against their operations.

Property and equipment of the Greensboro ABC Board are stated at cost and are depreciated over their useful lives on a straight-line basis as follows: Buildings, 50 years; Equipment, 3-5 years. Leasehold improvements of the Greensboro ABC Board are depreciated over the term of the lease agreement.

Property, furniture and equipment of the GHDP are stated at cost and are depreciated over their useful lives on a straight-line basis as follows: Buildings, 27 years; Furniture and Equipment, 3-5 years.

Capital assets also include intangible assets which are described in D. 5.

7. Deferred/Unearned Revenues

The City reports deferred revenue on its government-wide and fund financial statements. Deferred revenues arise when a potential revenue does not meet both the ‘measureable’ and ‘available’ criteria for recognition in the current period (fund financial statements). Deferred revenues also arise when resources are unearned by the City and received before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures (fund financial statements and government-wide financial statements). In subsequent periods, when both revenue recognition criteria are

met, or when the City has a legal claim to the resources, the liability for deferred/unearned revenue is removed from the applicable financial statement and revenue is recognized.

Deferred/unearned revenues in the fund and basic financial statements at June 30, 2011 are composed of the following:

	Fund Financial Statements	
	General Fund	Other Non-Major Governmental Funds
Deferred Revenue:		
Taxes Receivable	\$ 6,757,796	\$ 15,196
Prepaid Taxes Not Yet Earned	738,860	
Prepaid Assessments Not Yet Earned		123,701
Prepaid Privilege Licenses Revenues	1,691,395	
Other Prepaid Deferred Revenues	334,803	1,752,378
Notes and Mortgages Receivable	2,175,000	22,729,853
Other Deferred Revenues	589,323	57,671
	<u>\$ 12,287,177</u>	<u>\$ 24,678,799</u>

	Government-wide Financial Statements	
	Governmental Activities	Business-Type Activities
Unearned Revenue		
Prepaid Taxes Not Yet Earned	\$ 738,860	\$
Prepaid Assessments Not Yet Earned	123,701	
Prepaid Privilege Licenses Not Yet Earned	1,691,395	
Other Prepaid Deferred Revenues	2,087,181	245,987
Other Deferred Revenues	975,084	
	<u>\$ 5,616,221</u>	<u>\$ 245,987</u>

Unearned revenues of the GTA and the Redevelopment Commission consist of \$39,200 and \$4,627,150, respectively, for prepaid taxes not yet earned, mortgage notes receivable, and other unearned amounts.

8. Long-Term Liabilities

Long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund-type statement of net assets in the government-wide financial statements, and proprietary fund-types in the fund financial statements. Bond premiums and discounts, as well as issuance costs, and losses on extinguishment of debt are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported at par, with a separate line shown for the applicable bond premium or discount.

In the fund financial statements, governmental fund-types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as an "Other Financing Source". Premiums received on debt issuances are reported as "Other Financing Sources" while discounts on debt issuances are reported as "Other Financing Uses". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures as "Fees and Other".

9. Fund Equity

In the governmental fund financial statements, the fund balances are composed of five classifications designed to disclose the spending hierarchy of constraints placed on how fund balance can be spent. The City reports nonspendable funds,

restrictions, commitments, assignments and unassigned fund balances. Fund balances are further segregated into the following classifications:

Nonspendable Fund Balance - This classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Amounts that cannot be spent due to form, include inventories, prepaid amounts, long-term amounts of loans and notes receivable and property held for resale, unless future property sale proceeds are restricted, committed or assigned.

Inventories and Prepaids - This represents that portion of fund balance segregated for year-end inventories of supplies and prepaid items such as rent and postage; these are current assets and do not represent available spendable resources.

Assets Held for Resale - This represents that portion of fund balance segregated for assets held for resale.

Perpetual Maintenance – This represents Cemetery resources that are required to be retained in perpetuity for maintenance of the City’s three cemeteries.

Restricted Fund Balance – This classification can be spent only for specific purposes, as stipulated by external resource providers and creditors, by constitution or through enabling legislation that is legally enforceable by an external party. Enabling legislation that creates a revenue stream must also stipulate the purposes for which that revenue can be used. Restrictions may only be changed by parties external to the entity or imposed by law.

Restricted for Stabilization by State Statute - This represents the amount of fund balance which cannot be appropriated by the governing board. North Carolina General Statutes (G.S. 159-8(a)) limit the amount that each local government may appropriate to the sum of cash and cash equivalents/investments, less the sum of liabilities, encumbrances and deferred revenues arising from cash receipts as those amounts stand at the close of the preceding Fiscal Year. Encumbrances represent commitments outstanding at June 30, 2011 related to purchase orders and unperformed contracts.

Restricted for Debt Covenants – This fund balance is derived from debt proceeds and is governed by certain covenants contained in financing agreements and is mainly restricted to finance major capital improvements.

Restricted for Highway Improvements – This represents the amount of fund balance which can only be spent on streets, such as Powell Bill. The Powell Bill Fund is reported as a Special Revenue Fund for reporting purposes and related capital expenditures are also reported in the State Highway Allocation Capital Project Fund. These funds were established to account for Powell Bill Funds which are derived from a one and three-fourths cents per gallon motor fuel tax. The State of North Carolina collects these monies and returns a proportionate share to local governments based on local street mileage and population. Expenditures from this fund are restricted to specific highway construction and maintenance costs.

Committed Fund Balance – The portion of fund balance that can only be used for specific purposes imposed by a formal action in a majority vote by a quorum of the City of Greensboro’s governing body (highest level of decision-making authority). Any changes or removal of specific purpose requires majority action by the governing body. These amounts are not subject to legal enforceability by external parties, as in restricted; however, amounts cannot be used for any other purpose unless the governing body removes or changes the limitation by taking the same form of action employed to previously impose the limitation. Formal action to commit an amount to a specific purpose must be made prior to the end of the Fiscal Year. The actual amount, however, may be computed after the year end as part of the preparation of the financial statements.

Committed for Special Tax Districts – This represents the portion of fund balance committed by the board for special tax districts, primarily derived from specific property taxes.

Committed for Housing and Community Development - This portion of fund balance represents amounts committed to housing partnership and community development to fund low and moderate income housing initiatives, primarily derived from a specific property tax.

Committed for Red Light Camera Fines – This amount represents the remaining portion of fund balance intended to be remitted to schools, based on the Tolling Agreement for the discontinued Red Light Camera program.

Assigned Fund Balance can be assigned either by any action of the governing body, or by designees with authority to assign. Amounts can be unassigned by the same process. Assignments calculations may be made after the end of the fiscal year during the process of preparation of the financial statements. The City may delegate to the City Manager (or his designee) the authority to assign amounts of a fund balance to promote sound financial operations of the City or to meet a future obligation.

Assigned for Subsequent Year's Expenditures – This represents the amount of fund balance appropriated by the City Council to balance the budget for the year ending June 30, 2012.

Assigned for Household Hazardous Waste – This amount represents the portion of fund balance used for the Household Hazardous Waste program.

Assigned for Debt Service – This represents amounts held for the future payment of general long-term debt principal and interest.

Assigned for Capital Projects – This represents funds used to finance all major capital improvements. The governing body approves the appropriation.

Unassigned Fund Balance represents the residual classification for the General Fund, which has not been restricted committed, or assigned to specific purposes within the General Fund. Council action is needed to affect the Unassigned Fund Balance (Unappropriated Fund Balance) in the General Fund. The ordinance must be approved by 7 Council members unless an emergency exists (Section 3.23 of Greensboro City Charter). The minimum fund balance policy for the General Fund is 9% of budgeted expenditures of the subsequent year, with the remaining amounts, if any, recorded as "Assigned for Capital Projects". Unassigned residual deficits may apply to other governmental funds to the extent fund balances are insufficient to satisfy restricted and committed balances.

The City of Greensboro's revenue spending policy provides guidance for programs with multiple revenue sources. The Finance Officer will use resources in the following hierarchy; bond proceeds, federal funds, state funds, local non-City funds, and then City funds when directing expenditures of the City.

Fund balance determination of order of expenditures – In determining the classification of total fund balance remaining at the end of the Fiscal Year when an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available, expenditures will be applied first to restricted fund balance and then to unrestricted fund balance. The Finance Director has the authority to deviate from this policy if it is in the best interest of the City and promotes sound financial practices. Within unrestricted fund balance, the order in which the expenditures will be applied is as follows: Committed, Assigned, Unassigned, if multiple fund balances are reported for the same program.

10. Net Assets

The government-wide and business-type fund financial statements utilize a net asset presentation. Net assets are categorized as investment in capital assets (net of related debt), restricted and unrestricted.

Investment in Capital Assets (net of related debt) is intended to reflect the portion of net assets which are associated with non-liquid capital assets less outstanding capital asset related debt.

Restricted Net Assets are liquid assets (typically generated from certain revenues and bond proceeds) which have third-party (statutory, bond covenant or granting agency) limitations on their use. Restrictions may also be imposed by law through constitutional provisions or enabling legislation.

At June 30, 2011, net assets restricted by enabling legislation include:

Water Resources Capital Reserve	\$	11,520,938
Solid Waste Capital Reserve		510,367
Parking Facilities Capital Reserve		905,249

Unrestricted Net Assets represent net assets that do not meet the definitions of “Restricted” or “Invested in Capital Assets Net of Related Debt”. Unrestricted net assets may be assigned or committed for management’s or the Board’s specific internal purposes.

11. Accounting Changes and Reclassifications

Effective July 1, 2010, the City adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement establishes fund balance classifications that comprise a hierarchy based on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. A fund balance classification is provided by this statement that can be more consistently applied and clarifies the existing governmental fund types. GASB Statement No. 54 does not affect the government-wide or accrual-based statement presentations, nor does it change the amount of total fund balance on fund statements.

The State of North Carolina 911 Board requires the 911 telephone fee revenues, expenditures and fund balances to be reported separately in the Emergency Telephone System Fund. The City previously reported other local communications operations activities along with 911 activities in a single Special Revenue Fund. These activities are now accounted for in separate funds. The local communications activity budget and related actual amounts were reclassified to a new Internal Service Fund, Guilford Metro Communications Fund as of July 1, 2010.

The Powell Bill activities, previously recorded with the General Fund, have been reclassified to a separate Special Revenue Fund. Accordingly, beginning fund balance of \$1,391 was reclassified to the new fund from the General Fund.

As of July 1, 2010, the Nussbaum Housing Partnership Revolving Fund property tax rate of \$.0070 is budgeted and deposited directly into the Special Revenue Fund instead of transferred in from the General Fund, to comply with GASB No. 54 new classification requirements for a Special Revenue Fund.

The North Carolina State Treasurer has made an administrative change to the State OPEB Trust Fund originally established to accumulate amounts statewide to pay certain retiree health and life benefits. Effective June 30, 2011 the State of North Carolina’s OPEB Trust Fund was dissolved and replaced by each participant’s separately established trust fund. No changes to the City’s contribution rates, benefits or amounts to satisfy future OPEB liabilities occurred as a result of this State action. The amounts accumulated to pay retiree benefits continue to be invested in the State’s OPEB Investment Fund.

The Redevelopment Commission is no longer a “blended” component unit. During fiscal year 2011, it was determined that the Boards of the Redevelopment Commission and the City Council were not substantially the same, and therefore the criteria established for blending of the component unit no longer applied. As a result, beginning fund balance of the Housing Partnership Revolving Fund, a Special Revenue Fund, was reduced by \$3,185,999 and Assets Held for Resale of \$3,117,585 were removed from the City’s primary government. In Fiscal Year 2011, the Redevelopment Commission Statement of Net Assets and Statement of Activities are reflected as a discretely presented component unit.

II. Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities as reported in the governmental – wide statement of net assets*. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.”

The details of this (\$209,864,132) difference are as follows:

Bonds and Notes Payable (including Premium of \$8,447,218 and including Deferred Issuance Cost of \$2,832,683)	\$ 180,168,993
Intergovernmental Payable	1,262,277
Accrued Interest Payable	1,707,933
Certificate of Participation Payable	8,405,000
Compensated Absence	10,732,983
Lease Purchase and Other Financing Agreements Payable	7,586,946
Combined Adjustment	<u><u>\$ 209,864,132</u></u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and change in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances include reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimate useful lives and reported as depreciation expense”.

The details of this \$10,517,408 difference are as follows:

Capital Outlay	\$ 21,734,483
Contributed Capital	36,505
Disposal	(67,733)
Depreciation/Amortization Expense	(11,185,847)
Combined Adjustment	<u><u>\$ 10,517,408</u></u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.”

The details of this (\$11,827,645) difference are as follows:

Issuance of Debt	\$ (31,893,563)
Principal Expenditure	19,941,595
Interest Expenditure	(78,095)
Salary Expense	234,934
Miscellaneous Expense	(32,516)
Combined Adjustment	<u><u>\$ (11,827,645)</u></u>

III. Stewardship, Compliance and Accountability

A. Budgetary Information

In accordance with the General Statutes of the State of North Carolina, the City prepares and adopts its budgets on the modified accrual basis. The General Statutes also require balanced budgets for all funds for which a budget is required. The City adopts annual budgets for all funds except Capital Projects Funds, Grant Project Funds and Trust Funds. Annual budgets must be adopted no later than July 1, the beginning of the Fiscal Year. The following Special Revenue Funds have legally adopted annual budgets: Streets and Sidewalk Revolving, Cemetery, Hotel/Motel Occupancy Tax, Special Tax Districts, Housing Partnership Revolving and Emergency Telephone System Fund. Capital and Grant Project budgets are adopted for the duration of the project which may encompass several years. Appropriations for funds that adopt annual

budgets lapse at the end of the budget year. Capital and Grant Project budget appropriations do not lapse until the completion of the project.

The following schedule provides the portion of General Fund fund balance available for appropriation:

Total Fund Balance - General Fund	\$ 55,765,144
<hr/>	
Less:	
Inventories	949,995
Prepaid Expenditures	193,734
Stabilization by State Statute	22,308,495
Appropriated Fund Balance in 2012 Budget	2,321,163
Household Hazardous Waste	1,153,383
Capital Projects	6,390,884
Working Capital/Fund Balance Policy-9%	22,447,490

Budgets are adopted at a fund level and are amended as necessary during the Fiscal Year in one of two ways. First, the City Manager, as delegated by City Council, may make line-item transfers within individual fund budgets with subsequent monthly notice to City Council. Such transfers can neither increase nor decrease the overall budget at the fund level. Secondly, the budget may be increased or decreased at the fund level as changing circumstances dictate, subject to City Council approval. The legal level of budgetary control (the level at which expenditures may not legally exceed appropriations) is the fund level.

As required by North Carolina General Statutes, appropriations in Governmental Funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments. Even though goods and services have not been received, the transactions are accounted for as a reservation of fund balance in the year that the commitment is made. While appropriations lapse at the end of the Fiscal Year, the succeeding year's budget ordinance specifically provides for the re-appropriation of year-end encumbrances.

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year-end are as follows:

Encumbrances	General Fund	Debt Service Fund	Non-Major Funds
\$ 33,476,425	\$ 2,780,935	\$ 8,250	\$ 30,687,240

Supplemental budgetary amendments increased the General Fund appropriation by \$370,000 for programs being funded by franchise settlement fees. No expenditures exceeded appropriations at the legal level of control during Fiscal Year 2011.

B. Deficit Fund Equity

The following funds report deficit fund balances as of June 30, 2011:

Natural Science Center Bond Fund	\$ (227,500)
Community Development Block Grant Fund	(427,716)

These deficits will be eliminated with future reimbursements of federal grants and with proceeds from future bond issuances.

C. Noncompliance with State Statutes

According to North Carolina General Statute 159-13 (16), appropriated fund balance in a fund shall not exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget year. The FY2012 city budget, which was prepared and adopted before June 30, 2011, included appropriated fund balance in the Emergency Telephone System Fund which exceeded the amount legally available for appropriation by \$35,706. Appropriations were reduced in sufficient amounts in FY2012 to comply with state statutes.

IV. Detailed Notes on all Funds

A. Deposits and Investments

1. Deposits

All deposits of the City of Greensboro are either insured or collateralized by using one of the two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized with securities held by the City's agents in the City's name. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the City, the deposits are considered to be held by the City's agent in the City's name.

The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the City or the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the City under the Pooling Method, the potential exists for under collateralization, and the risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The City does not have a formal investment policy regarding custodial credit risk for deposits.

At June 30, 2011, the City's deposits had a carrying amount of \$5,339,246 and a bank balance of \$12,782,287. Of the bank balance, \$250,000 was covered by federal depository insurance and the remainder was covered by the collateral held under the Pooling Method.

The Greensboro ABC Board, a discretely presented component unit, held deposits in Pooling Method banks only. At June 30, 2011, the ABC Board's carrying amount of deposits was \$2,587,581 and the bank balance was \$2,578,749. All of the bank balances were covered by federal depository insurance, as well.

The Greensboro Housing Development Partnership, a discretely presented component unit, had a bank balance at June 30, 2011 of \$144,956. All of the bank balance was covered by federal depository insurance.

2. Investments

North Carolina General Statute 159-30 (c) authorizes the City to invest in obligations of the U. S. Treasury and obligations of certain federal agencies; prime quality commercial paper and bankers' acceptances bearing the highest rating of the nationally recognized statistical rating services (NRSRS); repurchase agreements with respect to either direct obligations of the United States or obligations of which the principal and interest are guaranteed by the United States; and SEC-registered mutual funds certified by the N.C. Local Government Commission. The City typically holds investments to maturity in order to realize full book value and interest earnings. As required for periods beginning after June 15, 1997 by GASB Statement No. 31, *Accounting and Financial reporting for Certain Investments and for External Investment Pools*, the City's investments with a maturity of more than one year at acquisition and non-money market investments are carried at fair value determined annually by quoted market prices, using the specific identification method. Money market instruments that have a remaining maturity at time of purchase of one year or less are reported at amortized cost. The securities of the NCCMT Cash Portfolio, an SEC-registered (2a-7) money market mutual fund, are valued at fair value, which is the NCCMT's share price. General Statute 147-69.4 allows the City to participate in an Other Postemployment Benefit (OPEB) Investment Fund managed by the staff of the Department of the State Treasurer and operated in accordance with state laws and regulations. It is not registered with the SEC and G.S. 159-30(g) allows the City to make contributions to the Fund. The State Treasurer in her discretion may invest the proceeds in equities of certain publicly held companies and long or short term fixed income investments as detailed in G.S. 147-69.2 (1-6) and (8). Funds submitted are managed in three different sub-funds, the State Treasurer's Short Term Investment Fund (STIF) consisting of short to intermediate treasuries, agencies and corporate issues authorized by G.S. 147-69.1, the long-term investment fund (LTIF) consisting of investment grade corporate securities, treasuries, and agencies, and BlackRock's Global Ex-US Alpha Tilts Fund B and BlackRock's Russell 3000 Alpha Tilts Fund B authorized under G.S. 147-69.2 (8). The STIF securities are reported at cost and maintain a constant \$1 per share value. Under the authority of G.S. 147-69.3, no unrealized gains or losses of the STIF are distributed to participants of the fund. The weighted average maturity of the STIF is 1.9 years.

Interest income earned in the Capital Projects funds, amounting to \$160,419 was assigned to the Debt Service Fund.

The GTA owns a percentage of the City's total investment pool. Accordingly, investment balances of the GTA are included in the following table:

<u>Investment Type</u>	<u>Reported/Fair Value</u>	<u>Weighted Average Maturity (Year)</u>
U.S. Government Agencies	\$ 232,092,977	3.213
Certificates of Deposit	5,000,000	0.808
Money Markets	11,319,114	0.003
NCCMT Cash Portfolio	54,022,626	
Total Fair Value	<u>\$ 302,434,717</u>	
Portfolio Weighted Average Maturity		2.479

Interest Rate Risk

In accordance with the formal approved City of Greensboro's Charter, Article III, Section 4.71, the Investment Manager (Assistant Treasurer) prepares a memo describing investment transactions in detail as they are purchased. This memo is sent to the Mayor, the City Manager and the Finance Director (Treasurer) for signature approval and then returned to the Investment Manager. Although the investment policy has not been formally approved by the City Council, the City has an investment policy guideline, an internally approved Finance Department document that follows North Carolina General Statute 159-30. As a means of limiting the City's exposure to declines in fair market values from rising interest rates, the City limits the weighted average maturity of its investments to less than 3 years. Also, the City purchases securities in a structured ladder with stated maturity dates to limit interest rate risk.

Credit Risk

North Carolina General Statute 159-30 limits investments in U.S. Governmental Agencies and commercial paper to those with top ratings issued by NRSRS. The City has no formal investment policy regarding credit risk, however in practice, it follows NCGS 159-30, and in effect the City limits its investment types to those with top ratings issued by NRSRS. As of June 30, 2011, the City had investments in the NCCMT Cash Portfolio, which is rated AAAM by Standard and Poor's, and in U. S. Government Agencies, all of which were rated AAA by Standard and Poor's. On August 5, 2011 Standard and Poor's downgraded the U.S. debt rating to AA+. Investments in commercial paper by the City are rated either A1/P1 by Standard and Poor's or Moody's Investors Service.

Custodial Credit Risk

For an investment, the custodial risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's \$26,393,038 investments, FHLMC (\$11,000,000) and FNMA (\$15,393,038), held in the City's name as of June 30, 2011, were uninsured and unregistered and were acquired from the same counterparty as the custodian. The City has no formal policy on custodial credit risk, but management procedures are that in FY2012, the City intends to utilize a separate third party custodial agent for all book-entry transactions, all of which shall be held in the City's name. The above securities represent 11.376% of the City's total investment portfolio.

Concentration of Credit Risk

The City's investment policy does not restrict the level of investment in federal agencies, but it restricts investment in commercial paper or bankers' acceptances of a single issuer to no more than 10% of the total investment portfolio. As of June 30, 2011, the City owned the following investments, which exceed 5% of the City's total investments, along with the percentage noted for each compared to the total portfolio:

Federal National Mortgage Association	42.53%
Federal Home Loan Bank	16.03
Federal Home Loan Mortgage Corporation	25.03
Federal Farm Credit Bank	10.08

At June 30, 2011, the City OPEB Plan had \$3,263,218 invested in the State Treasurer's Local Government Other Post-Employment Benefits (OPEB) Investment Fund pursuant to G.S. 147-69.4. The State Treasurer's OPEB Fund may invest in

public equities and both long-term and short-term fixed income obligations as determined by the State Treasurer pursuant to the General Statutes. At year-end, the State Treasurer's OPEB Fund was invested as follows: State Treasurer's Short Term Investment Fund (STIF) 71%; State Treasurer's Long Term Investment Fund (LTIF) 4% and BlackRock's Global Ex-US Alpha Tilts Fund B and BlackRock's Russell 3000 Alpha Tilts Fund B 25%.

a. Hedging Derivative Instruments

Objective of the Interest Rate Swaps

As a means to convert variable rate obligations to synthetic fixed rate obligations to reduce the overall variable rate exposure of the City, the City entered into three interest rate swap agreements with Bank of America, N.A.; in October 2002, in connection with its \$13,600,000 Series 1994B Variable Rate General Obligation Bonds (Swap 1) and \$5,700,000 Series 1998 Taxable Variable Rate General Obligation Bonds (Swap 2); and in March 2005, in connection with a portion (\$31,070,000) of its \$41,070,000 Series 2005B Combined Enterprise System Revenue Bonds (Swap 3). The intention of the swaps was to effectively change the City's interest rate on the bonds (or portion thereof with regard to the Series 2005B Combined Enterprise System Revenue Bonds) to a synthetic fixed rate of 2.92% (Swap 1), 3.46% (Swap 2) and 4.99% (Swap 3), respectively.

Swap Terms

Swap 1 and Swap 2. The bonds and the related swap agreements mature on April 1, 2014 (Swap 1) and April 1, 2020 (Swap 2) and at inception the combined swaps' notional amount of \$19,300,000 matched the \$19,300,000 variable-rate bonds outstanding. Starting in Fiscal Year 2007 (Swap 1) and Fiscal Year 2019 (Swap 2) the notional value of the swaps and the principal amount of the associated debt decline. The notional amount outstanding is \$11,500,000 as of June 30, 2011. Under the swaps, the City pays the counterparty a fixed payment of 2.92% (Swap 1) and 3.46% (Swap 2) and receives a variable payment computed as 67% of 1 Month London Interbank Offered Rate (LIBOR). The bonds' variable rate coupons are closely associated with the Securities Industry and Financial Markets Municipal Swap Index (SIFMA).

Swap 3. The swapped portion (\$31,070,000) of the Series 2005B Combined Enterprise System Revenue Bonds (that portion representing mandatory sinking fund redemptions from June 1, 2006 to June 1, 2019) and the related swap agreement mature on June 1, 2019, and the swap's original notional amount of \$31,070,000 matched the \$31,070,000 of the Series 2005B Combined Enterprise System Revenue Bonds subject to mandatory sinking fund redemption from June 1, 2006 to June 1, 2019. Starting in Fiscal Year 2006, the notional value of Swap 3 and the principal amount of the associated debt declined. The notional amount outstanding is \$20,400,000, as of June 30, 2011. Under Swap 3, the City pays the counterparty a fixed payment of 4.99% and receives a variable payment computed as 72% of 1 Month LIBOR. The bond's variable rate coupons are closely associated with the SIFMA.

Fair Value

On Swaps 1, 2 and 3, because interest rates were lower on June 30, 2011 than at the date of the execution of the swaps, the swaps had estimated fair values as of June 30, 2011 of (\$262,053) (Swap 1), (\$675,750) (Swap 2) and (\$3,233,635) (Swap 3). The mark-to-market valuations were established by market quotations from the counterparty representing estimates of the amounts that would be paid for replacement transactions.

Credit Risk

As of June 30, 2011, the City is not exposed to credit risk of counterparty given the derivatives' negative fair values. The counterparty is the same for all three swaps and was rated Aa3 by Moody's Investors services (Moody's), A+ by Standard and Poor's (S&P) and A+ by Fitch Ratings (Fitch) at June 30, 2011. Subsequent to year-end, Moody's lowered the rating to A2. No collateral or other security is required to support the hedging derivative instruments' credit risk. No master netting arrangements are maintained as there is only one counter party to the transactions.

Interest Rate/Basis Risk

As noted above, Swap 1 and Swap 2 expose the City to basis risk should the relationship between 67% of 1 Month LIBOR and SIFMA diverge, changing the synthetic rate on the bonds. The effect of this difference in basis is indicated by the difference between the intended synthetic rates of 2.92% (Swap 1) and 3.46% (Swap 2) and the actual synthetic rates as of

June 30, 2011 of 2.85% (Swap 1) and 3.39% (Swap 2). As of June 30, 2011, the rate on the City's bonds was 0.06% for Swap 1 and Swap 2 whereas 67% of 1 Month LIBOR was 0.13%.

As also noted above, Swap 3 exposes the City to basis risk should the relationship between 72% of 1 Month LIBOR and SIFMA diverge, changing the synthetic rate on the bonds. The effect of this difference in basis is indicated by the difference between the intended synthetic rate of 4.99% and the actual synthetic rate as of June 30, 2011 of 4.92%. As of June 30, 2011, the rate on the City's bonds was 0.07%, whereas 72% of 1 Month LIBOR was 0.14%.

Termination Risk

The derivative contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, such as failure to pay and bankruptcy. The City will have the right to terminate the swaps at any time over the life of the swaps at the current market value on short-term notice. The respective Schedule to the respective Master Agreement includes an "additional termination event." That is, in the case of Swap 1 and Swap 2, the swap may be terminated by the counterparty if the outstanding debt of the City, secured by its faith, credit and taxing power, ceases to be rated at least A3 by Moody's or any successor thereto, A- by S&P or any successor thereto, or A- by Fitch, or any successor thereto or shall fail to be rated by at least one of Moody's, S&P, and Fitch. In the case of Swap 3, the swap may be terminated by the counterparty if the outstanding Combined Enterprise System Revenue Bond debt of the City ceases to be rated at least A3 by Moody's or any successor thereto, A- by S&P or any successor thereto, or A- by Fitch or any successor thereto or shall fail to be rated by at least one of Moody's, S&P, and Fitch. The City or the counterparty may terminate the swaps if the other party fails to perform under the terms of the contract. If the swap is terminated, the variable-rate bonds would no longer carry a synthetic interest rate. Termination will result in the City either making or receiving a termination payment based upon the market value on the date of termination.

Market Access Risk/Roll Over Risk

The City's swaps are for the term (maturity) of the bonds (or in the case of Swap 3, are for the term (maturity) of the portion of the Series 2005B Combined Enterprise System Revenue Bond that is related to Swap 3) and therefore there is no market-access risk or rollover risk.

Method of Evaluating Hedge Effectiveness

The City evaluated its derivative instruments by using the synthetic instrument quantitative method and deemed all three instruments to be effective hedges as of June 30, 2011.

B. Long-Term Notes Receivable

The City entered into an agreement with Duke Power Company, effective July 1, 1991, which authorized the discontinuance of transit services provided by Duke Transit in Greensboro, pursuant to a franchise agreement scheduled to expire on July 1, 2028. In exchange, the City is to receive \$55,500,000 in 37 equal annual installments of \$1,500,000 from Duke Power Company with the first installment on July 1, 1991 and the final installment on July 1, 2027, to assist in financing operations of the GTA. The annual payment is secured by a First and Refunding Mortgage Bond issued by Duke Power Company to the City. The present value of the note receivable as of June 30, 2011 is \$12,856,716. Interest income of \$11,492,608 will be recognized by the effective yield method over the remaining 16-year term of the note, based on an imputed interest rate of 8.95%.

In 2005, the City sold a downtown facility to Elon University School of Law. In exchange, the City entered into a 10-year installment note with annual interest payments of \$57,750 and a balloon principal payment of \$2,100,000 due January 2015. In 2008, the note was amended, changing the due date to October 2013. Accordingly, a note receivable and corresponding deferred revenue amount of \$2,100,000 is recorded in the General Fund as of June 30, 2011.

Terms of certain of the notes receivable of the Redevelopment Commission are such that principal and interest may be forgiven upon meeting certain conditions. In addition, corresponding revenue was not recognized at the government-wide financial statement level because the loans were not considered collectible.

C. Capital Assets

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Governmental Activities:</u>				
Capital Assets, Non-depreciable:				
Land	\$ 71,737,359	\$ 449,901	\$	\$ 72,187,260
Construction in Progress	12,764,309	9,158,140	(8,381,854)	13,540,595
Total Capital Assets Non-Depreciable	<u>84,501,668</u>	<u>9,608,041</u>	<u>(8,381,854)</u>	<u>85,727,855</u>
Capital Assets, Depreciable:				
Buildings	145,440,335	4,756,254	(8,721)	150,187,868
Improvements Other Than Buildings	22,456,387	3,939,094		26,395,481
Furniture, Fixtures, Machinery and Equipment	129,636,654	8,174,317	(3,460,841)	134,350,130
Infrastructure	248,395,145	10,930,347		259,325,492
Intangible Assets - Software & Licenses	9,102,942	96,332		9,199,274
Total Capital Assets, Depreciable	<u>555,031,463</u>	<u>27,896,344</u>	<u>(3,469,562)</u>	<u>579,458,245</u>
Less Accumulated Depreciation for:				
Buildings	(53,431,875)	(3,769,157)	7,632	(57,193,400)
Improvements Other Than Buildings	(12,152,483)	(880,851)		(13,033,334)
Furniture, Fixtures, Machinery and Equipment	(95,180,799)	(12,267,195)	3,149,371	(104,298,623)
Infrastructure	(108,494,748)	(5,203,070)		(113,697,818)
Intangible Asset - Software & Licenses	(8,258,951)	(287,670)		(8,546,621)
Total Accumulated Depreciation	<u>(277,518,856)</u>	<u>(22,407,943)</u>	<u>3,157,003</u>	<u>(296,769,796)</u>
Total Capital Assets, Depreciable, Net Governmental Activities	<u>277,512,607</u>	<u>5,488,401</u>	<u>(312,559)</u>	<u>282,688,449</u>
Capital Assets, Net	<u>\$ 362,014,275</u>	<u>\$ 15,096,442</u>	<u>\$ (8,694,413)</u>	<u>\$ 368,416,304</u>

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Business-Type Activities:</u>				
Capital Assets, Non-depreciable:				
Land	\$ 30,432,316	\$	\$	\$ 30,432,316
Construction in Progress	26,596,809	42,580,358	(4,545,579)	64,631,588
Intangible Assets - Easements	18,415,395	540,372		18,955,767
Total Capital Assets Non-Depreciable	<u>75,444,520</u>	<u>43,120,730</u>	<u>(4,545,579)</u>	<u>114,019,671</u>
Capital Assets, Depreciable:				
Buildings	266,992,624	6,747,893	(292,356)	273,448,161
Improvements Other Than Buildings	29,918,548	903,658		30,822,206
Furniture, Fixtures, Machinery and Equipment	28,459,282	1,221,781	(246,163)	29,434,900
Infrastructure	577,545,826	14,134,764	(2,188)	591,678,402
Intangible Assets	87,437,779	933,221		88,371,000
Total Capital Assets, Depreciable	<u>990,354,059</u>	<u>23,941,317</u>	<u>(540,707)</u>	<u>1,013,754,669</u>
Less Accumulated Depreciation, Amortization for:				
Buildings	(93,775,072)	(6,972,158)	35,420	(100,711,810)
Improvements Other Than Buildings	(17,638,624)	(597,285)		(18,235,909)
Furniture, Fixtures, Machinery and Equipment	(21,743,789)	(1,340,998)	231,496	(22,853,291)
Infrastructure	(219,168,027)	(13,226,920)	655	(232,394,292)
Intangible Assets: Water Rights, Software & Licenses	(3,791,710)	(1,874,495)		(5,666,205)
Total Accumulated Depreciation	<u>(356,117,222)</u>	<u>(24,011,856)</u>	<u>267,571</u>	<u>(379,861,507)</u>
Total Capital Assets, Depreciable				
Net Business-Type Activities	<u>634,236,837</u>	<u>(70,539)</u>	<u>(273,136)</u>	<u>633,893,162</u>
Capital Assets, Net	<u>\$ 709,681,357</u>	<u>\$ 43,050,191</u>	<u>\$ (4,818,715)</u>	<u>\$ 747,912,833</u>

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

Governmental Activities:		
General Government		\$ 341,671
Public Safety		1,784,756
Transportation, including depreciation of general infrastructure assets		5,311,621
Field Operations		24,583
Engineering and Building Maintenance		759,113
Culture and Recreation		2,964,105
Capital assets held by the government's Internal Service Funds are charged to the various functions based on their usage of the assets		<u>11,222,094</u>
Total depreciation, amortization expense - Governmental Activities		<u>\$ 22,407,943</u>
Business Activities:		
Water Resources Fund including depreciation of infrastructure assets		\$ 18,717,352
Stormwater Management Fund		1,748,862
War Memorial Coliseum Fund		2,311,559
Parking Facilities Fund		595,962
Solid Waste Management Fund		<u>638,121</u>
Total depreciation, amortization expense - Business-Type Activities		<u>\$ 24,011,856</u>

Construction Commitments

The City has construction contract commitments on capital projects at June 30, 2011 as follows:

Governmental Funds:	
Special Revenue	\$ 2,135,733
Capital Projects	<u>9,060,772</u>
Total Governmental Funds	<u><u>11,196,505</u></u>
Enterprise Funds:	
Water Resources	15,683,573
Stormwater Management	503,037
Coliseum	<u>1,371,847</u>
Total Enterprise Funds	<u><u>17,558,457</u></u>
Component Units:	
GTA	<u>5,857,695</u>
	<u><u>\$ 34,612,657</u></u>

Discretely Presented Component Units:

Activity for GHDP for the year ended June 30, 2011, was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-depreciable:				
Land, Held for Sale or Development	\$ 316,190	\$ 2,130,000	\$	<u>\$ 2,446,190</u>
Capital Assets, Depreciable, Amortized:				
Equipment	3,723			3,723
Software	135			<u>135</u>
Total Capital Assets Depreciable, Amortized	<u>3,858</u>			<u>3,858</u>
Less Accumulated Depreciation, Amortization for:				
Equipment	(3,723)			(3,723)
Software	(135)			<u>(135)</u>
Total Accumulated Depreciation, Amortization	<u>(3,858)</u>			<u>(3,858)</u>
Total Capital Assets, Depreciable, Amortized-Net				
GHDP Capital Assets, Net	<u>\$ 316,190</u>	<u>\$ 2,130,000</u>	<u>\$</u>	<u><u>\$ 2,446,190</u></u>

Activity for GTA for the year ended June 30, 2011, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-depreciable:				
Land	\$ 2,923,192	\$	\$	\$ 2,923,192
Construction in Progress	1,996,512	9,426,342		11,422,854
Total Capital Assets, Non-depreciable	<u>4,919,704</u>	<u>9,426,342</u>		<u>14,346,046</u>
Capital Assets, Depreciable:				
Buildings	20,778,065			20,778,065
Improvements Other Than Buildings	15,634			15,634
Furniture, Fixtures, Machinery and Equipment	18,430,299	2,189,303	(957,792)	19,661,810
Total Capital Assets, Depreciable	<u>39,223,998</u>	<u>2,189,303</u>	<u>(957,792)</u>	<u>40,455,509</u>
Less Accumulated Depreciation Amortization for:				
Buildings	(3,881,342)	(520,050)		(4,401,392)
Improvements Other Than Buildings	(3,235)	(441)		(3,676)
Furniture, Fixtures, Machinery and Equipment	(6,787,513)	(1,867,008)	619,090	(8,035,431)
Total Accumulated Depreciation	<u>(10,672,090)</u>	<u>(2,387,499)</u>	<u>619,090</u>	<u>(12,440,499)</u>
Total Capital Assets, Depreciable-Net	<u>28,551,908</u>	<u>(198,196)</u>	<u>(338,702)</u>	<u>28,015,010</u>
GTA Capital Assets, Net	<u>\$ 33,471,612</u>	<u>\$ 9,228,146</u>	<u>\$ (338,702)</u>	<u>\$ 42,361,056</u>

Activity for ABC Board for the year ended June 30, 2011, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-depreciable:				
Land	\$ 454,855	\$	\$	\$ 454,855
Total Capital Assets, Depreciable	<u>454,855</u>			<u>454,855</u>
Capital Assets, Depreciable:				
Buildings	2,449,960	21,390		2,471,350
Improvements Other Than Buildings	238,699			238,699
Furniture, Fixtures, Machinery and Equipment	1,849,235	55,399		1,904,634
Total Capital Assets, Depreciable	<u>4,537,894</u>	<u>76,789</u>		<u>4,614,683</u>
Less Accumulated Depreciation, Amortization for:				
Buildings	(781,545)	(54,089)		(835,634)
Improvements Other Than Buildings	(215,393)	(112,283)		(327,676)
Furniture, Fixtures, Machinery and Equipment	(1,473,911)	(6,978)		(1,480,889)
Total Accumulated Depreciation	<u>(2,470,849)</u>	<u>(173,350)</u>		<u>(2,644,199)</u>
Total Capital Assets, Depreciable-Net	<u>2,067,045</u>	<u>(96,561)</u>		<u>1,970,484</u>
ABC Board Capital Assets, Net	<u>\$ 2,521,900</u>	<u>\$ (96,561)</u>	<u>\$</u>	<u>\$ 2,425,339</u>

D. Closure and Postclosure Care Cost – White Street Landfill

The City owns and operates a regional landfill site located in the northeast portion of the City. State and federal laws require the City to place a final cover on its White Street landfill site and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The City reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each June 30. The \$23,076,034 reported as landfill closure and post closure care liability at June 30, 2011 is based on 100% use of the estimated capacity of Phase II and Phase III, Cells 1 and 2. Phase III, Cell 3 is estimated at 46.9% of capacity.

In November 2005, the City issued \$8.4 million in Special Obligation bonds for the purpose of constructing a solid waste transfer facility. This facility, which opened in 2006, is located in an industrial section of western Greensboro and accepts waste from the City's solid waste collection services and from private haulers, with waste transported off-site daily to a private site outside of the City. It is expected that White Street Landfill will only be utilized for disposal of construction, demolition debris, yard waste and certain incinerated waste and in the event that the transfer station is not operational.

The estimated liability amounts are based on what it would cost to perform all closure and post closure care in the current year. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. At June 30, 2011, the City had expended \$3,876,035 to complete closure of the White Street facility, Phase II. The balance of closure costs, estimated at \$13,958,699, and an estimated \$9,117,335 for post closure care will be funded over the remaining life of the landfill.

E. Pollution Remediation Obligations

Greensboro staff have identified specific City-owned properties where either it is known or reasonably believed that the sites contain certain pollutants. Most of the properties have not completed an environmental assessment of the impact or have active remediation systems in place, however each site has been reported to a North Carolina regulatory agency as having a current or reportable incident, thus voluntarily obligating the City for certain remediation activities. In addition, the City entered an administrative agreement with a state agency to voluntarily assess a site. None of the reported pollution creates an imminent endangerment to public health or welfare and many of the sources of impact have already been eliminated, as reasonably appropriate.

A pollution remediation liability of \$74,780 is recorded in the Governmental Activities in the Statement of Net Assets. This estimate was developed by analyzing pollution remediation activities for five City sites and recording amounts based on actual contracts in place for each stage of remediation that is deemed estimable. As remediation activities proceed or new information becomes available, the obligations will be reassessed. Increases or decreases in estimated costs due to price fluctuations or changes due to technology or laws and regulations can not be estimated at this time. Obligations pertain to soil or groundwater contamination, primarily from storage of underground fuel tanks, former disposal activities or prior industrial use at the sites.

In the Solid Waste Enterprise Fund, an estimated pollution remediation obligation of \$1,465,532 is recorded in the Statement of Net Assets. This amount reflects current estimates for groundwater pollution remediation noted at the City's White Street landfill, in an active part of the disposal site, not associated with closure and post-closure activities. City staff has voluntarily worked with appropriate State regulators to assess the environmental impact and to develop a corrective action plan. The estimated cost of remediation is based on an external consultant's estimate for the corrective action plan, which involves phyto-remediation and monitored natural attenuation activities. Should further activities become necessary, such as constructing a pump and treat system, cost estimates would then be re-evaluated. Remediation activities began in Fiscal Year 2010 and are ongoing.

Certain other sites associated with pollution activity within the City have been identified, primarily pertaining to former waste disposal or prior property use, however, costs for remediation activities are not estimable as of June 30, 2011.

In addition, we estimate no recoveries to potentially reduce the recorded pollution liabilities in Fiscal Year 2011.

F. Interfund Receivables, Payables and Transfers

The following is a schedule of interfund receivables and payables and due to/from primary government and component unit at June 30, 2011:

1. Internal Receivables/Payables:

	<u>General Fund</u>	<u>Street & Sidewalk Revolving Fund</u>	<u>Housing Partnership Revolving Fund</u>	<u>Total</u>
<u>Receivable By:</u>				
Non-Major Governmental Funds	\$ 182,000	\$ 885,720	\$ 1,249,780	\$ 2,317,500
<u>Current Payable From:</u>				
Non-Major Governmental Funds				
Workforce Investment Act	\$ 182,000		\$ 683,500	\$ 865,500
Community Development			110,000	110,000
South Elm Street Redevelopment			456,280	456,280
Stimulus Grants		885,720		885,720
Total	\$ 182,000	\$ 885,720	\$ 1,249,780	\$ 2,317,500

2. Due To/From Primary Government and Component Unit:

	<u>Receivable By:</u>
	<u>General Fund</u>
Payable From: Component Unit - ABC Board	<u>\$ 578,690</u>

Internal receivables and payables were recorded due to timing in receipt of funds from outside parties. Current internal balances represent amounts advanced to the Community Development Fund (\$683,500), Workforce Investment Act (WIA) Fund (\$182,000), South Elm Street Redevelopment Fund (\$110,000), and the Stimulus Grants Project Fund (\$1,342,000) pending reimbursement receipts from grantor agencies in the next fiscal year.

3. Interfund Transfers:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Non-major Governmental Funds</u>	<u>Internal Service Fund</u>
<u>Transfers From:</u>	<u>\$ (27,032,903)</u>	<u>\$ (105,648)</u>	<u>\$ (7,977,536)</u>	<u>\$ (3,496,765)</u>
<u>Transfers To:</u>				
General Fund	\$	\$	\$ 6,116,000	\$ 2,299,639
Debt Service	16,691,700			
Non-major Governmental Funds	578,586		1,819,003	533,126
Enterprise Funds				
War Memorial Coliseum	1,587,542			
Solid Waste Management	3,769,515			
Stormwater			16,700	
Internal Service Funds	4,405,560	105,648		664,000
Fiduciary Funds			25,833	
Total	<u>\$ 27,032,903</u>	<u>\$ 105,648</u>	<u>\$ 7,977,536</u>	<u>\$ 3,496,765</u>

	<u>Non-Major Enterprise Fund</u>	<u>Water Resources Fund</u>	<u>Stormwater Management Fund</u>	<u>Total</u>
<u>Transfers From:</u>	<u>\$ (955,000)</u>	<u>\$ (81,500)</u>	<u>\$ (7,500)</u>	<u>\$ (39,656,852)</u>
<u>Transfers To:</u>				
General Fund	\$ 955,000	\$	\$	\$ 9,370,639
Debt Service				16,691,700
Non-Major Governmental Funds		25,500	7,500	2,963,715
Enterprise Funds:				
War Memorial Coliseum				1,587,542
Solid Waste Management				3,769,515
Stormwater				16,700
Internal Service Funds		56,000		5,231,208
Fiduciary Funds				25,833
Total	<u>\$ 955,000</u>	<u>\$ 81,500</u>	<u>\$ 7,500</u>	<u>\$ 39,656,852</u>

Transfers are used to move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grant programs.

The Greensboro ABC Board transferred \$2,442,997 to the General Fund in Fiscal Year 2011, which was recorded as Intergovernmental Revenue.

The GTA transferred \$26,093 to the State and Federal Grants fund which was recorded as Miscellaneous Revenue.

G. Long-Term Debt

Long-term Bonded Debt of the City consists of General Obligation Bonds, which are collateralized by the full faith, credit and taxing power of the City and are issued for both general governmental improvements and for Proprietary Fund purposes. The City's legal debt margin as of June 30, 2011 is \$1,529,206,677. Long-term Bonded Debt consists of the following:

1. General Governmental Improvement General Obligation Bonds/Anticipation Notes

These outstanding tax-exempt and taxable bonds bear interest, payable monthly, at variable rates along with interest payable semi-annually at fixed rates from 3.00% to 5.06%. The outstanding tax-exempt and taxable variable rate bonds are reported at .06%, .11% and .12%, respectively as of June 30, 2011. Principal is payable annually in varying amounts through 2031. On November 2, 2010, the City issued \$16,000,000 fixed rate General Obligation Public Improvement Bonds payable from 3% to 5% due on October 1, 2018. The original issue premium amounted to \$2,295,320. In addition, the City issued \$24,000,000 Federally Taxable Direct Subsidy General Obligation Public Improvement Build America Bonds (BABs) at 3.263% to 5.0589% due on October 1, 2030. The original issue note premium amounted to \$26,040. The proceeds of these bonds and notes will be used for acquiring, constructing and equipping improvements to the City's streets, public transportation system, parks and recreation system, library facilities, fire stations and natural science center as well as the City's neighborhood redevelopment and economic development efforts. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

On November 2, 2011, the City issued \$15,505,000 Series 2010C General Obligation Refunding Bonds payable semiannually at a fixed rate of 3.0% to 5.0% on February 1 and August 1, with a final maturity in 2020. The original issue premium amounted to \$2,505,502. These bonds were issued to defease a portion of General Obligation Public Improvement Bonds, Series 2003A. The bonds to be refunded will be called for redemption in 2013.

General Obligation Bonds	\$173,632,060
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2. Internal Services Improvement General Obligation Bonds

This obligation, issued in 1998, relates to a public safety communications system and is recorded in the Technical Services Fund. Debt service will be covered by fees charged to other internal departments.

General Obligation Bonds	3,262,940
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3. Enterprise Improvement General Obligation Bonds

On June 28, 2011, the City issued \$6,000,000 fixed rate General Obligation Public Improvement Bond Anticipation Notes payable at 1% due on February 28, 2012. These General Obligation Bond Anticipation Notes were issued for maintenance of parks and recreational facilities.

General Obligation Bonds	6,000,000
Bond Anticipation Notes Payable	6,000,000

Total	<u>\$188,895,000</u>
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4. Defeased Bonds

In prior years, the City defeased General Obligation Bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt services payments on an old debt. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City’s financial statements. At June 30, 2011, \$52,580,000 of General Obligation Bonds outstanding are considered defeased. For details of all General Obligation outstanding bond issues refer to the Schedule of General Long Term Debt on pages 161-162.

5. General Obligation Bonds/Anticipation Notes Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>Annual Requirements</u>		<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2011-12	\$ 16,315,000	\$ 6,346,147	\$ 6,300,000	\$ 462,693	\$ 29,423,840
2012-13	13,120,000	5,842,658	300,000	242,793	19,505,451
2013-14	13,175,000	4,791,588	300,000	229,293	18,495,881
2014-15	10,220,000	4,421,760	300,000	215,793	15,157,553
2015-16	10,340,000	4,005,153	300,000	202,293	14,847,446
2016-21	55,845,000	12,526,561	1,500,000	796,662	70,668,223
2021-26	41,750,000	4,193,648	1,500,000	508,463	47,952,111
2026-31	16,130,000	1,053,217	1,500,000	184,650	18,867,867
	<u>\$ 176,895,000</u>	<u>\$ 43,180,732</u>	<u>\$ 12,000,000</u>	<u>\$ 2,842,640</u>	<u>\$ 234,918,372</u>

6. Special Obligation Bonds

In 1997, the City issued \$16,000,000 in tax-exempt Special Obligation Bonds of which \$5,720,000 outstanding was refunded on December 17, 2009. Outstanding bonds bear interest payable semi-annually at fixed rates with principal payable annually in varying amounts through 2013. These bonds were issued to finance construction of Phase III of the existing solid waste landfill and to purchase adjacent land for the project.

On November 17, 2005, the City issued \$8,400,000 in Special Obligation Bonds Series 2005 bearing interest payable semiannually at fixed rates from 4.0% to 5.0% on June 1 and December 1, with final maturity in 2020. The original issue premium amounted to \$224,026. The proceeds of these bonds were used for the construction of a solid waste transfer station along with related equipment and improvements.

A portion of the Local Option Sales Tax is pledged for payment of debt service on the Bonds. Certain financial covenants are contained in the bond order, among the most restrictive of which provide the City maintain a long-term debt service ratio, as defined, of not less than 2.0. The coverage ratio at June 30, 2011 is 6.36. The City demonstrated compliance with bond covenants during Fiscal Year 2010-11.

Special Obligation Bonds Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2011-12	\$ 2,010,000	\$ 344,048	\$ 2,354,048
2012-13	2,060,000	286,637	2,346,637
2013-14	600,000	227,700	827,700
2014-15	625,000	197,700	822,700
2015-20	3,585,000	547,699	4,132,699
	<u>\$ 8,880,000</u>	<u>\$ 1,603,784</u>	<u>\$ 10,483,784</u>

7. Combined Enterprise System Revenue Bonds

On April 2, 2009, the City issued \$43,180,000 Series 2009A Enterprise System Revenue Bonds payable semiannually at a fixed rate ranging from 3.5% to 5.0% on June 1 and December 1, with a final maturity in 2031. In addition, the City issued \$10,000,000 in 2009B variable rate Combined Enterprise System Revenue Bonds with interest payable monthly through 2034. The original issue premium amounted to \$1,547,280. The proceeds of these bonds have been used for improvements to the City of Greensboro's water system.

In addition on April 2, 2009, the City also issued \$4,525,000 Series 2009C Combined Enterprise System Revenue Refunding Bonds to defease \$4,650,000 of Series 1998A Combined Enterprise System Revenue Bonds. The net proceeds of \$4,720,378 (after payment of \$18,728 in underwriting fees) were placed in escrow in an irrevocable trust to provide for all future debt service payments on the old certificates. The net present value interest savings as a result of the refunding was \$213,366. As a result, the liability of the 1998A Series Revenue Bonds has been removed from the Water Resources Fund. The proceeds of these bonds were used for improvements to the water and sanitary sewer system.

In June 2007, the City issued \$38,040,000 2007A Combined Enterprise System Revenue Bonds payable semiannually at a fixed rate ranging from 4.0% to 5.0% on June 1 and December 1, with a final maturity in 2029. The City also issued \$10,000,000 in 2007B variable rate Combined Enterprise System Revenue Bonds with interest payable monthly through 2032. The original issue premium amounted to \$536,101. The proceeds of these bonds have been used for improvements to the City's water system and sanitary sewer system.

On December 7, 2006, the City issued \$49,480,000 Series 2006 Refunding Combined Enterprise System Revenue Bonds at a fixed rate of 4.0% to 5.25% with a final maturity in 2025. These bonds were issued to defease a portion of Combined Enterprise System Bond Series 1998A, 2001A and 2003A. The amounts were refunded at \$13,820,000, \$19,290,000 and \$19,150,000, respectively for a total defeasance of \$52,260,000. The net proceeds of \$54,971,117 (after payment of \$506,736 in underwriting fees, accrued interest, call premium and other issuance cost) were placed in escrow in an irrevocable trust to provide for all future debt service payments on the old certificates. The net present value interest savings as a result of the refunding was \$2,557,141. As a result, the liabilities for a portion of the 1998A, 2001A and 2003A Series Revenue Bonds have been removed for the Water Resources Fund. The proceeds of these bonds were used for improvements to the City's water system and sanitary sewer system and other issue costs.

On May 10, 2005, the City issued \$30,860,000 2005A Combined Enterprise System Revenue Bonds payable semiannually at a fixed rate ranging from 3.5% to 5.0% on June 1 and December 1, with a final maturity in 2027. The City also issued \$10,000,000 in 2005B variable-rate Combined Enterprise System Revenue Bonds with interest payable monthly through 2030. The original issue premium amounted to \$1,729,860. The proceeds of these bonds were used for improvements to the City's water system and sanitary sewer system.

In 2005, the City issued \$31,070,000 in 2005B Refunding Combined Enterprise System Revenue Bonds to defease \$31,070,000 Series 1995 Combined Enterprise System Revenue Bonds. The net proceeds of \$31,691,400 (after payment of \$1,011,699 in underwriting fees, accrued interest, call premium and other issuance cost) were placed in escrow in an irrevocable trust to provide for all future debt service payments on the old certificates. As a result, the liability for the 1995 Series Revenue Bonds has been removed from the Water Resources Fund. The proceeds of these bonds, along with \$923,340 received from the origination of a swap agreement in connection with the variable-rate bond portion of the issue were used for improvements to the City's water system and sanitary sewer system and other issue costs.

The City has \$5,915,000 in 2003A Combined Enterprise System Revenue Bonds payable semiannually at a fixed rate ranging from 4.0% to 5.0% on June 1 and December 1, with final maturity in 2015. The City also issued \$10,000,000 in 2003B variable-rate Combined Enterprise System Revenue Bonds with interest payable monthly through 2028. The original issue premium amounted to \$1,164,513. The proceeds of these bonds, along with \$2,904,000 received from the origination of a swaption agreement in connection with the variable-rate bond portion of the issue, were used for improvements to the City's water system and sanitary sewer system.

The Combined Enterprise System is currently comprised of the City's water and sanitary sewer system. Principal and interest requirements will be provided by an appropriation in the year in which they become due. The outstanding tax-exempt variable rate bonds are reported at .07% as of June 30, 2011.

The City has pledged 100% of future water and sewer customer revenues, net of specified operating expenses to the payment of and as security for the Revenue Bonds in the amounts shown below specifically to cover annual debt service

through 2034. This pledge relates to all Combined Enterprise Revenue bonds outstanding, issued for the purpose of making water and sewer system improvements. Certain financial covenants are combined in the revenue bond order, among the most restrictive of which provide that the City maintain a long-term debt service coverage ratio, as defined, of not less than 1.50. Pledged revenues exceeded operating expenses by \$40,332,000 to provide a coverage ratio of 2.05 at June 30, 2011. The City was in compliance with all such covenants during Fiscal Year 2010-11.

Revenue Bonds Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2011-12	\$ 8,825,000	\$ 7,783,109	\$ 16,608,109
2012-13	9,165,000	7,488,584	16,653,584
2013-14	9,600,000	7,167,825	16,767,825
2014-15	11,890,000	6,859,658	18,749,658
2015-16	12,445,000	6,417,729	18,862,729
2016-21	71,280,000	24,312,795	95,592,795
2021-26	68,325,000	11,512,776	79,837,776
2026-31	44,700,000	2,859,103	47,559,103
2031-34	13,235,000	16,495	13,251,495
	<u>\$ 249,465,000</u>	<u>\$ 74,418,074</u>	<u>\$ 323,883,074</u>

8. Certificates of Participation

In September 2010, the City issued \$7,000,000 Certificates of Participation payable annually at a fixed rate of 3.0% to 4.0% through FY 2031. Pursuant to installment purchase agreements, the City will make installment payments sufficient to pay the scheduled debt service on all certificates. Principal and interest requirements will be provided by appropriation in the year in which they become due. These payments will be appropriated in the Hotel/Motel Occupancy Tax Special Revenue Fund, as all outstanding Certificates of Participation at June 30, 2011. These certificates were issued for the Coliseum Complex Aquatic Center purposes.

Certificates of Participation of the Greensboro Center City Corporation (GCCC) have been issued in prior years for parking facilities, expansion and improvements to the War Memorial Coliseum Complex, and equipment purchases. The outstanding certificates bear interest payable semi-annually at a variable rate of .11% as of the end of June 30, 2011. Principal is payable annually in varying amounts through FY 2016.

The City defeased Certificates of Participation by placing the proceeds of new certificates in an irrevocable trust to provide for all future debt service payments on the old certificates. Accordingly, the trust account assets and the liabilities for the defeased certificates are not included in the City's financial statements. At June 30, 2011, \$5,400,000 of outstanding certificates are considered defeased.

Debt Service Requirements to Maturity are presented in the following table:

Fiscal Year	Governmental Activities Annual Requirements		Business-Type Activities Annual Requirements		Total
	Principal	Interest	Principal	Interest	
2011-12	\$ 3,040,000	\$ 546,325	\$	\$ 308,375	\$ 3,894,700
2012-13	1,220,000	348,725	255,000	308,375	2,132,100
2013-14	1,295,000	269,425	265,000	300,725	2,130,150
2014-15	1,380,000	185,250	270,000	292,775	2,128,025
2015-16	1,470,000	95,550	280,000	281,975	2,127,525
2016-21			1,580,000	1,232,475	2,812,475
2021-26			1,925,000	893,725	2,818,725
2026-31			2,425,000	395,064	2,820,064
	<u>\$ 8,405,000</u>	<u>\$ 1,445,275</u>	<u>\$ 7,000,000</u>	<u>\$ 4,013,489</u>	<u>\$ 20,863,764</u>

9. Lease-Purchase and Other Financing Agreements

The City has entered into lease-purchase and other financing agreements for certain equipment, land and infrastructure that bear interest at fixed rates from 2.55% to 4.96% and redevelopment projects that bear interest from 2.78% to 8.12%. Interest and principal are payable monthly and quarterly through 2025. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

The City has three outstanding Installment Financing Agreements totaling \$10,989,570. One of the agreements is with RBC Bank (USA) for certain energy improvements in the amount of \$5,619,570, at a fixed tax-exempt rate of 4.38%, maturing in 2022. The other two agreements are with Bank of America for property acquisition adjacent to the Coliseum Complex, in the amount of \$3,240,000, at a fixed tax-exempt rate of 4.19%, maturing in 2014, and in the amount of \$2,130,000, at a fixed taxable rate of 4.96%, maturing in 2014, respectively.

In addition to installment financings, the City has an outstanding master lease agreement with Suntrust Bank of \$3,763,443 for equipment purchases at a fixed rate of 3.246%, maturing in 2013. An additional agreement of \$2,953,277 was entered into in February 2007, at fixed interest rate of 3.765%, maturing in 2020, for Coliseum energy improvements of which \$2,379,860 is outstanding. The City has outstanding a total of \$17,132,875 in master lease agreements and installment financings to finance purchases of equipment, energy improvements and property acquisition.

The City has outstanding fixed rate HUD Section 108 Notes of \$4,702,000. These notes bear interest as fixed rates ranging from 2.78% to 8.12% maturing in 2022. The City has HUD Section 108 variable rate interim notes outstanding of \$2,604,000 maturing in 2025. Interim and current year additional notes bear interest at a rate of 3 Month LIBOR plus 20 basis points which approximated .45% at June 30, 2011. Total notes outstanding for HUD funding is \$7,306,000 with a total original commitment of \$10,461,000.

In July 2005, the City merged fire operation with Rural Fire District #14 located in eastern Guilford County and assumed an outstanding obligation of \$422,898 at a fixed rate of 5.75% maturing in August 2019 which is collateralized by the District's real property. The outstanding amount as of June 30, 2011 is \$280,946.

The Federal Clean Water Act Amendments of 1987 provide federal funds through the North Carolina Clean Water Revolving Loan and Grant Act of 1987 to supplement the cost of wastewater improvements. The City loan was approved in May 2000 for \$4,202,675 for such improvements. The above amounts include \$1,272,019 for the outstanding Federal Wastewater Loan obligation that was passed through the State of North Carolina to the City beginning in August 2000 and maturing in June 2016, at an interest rate of 2.55%.

Debt Service Requirements to Maturity are presented in the following table:

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>Annual Requirements</u>		<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2011-12	\$ 3,619,307	\$ 928,428	\$ 645,447	\$ 270,144	\$ 5,463,326
2012-13	3,193,174	798,347	661,501	248,371	4,901,393
2013-14	3,282,325	681,386	3,742,978	229,565	7,936,254
2014-15	1,008,974	523,058	521,653	77,927	2,131,612
2015-16	1,029,680	473,617	541,316	61,339	2,105,952
2016-21	6,167,086	1,490,633	1,167,059	99,812	8,924,590
2021-24	2,576,430	135,621			2,712,051
	<u>\$ 20,876,976</u>	<u>\$ 5,031,090</u>	<u>\$ 7,279,954</u>	<u>\$ 987,158</u>	<u>\$ 34,175,178</u>

10. Changes in Long-Term debt are as follows:

Long-term liability activity for the year ended June 30, 2011, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance ⁽¹⁾	Due Within One Year
Governmental Activities:					
<i>Bonds and Notes Payable:</i>					
General Obligation Bonds	\$ 161,210,000	\$ 49,505,000	\$ (33,820,000)	\$ 176,895,000	\$ 16,315,000
General Obligation Bond Anticipation Notes	3,745,000		(3,745,000)		
Certificates of Participation	11,275,000		(2,870,000)	8,405,000	3,040,000
Section 108 HUD Loan	7,413,000	378,000	(485,000)	7,306,000	499,000
Fire Station Loan	308,030		(27,084)	280,946	28,641
Master Lease Agreement	14,640,831		(3,127,817)	11,513,014	2,104,590
<i>Plus Deferred Amounts:</i>					
For Issuance Premium	4,435,223	4,826,862	(814,867)	8,447,218	1,489,660
Total Debt Payable	<u>203,027,084</u>	<u>54,709,862</u>	<u>(44,889,768)</u>	<u>212,847,178</u>	<u>23,476,891</u>
<i>Other Liabilities</i>					
Capital Leases	2,376,355	691,641	(1,290,980)	1,777,016	987,076
Compensated Absences ⁽²⁾	<u>11,395,427</u>	<u>8,506,661</u>	<u>(8,277,612)</u>	<u>11,624,476</u>	<u>7,773,697</u>
Governmental Activity Long-Term Liability ⁽¹⁾	<u>\$ 216,798,866</u>	<u>\$ 63,908,164</u>	<u>\$ (54,458,360)</u>	<u>\$ 226,248,670</u>	<u>\$ 32,237,664</u>

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-Type Activities:					
<i>Bonds and Notes Payable:</i>					
General Obligation Bonds	\$	\$ 6,000,000	\$	\$ 6,000,000	\$ 300,000
General Obligation Bond Anticipation Notes	6,000,000	6,000,000	(6,000,000)	6,000,000	6,000,000
Special Obligation Bonds	10,825,000		(1,945,000)	8,880,000	2,010,000
Revenue Bonds	264,465,000		(15,000,000)	249,465,000	8,825,000
Certificates of Participation		7,000,000		7,000,000	
Master Lease Agreement	5,812,917		(193,057)	5,619,860	209,023
State Water Revolving Loan	1,526,421		(254,402)	1,272,019	254,403
Watershed Protection Bonds	573,188		(185,113)	388,075	182,021
<i>Plus Deferred Amounts:</i>					
For Issuance Discounts					
For Issuance Premiums	8,510,178	547,789	(977,425)	8,080,542	1,026,441
Total Debt Payable	<u>297,712,704</u>	<u>19,547,789</u>	<u>(24,554,997)</u>	<u>292,705,496</u>	<u>18,806,888</u>
<i>Other Liabilities</i>					
Accrued Landfill Liability	22,159,625	916,409		23,076,034	500,000
Compensated Absences	<u>2,121,734</u>	<u>1,638,327</u>	<u>(1,625,761)</u>	<u>2,134,300</u>	<u>1,656,236</u>
Business-Type Activity Long-Term Liability	<u>\$ 321,994,063</u>	<u>\$ 22,102,525</u>	<u>\$ (26,180,758)</u>	<u>\$ 317,915,830</u>	<u>\$ 20,963,124</u>

The gross amount of assets acquired under capital leases at June 30, 2011, (\$691,641) represents computer equipment and amortization is included in depreciation expense over a three year period.

¹ Internal Service Funds predominately serve the governmental funds. Accordingly, the related long term liabilities are included as part of the above totals for governmental activities. The Internal Service Funds debt totals are noted below.

² In prior years, the General Fund primarily was used to liquidate the liabilities for compensated absences associated with governmental activities.

	<u>Ending Balance</u>
Internal Service Funds:	
Bonds and Notes Payable:	
General Obligation Bonds Payable	\$ 3,262,940
Premium - General Obligation Bonds Payable	204,021
Total Debt Payable	<u>3,466,961</u>
Other Liabilities:	
Capital Leases	1,777,016
Other Financing Agreements	11,513,014
Compensated Absences	891,493
Internal Service Fund	
Long-Term Liability	<u>\$ 17,648,484</u>

Hedging Derivatives and Associated Hedged Debt

Using rates as of June 30, 2011, debt service requirements of the variable-rate debt and net swap payments assuming current interest rates remain the same for their term, were as follows. As rates vary, variable-rate bond interest payments and net swap payments will vary. The hedging derivative instruments column reflects only net receipts/payments on derivative instruments that qualify for hedge accounting.

Fiscal Year Ending June 30	Variable Rate Bonds		Hedging Derivatives, Net	Total
	Principal	Interest ⁽¹⁾	Net ⁽²⁾	
2012	\$ 3,960,000	\$ 21,034	\$ 1,332,428	\$ 5,313,462
2013	4,175,000	18,363	1,178,012	5,371,375
2014	4,345,000	15,665	1,015,463	5,376,128
2015	2,470,000	13,024	855,230	3,338,254
2016	2,600,000	11,316	735,435	3,346,751
2017	2,735,000	9,458	609,335	3,353,793
2018	2,880,000	7,560	476,688	3,364,248
2019	5,775,000	5,270	321,801	6,102,071
2020	2,960,000	1,483	82,140	3,043,623
	<u>\$ 31,900,000</u>	<u>\$ 103,173</u>	<u>\$ 6,606,532</u>	<u>\$ 38,609,705</u>

(1) Computed at 0.06%, 0.06%, and 0.07% on Swap 1, Swap 2 and Swap 3 at June 30, 2011

(2) Computed at (2.92% less 67% of 1 Month LIBOR at June 30, 2011-Swap 1) and (3.46% less 67% of 1 Month LIBOR at June 30, 2011-Swap 2) and (4.99% less 72% of 1 Month LIBOR at June 30, 2011-Swap 3)

Derivative Instrument Summary

At June 30, 2011 the City had the following hedging derivative instruments outstanding:

	<u>Changes in Fair Value</u>		<u>Notional Amount</u>	<u>Effective Date</u>	<u>Maturity Date</u>	<u>Fair Value at 6/30/11</u>	
	<u>Classification</u>	<u>Amount</u>				<u>Classification</u>	<u>Amount</u>
Governmental Activities:							
<i>Cash Flow Hedges</i>	Objective: Hedge of changes in cash flows on the 1994C and 1998 Series GO Bonds specifically related to changes in municipal tax-exempt and taxable interest rates.						
Pay-fixed interest rate swaps, receive variable rate	Deferred Outflow	\$ 206,693	\$ 11,500,000	10/8/2002	4/1/2014 and 4/1/2020	Debt	\$ (937,803)

Business-Type Activities:

<i>Cash Flow Hedges</i>	Objective: Hedge of changes in cash flows on a portion of the 2005B Combined Enterprise System Revenue Bonds specifically related to changes in municipal tax-exempt interest.						
Pay-fixed interest rate swaps, receive variable rate	Deferred Outflow	\$ 600,822	\$ 20,400,000	6/1/2005	6/1/2019	Debt	\$ (3,233,635)

H. Annual Leave and Sick Leave

The City’s policy permits employees to accumulate up to 30 days of earned but unused annual leave, which would be paid to employees upon separation from the City. Accumulated annual leave at June 30, 2011 amounted to \$13,758,776 of which \$11,624,476 relates to Governmental Activities and \$2,134,300 relates to Business-Type Activities. Changes in accumulated annual leave are as follows:

<u>Fund Type</u>	<u>Balance 7/1/2010</u>	<u>Current Year</u>		<u>Balance 6/30/2011</u>	<u>Due Within One Year</u>
		<u>Increase</u>	<u>Decrease</u>		
Governmental Activities	\$ 11,395,427	\$ 8,506,661	\$ (8,277,612)	\$ 11,624,476	\$ 7,773,697
Business-Type Activities	2,121,734	1,638,327	(1,625,761)	2,134,300	1,656,236
	<u>\$ 13,517,161</u>	<u>\$ 10,144,988</u>	<u>\$ (9,903,373)</u>	<u>\$ 13,758,776</u>	<u>\$ 9,429,933</u>

Greensboro ABC Board employees may accumulate up to 20 days earned leave. The balance of the accumulated leave liability is not considered to be material. Operations of the GHDP are performed by employees of the City. Accordingly, there is no recorded liability for employee leave amounts for GHDP at June 30, 2011. GTA leave liability is \$57,583.

City employees had accumulated sick leave benefits of \$48,926,247 at June 30, 2011, based on compensation rates in effect on that date. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit. Since the City has no obligation for the accumulated sick leave until it is actually taken, no accrual has been made for sick leave. The same policy is followed by the Greensboro ABC Board.

V. Other Information

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City protects itself from potential loss through a combination of purchased commercial insurance for primary and/or excess liability coverage and self-funded risk retention. Self-funded risks are primarily for health, employee workers' compensation, general, professional, law enforcement, vehicle and underground storage tank liabilities.

The City purchases Flood Insurance coverage through the Blanket Property insurance policy with an annual aggregate flood limit of \$100,000,000 with deductibles ranging from \$100,000 to \$500,000 per location depending on the size and location of the facility. One location is covered solely by the City's self-funded insurance plan. The City has not had a flood loss in the past 30 plus years that amounted to more than \$100,000.

Bonding in the following amounts is held for City employees involved in financial transactions: Finance Officer, \$100,000, Tax Collector, \$100,000, and Employee Blanket Bond, \$100,000.

All operating funds of the City participate in the risk management program and make payments to the Employee Risk Retention Fund and the General Risk Retention Fund based on the funds' historical claims experience. Payments are for prior and current year claims and to establish a reserve for catastrophic losses.

Claims liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but are not reported (IBNR's), based on actuarial computations. Settled claims have not exceeded self-retained or purchased insurance coverage in any of the past three fiscal years.

1. Employee Risk Retention

The City provides for health, dental, life and workers' compensation benefits in its Employee Risk Retention Fund.

The City's health plan currently offers two plan options through a self-funded program, and a dental plan is administered for employees and their covered dependents, supplemented by employee contributions.

Term life insurance for employees is provided by the City for the term of employment, at no cost to the employee. The amount of coverage is based on salary. For those dependents covered by the health plan, the City also provides a reduced coverage term life insurance policy at no cost to the employee. For the life plan, the City pays its contribution directly to the insurer.

The City is self-funded for workers' compensation for claims up to \$600,000 per occurrence. Claims in excess of the retention are covered through a combination of purchased insurance and self-funding participation.

The City's contributions toward employee costs are accounted for as expenditures when the funds are contributed to the Employee Insurance Fund.

2. General Risk Retention

The City's General Risk Retention Fund consists of five separate funds in the Local Government Excess Liability Fund, Inc. (ELF) to self-fund certain types of liability claims. Up until December 31, 1999, the ELF was structured to provide varying tiers of funding, with pre-determined contribution rates, limits of coverage, repayment schedules and certain levels of transfer of risk from the five local governments and school members represented by the ELF. Annual contributions by members are periodically reviewed by the Board of Directors and the Executive Director of the ELF.

Effective January 1, 2000, the ELF was reorganized and the resulting structure provides for no transfer of risk from any of the member units to the ELF. Fund balances are segregated by member and in the event of loss, those amounts are available for claims payment by the respective member, on either a loan or withdrawal basis. The new structure of the ELF is considered to be similar to a claims-servicing arrangement. The Revolving Fund – Primary Liability Coverage pays amounts in excess of \$100,000 up to \$5,000,000 per occurrence, with an aggregated available for the City of \$9,404,920 as of June 30, 2011. Additional amounts of \$3,089,265 are recorded in the Self-Retention Fund for payment of City claims.

A new tier of coverage was established in April 2007, to replace purchased Excess Liability coverage and to support General Liability claims. The balance on deposit as of June 30, 2011 is \$2,798,903 which includes \$1,011,046 transferred to the Fund due to a distribution of funds from a previous member-shared “run-off” account following settlement of all related claims. Accordingly, a total of \$15,443,089 is included in the City’s General Risk Retention Fund as insurance deposits. In addition, the City recorded \$1,149,699 in deposits in the Employee Risk Retention Fund to reflect amounts held by the ELF to pay employer’s liability and workers’ compensation claims. Amounts paid by the Revolving Fund – Employer’s Liability/Worker’s Compensation Fund are to be repaid in subsequent years by the member incurring the loss.

The City is also a member of the Local Government Property Insurance Deductible Fund, Inc. This Fund provides excess property insurance coverage through a purchased insurance policy. Property losses up to \$100,000 per occurrence are paid by the Fund after application of a \$10,000 deductible requirement.

Property insurance coverage above the annual retention provides for up to 100% replacement cost, limited to \$350,000,000 per occurrence. In Fiscal Year 2011, the City contributed \$50,000 to the Property Deductible Fund. At June 30, 2011 following distribution of net earnings to individual accounts for respective members, the fund held deposits of \$422,485 payable to the City of Greensboro for payment of future claims.

The City has the right to withdraw its contributions in the Revolving Fund – Primary Liability Coverage, the Self-Retention Fund, the Excess Liability Fund and the Revolving Fund – Employers, Liability/Workers’ Compensation of the Local Government Excess Liability Fund, Inc. and the Local Government Property Insurance Deductible Fund, Inc. when all claims against the Funds have been settled and all legal obligations have been paid for each claims year.

3. Reconciliation of Claims Liability

Changes in the City’s claims liability balance during Fiscal Years 2011 and 2010 are as follows:

	Employee Risk <u>Retention</u>	General Risk <u>Retention</u>	Total <u>2010-11</u>	Total <u>2009-10</u>
Balance-July 1	\$ 6,518,411	\$ 1,306,669	\$ 7,825,080	\$ 8,858,120
Add: Incurred Claims (including IBNR's and Changes in Estimates	32,203,032	1,098,789	33,301,821	27,714,748
Deduct: Claims Payments	(30,888,233)	(1,098,758)	(31,986,991)	(28,747,788)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance - June 30	<u>\$ 7,833,210</u>	<u>\$ 1,306,700</u>	<u>\$ 9,139,910</u>	<u>\$ 7,825,080</u>

B. Subsequent Events

The City has evaluated subsequent events through November 1, 2011 in connection with the preparation of these financial statements which is the date the financial statements were ready to be issued.

C. Commitments and Contingencies

1. Legalties

The City is party to a number of civil lawsuits and other legal actions. Most of these lawsuits involve construction contracts, public right of way management, and personnel issues. In the opinion of the City’s Attorney and management, the ultimate outcome of these suits is not expected to have significant impact upon the City’s financial position.

2. Authorized capital projects at June 30, 2011 are comprised of the following:

	<u>Project Authorization</u>	<u>Expended Through June 30, 2011</u>	<u>Unexpended Authorization</u>
Governmental Funds:			
Special Revenue ⁽¹⁾	\$ 33,050,388	\$ 22,083,389	\$ 10,966,999
Capital Projects	500,566,109	251,975,094	248,591,015
	<u>\$ 533,616,497</u>	<u>\$ 274,058,483</u>	<u>\$ 259,558,014</u>
Enterprise Funds:			
Water Resources	\$ 181,509,964	\$ 144,119,759	\$ 37,390,205
Stormwater Management	9,857,385	1,860,666	7,996,719
War Memorial Coliseum ⁽²⁾	34,099,968	32,307,561	1,792,407
Solid Waste Management	6,242,050	5,676,658	565,392
	<u>\$ 231,709,367</u>	<u>\$ 183,964,644</u>	<u>\$ 47,744,723</u>
Component Units:			
GTA	<u>\$ 50,414,127</u>	<u>\$ 40,748,836</u>	<u>\$ 9,665,291</u>

- (1) Includes Powell Bill Transportation Projects.
- (2) Aquatic Center

3. Financial Assistance Programs

The City participates in a number of Federal and State financial assistance programs. For the Fiscal Year ended June 30, 2011, these programs were subject to audit in accordance with the Single Audit Act Amendments of 1996, the provisions of OMB Circular A-133, and the State Single Audit Implementation Act. The amount, if any, of expenditures which may be disallowed by the granting agencies resulting from this and other audits cannot be determined at this time, although the City expects such amounts if any, to be immaterial.

4. Operating Lease Agreement – ABC Board

The Greensboro ABC Board has operating leases agreements for various store and office properties. Rental expense for the year ended June 30, 2011 totaled \$327,135. Future lease payments, less payments under sublease agreement, are as follows:

<u>Fiscal Year</u>	<u>Lease Payments</u>
2011-12	\$ 343,400
2012-13	253,500
2013-14	149,900
2014-15	16,300
	<u>\$ 763,100</u>

5. Operating Lease Payments

The City has operating lease payments for computers, printers, software/licenses, maintenance and workstations. Lease payments for the year ended June 30, 2011 totaled \$1,681,869. Future lease payments are as follows:

<u>Fiscal Year</u>	<u>Lease Payments</u>
2011-12	\$ 1,324,215
2012-13	885,056
2013-14	472,704
2014-15	16,543
	<u>\$ 2,698,518</u>

6. Contingencies

The City is involved in discrimination lawsuits with current and former members of the Greensboro Police Department. The City will defend these suits vigorously, and although no assurances can be given as to the ultimate outcome of these lawsuits, the City's legal counsel is of the opinion that any possible liability of the City resulting from an adverse adjudication in such litigation would not have a material adverse effect on the financial position of the City.

The City has a potential liability to pay additional compensation to employees resulting from the rate of pay used to compute overtime wages for certain employees. The estimated liability for the City, as a whole, ranges from \$153,000 to \$383,000. Legal counsel is researching the matter and no decision to pay any amounts nor any appropriation of expenditure has been made as of the date the financial statements were issued.

Effective December 31, 2010, the City dissolved the City and County Water and Sewer Line Agreement with Guilford County, which provided funding for water and sewer service outside the city limits. Amounts accumulated in the joint Water and Sewer Trust Fund and the related Water and Sewer Construction Fund, administered by Guilford County, are to be distributed between the City and County in accordance with the Agreement. The City expects to receive at least \$12 million upon final dissolution and distribution of the funds, to be used for future water and sewer capital improvements.

D. Joint Venture

Piedmont Triad Regional Water Authority (Authority)

The City in conjunction with five other governmental entities formed the Authority in September 1987 to develop a regional water supply. The Authority's board is composed of ten members, three of which are appointed by the City Council. The joint venture agreement provides that each participant will annually contribute funds to acquire land, a reservoir and to construct the Randleman Dam. The City's funding share was originally 59.4%, or \$33,858,000, based on a percentage of future raw water allocations. Initial City contributions, funded from the Water and Sewer Capital Reserve Fund, total \$34,063,761, including \$205,761 for staff administration and equipment fees paid from City operations. Additional cash payments were subsequently made on a pay-as-you-go basis to further fund reservoir, infrastructure and water treatment plant construction for a total net Greensboro investment of \$82,298,172, net of amortization of \$1,679,555, as of June 30, 2011. The City contributed annual member dues in the amount of \$816,188 in FY 2011 to cover the authority's administrative and operating costs.

In December 2004, the City received a reimbursement of \$5,244,257 from Randolph County to acquire a portion of the City's future raw water allocation which effectively reduced the City's share to 53.1%.

The reservoir, dam and water treatment plant projects are complete and water began flowing through the system to Greensboro on October 4, 2010. The City, on average pumped 6.4 million gallons per day from this source. This culminates a more than 20 year project that will ensure Greensboro's long-term water supply. The City's investment is reported in the Water Resources Enterprise Fund as an Intangible Asset, representing future water rights, and amortization over a 50 year term starting in FY 2011. According to the joint venture agreement, the participating governments do not have an equity interest in the joint venture, but rather rights to purchase future water from the project. Complete financial statements for the Authority may be obtained from the Authority's administrative office at 2216 West Meadowview Road, Greensboro, North Carolina.

E. Jointly Governed Organization

Greensboro/Guilford County Tourism Development Authority (Authority)

The City, in conjunction with Guilford County (County), established the Authority to promote regional tourism. The City appoints five members of the Authority’s thirteen member board. The Authority receives a percentage of room occupancy taxes which are levied on gross receipts from rental accommodations within the County.

The tax is levied at 6% for establishments within the City limits of Greensboro, of which 3% is levied by the City and 3% is levied by the County. The City contributes 20% of its portion to the Authority. During Fiscal Year 2010-11, the City levied \$3,513,255 in room occupancy taxes, of which \$702,651 was remitted to the Authority for travel and tourism promotion, net of a 1% collection fee paid to the County.

F. Related Organization

Greensboro Housing Authority

The Authority was created to provide affordable housing for citizens with limited income. Although all of the members of the governing body of the Authority are appointed by the Mayor, the City has no decision in selecting the management of the Authority. Financial transactions between the City and the Authority reflect contractual agreements between the parties for the provision of services by the City. The City is not responsible for any deficits nor is it entitled to any surpluses of the Authority. The City does not significantly influence the operations of the Authority, and the Authority is not accountable to the City for its fiscal matters. In 1998, the City issued \$1.5 million in General Obligation Bonds on behalf of the Authority to fund certain housing projects. The amount is being repaid by the Authority with payments in lieu of taxes, as principal and interest payments become due.

G. Other Post-Employment Benefits (OPEB)

Plan Description

In addition to the pension benefits described in Note I, the City also provides post-employment benefits to retirees under a single-employer plan (“The Plan”), provided they participate in the North Carolina Local Governmental Employees Retirement System (NCLGERS), and are actively employed with the City at the time of retirement. In order to receive any benefits, retirees must have achieved 20 years of active service with the City or have reached age 60 with 5 years of active service. Healthcare, prescription drug coverage, as well as retiree and dependent life insurance are provided in the City’s Plan. Health and prescription drug coverage ends once the retiree reaches age 65 or becomes Medicare eligible, whichever comes first. The City and retirees share the cost of healthcare, based on years of service at retirement. Approximately 80% is paid by the City for 30 years of service, with less subsidy provided for fewer years of service. Dental coverage is available at full cost to the retiree. Retirees may keep their dental insurance for life. Life insurance benefits of up to \$20,000 are provided to retirees until age 65, except for those retirees who were hired before March 1, 1975 (receive \$2,000 at age 65 for life). Dependent coverage for each of the benefits in the Plan is available, if enrolled at the time of the employee’s retirement, at full cost to the retiree, with the exception of certain life insurance coverage. In addition, if the retiree ceases to have coverage or dies, dependent coverage will terminate. The City has elected to partially pre-pay the future overall cost of coverage for these benefits by establishing a trust arrangement according to General Statutes 159-30.1(b). Investment of the OPEB Trust funds are made pursuant to a Deposit Agreement with the North Carolina Department of State Treasurer. The State Treasurer in her discretion may invest the proceeds in equities of certain publicly held companies and long or short term fixed income investments as detailed in G.S. 147-69.2(b) (1-6) and (8). Funds deposited are held in the State Treasurer’s, OPEB Long-Term Fund, 4%, OPEB Short-Term Fund, 71% and OPEB Equity Fund, 25%. At June 30, 2011, the Plan assets totaled \$3,263,218. A separate report was not issued for the Plan.

Membership of the Plan consisted of the following at December 31, 2010, the date of the latest actuarial valuation:

	General Employees	Law Enforcement Officers	Retirees	Total
Retirees receiving benefits			989	989
Active plan members	2,379	650		3,029
Total	<u>2,379</u>	<u>650</u>	<u>989</u>	<u>4,018</u>

Funding Policy

The City will contribute toward the cost of the eligible retiree health and life insurance coverage based on the years of service at retirement. Dental coverage is provided at full cost to the retiree. The City has chosen to fund the healthcare benefits on a pay as you go basis, with additional amounts contributed to prefund benefits, determined annually by management.

The current Annual Required Contribution (“ARC”) or \$8,472,184, is 6.18% of annual covered payroll. For the current year, the City contributed \$8,103,192 (or 5.9% of annual covered payroll) toward actual benefit payments and deposits in the OPEB Trust. The City obtains health care and dental coverage through a self-funded program and through a private insurer for life insurance benefits. The City’s obligation to contribute to the Plan is established and may be amended by the City Council during the budget process. Determination of the amounts contributed by the City and retirees is made by the Employee Benefit Executive Committee, annually, upon review of current costs and trends.

Summary of Significant Accounting Policies

Post-employment expenditures are made from the Employee Risk Retention Fund (Internal Service Fund), which is maintained on the accrual basis of accounting. Internal charges are made to various other City funds for the respective active employees, based upon the pre-determined City contribution rate. Short-term money market instruments and deposits are reported at cost or amortized cost, which approximates fair value as of June 30, 2011. Certain longer term securities are valued at estimated market value, as determined by the State Treasurer. Administration costs of the OPEB Investment Fund are determined by inter-agency agreement with the North Carolina Department of State Treasurer.

Annual OPEB Cost and Net OPEB Obligation

The City’s annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), and amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City’s annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the City’s net OPEB obligation for post-employment benefits:

Annual Required Contribution	\$ 8,472,184
Interest on Net Pension Obligation	(14,358)
Adjustment to Annual Required Contribution	<u>11,168</u>
Annual OPEB Cost (expense)	8,468,994
Contributions Made	<u>(8,103,192)</u>
Increase in Net OPEB Obligation	365,802
Net OPEB Asset-Beginning of Year	<u>(198,038)</u>
Net OPEB Obligation-End of Year	<u><u>\$ 167,764</u></u>

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation/asset were as follows:

Fiscal Year <u>Ending</u>	Annual OPEB <u>Cost</u>	Percentage of Annual <u>OPEB Cost Contributed</u>	Net OPEB <u>Obligation (Asset)</u>
6/30/2008	\$ 3,554,069	100.0%	\$ -
6/30/2009	4,999,407	99.7%	13,634
6/30/2010	4,999,407	104.2%	(198,038)
6/30/2011	8,468,994	95.7%	167,764

Funded Status and Funding Progress

As of the December 31, 2010 report, the most recent actuarial valuation date, the Plan was partially funded \$3,263,218 or 3.9%. The actuarial accrued liability for benefits was \$83,863,536 and the unfunded actuarial accrued liability (UAAL) was \$80,600,318. The covered payroll (annual payroll of active employees covered by the Plan) was

\$136,912,251, and the ratio of the UAAL to the covered payroll was 58.9%. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and health care trends. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectation and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

In the December 31, 2010 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 7.25% investment rate of return which is the expected long-term investment return on the Trust assets calculated based on the funded level of the Plan at the valuation date, and an annual medical cost trend increase of 10.50% to 5.00% annually. Both rates included a 3.00% inflation assumption. The actuarial value of assets, if any, was determined using a market valuation. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2010, was 30 years.

H. Deferred Compensation

The City offers all of its employees a Deferred Compensation Plan (Plan) in accordance with Internal Revenue Code Section 457 and 401. The Plan, available to permanent City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The City has complied with changes in laws which govern the City's Plan, requiring all assets of the Plan to be held in trust, custodial accounts or into annuity contracts for the exclusive benefit of participants and their beneficiaries. Effective January 1, 1999, the City entered in a trust arrangement and is also holding annuity contracts in compliance with GASB Statement No. 32, *Accounting and Financial Reporting for Internal Code Section 457 Deferred Compensation Plans*. All transactions are administered by third party administrators and accordingly, Plan assets are not included in the City's financial statements.

The City contributes 3% of salary, less FICA, if applicable, to the 457 Plan for participating full time employees. The City contributes an additional 2% of salary, less FICA, if applicable, for those engaged in firefighting, if firefighters choose to defer at least 2% of their salary, as well. Those employees engaged in law enforcement may participate in the 457 Plan, however, no City contributions are made on their behalf, but instead, the City contributes 5% of salary to the 401 (k) Defined Contribution Pension Plan. All employees may defer amounts up to the maximum allowed by the Internal Revenue Service each year. The employee receives credit for his contribution as well as the City's, and benefits are based on the total assets owned in the employee's individual accounts. The fair market value of the deferred compensation accounts of employees through the year ended June 30, 2011 was \$81,158,164.

I. Pension Plan Obligations

1. Local Governmental Employee's Retirement System

a. Plan Description

All permanent full-time City of Greensboro employees participate in the statewide Local Governmental Employee's Retirement System (System), a multiple-employer, cost-sharing, defined benefit pension plan, administered by the State of North Carolina.

The City's payroll for employees covered by the System for the Fiscal Year ended June 30, 2011 was \$138,769,532 and the City's total payroll was \$149,281,663.

All employees may retire with unreduced retirement benefits after 30 years of creditable service, at age 60 with 25 years of creditable service, or at age 65 with 5 years of creditable service. Law enforcement officers may retire at age 55 with 5 years of creditable service. Employees retiring under one of the above conditions are entitled to annual retirement benefits, payable monthly for life, equal to 1.85% of their average final compensation times years of creditable service, including sick leave. Average final compensation is defined as the average of an employee's salary during the employee's highest 48 consecutive months of income. Benefits fully vest on reaching 5 years of service. The retirement system also provides death and disability benefits. Employees qualify for a vested deferred benefit after one year (death) and five years (disability) of creditable service. Article 3 of G. S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

Employees may retire with reduced benefits under the following conditions: law enforcements officers who have reached age 50 with 15 years of creditable service as an officer, or firefighters who have reached age 55 with 5 years of creditable service, or employees not engaged in public safety who have reached age 50 with 20 years of creditable service or age 60 with 5 years of creditable service.

b. Funding Policy

Covered employees are required by State statute to contribute 6% of their salary to the System. The City is required by State statute to contribute the remaining amounts necessary to pay benefits when due. The actuarially determined contribution requirements of the City for the years ended June 30, 2011, 2010, and 2009 were \$6,775,252, \$5,191,463, and \$5,176,302, respectively. The contribution made by the City equaled 100% of the required contributions in each of the past three years. The City's current required contributions for employees not engaged in law enforcement and for law enforcement officers represented 6.44% and 6.42% of covered payroll, respectively.

The System also provides retirement benefits to permanent Greensboro ABC Board employees. Covered employees contribute 6% of their individual salaries. The Board's mandatory contribution was 6.5% as of June 30, 2011, increased from 4.9%. The Board contributions to the System for the years ended June 30, 2011, 2010 and 2009 were \$409,131, \$380,988, and \$383,908, respectively, or 100% of the required contribution in each of the past three years.

The System has no unfunded accrued pension liability as of June 30, 2011. The contribution requirements of employees and of the City and the ABC Board are established by and may be amended by the North Carolina General Assembly.

The System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Office of the State Controller, 3512 Bush Street, Raleigh, North Carolina 27609.

2. Law Enforcement Officers Special Separation Allowance

a. Plan Description

The City is the administrator of a single-employer, defined benefit, retirement system (System) established by the City to provide special separation benefits to its law enforcement officers, as required by state law. The payroll for employees covered by the System for the Fiscal Year ended June 30, 2011 was \$33,563,437. The City's total payroll was \$149,281,663.

All full-time City law enforcement officers are covered by the System. At December 31, 2009, the date of the latest actuarial valuation, the System's membership consisted of:

Retirees currently receiving benefits	121
Active plan members	651
Total	<u>772</u>

The System provides separation benefits to all full-time City law enforcement officers who meet the following requirements:

- (1) Have (i) completed 30 or more years of creditable service or, (ii) attained 55 years of age and completed 5 or more years of creditable service; and
- (2) Have not attained 62 years of age; and
- (3) Have completed at least 5 years of continuous service as a law enforcement officer immediately preceding a service retirement

The qualified law enforcement officers are entitled to an annual retirement benefit of 0.85% of the annual equivalent of the base rate of compensation most recently applicable to the covered employee for each year of creditable service. The retirement benefits are paid semi-monthly in equal installments. Payments to retired officers cease at their death or on the last day of the month in which the officer attains 62 years of age or upon the first day of reemployment by any State department, agency, or institution.

Article 12D of G. S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

b. Summary of Significant Accounting Policies

Basis of Accounting – Financial transactions for the System are recorded using the accrual basis of accounting and are reflected as a Pension Trust Fund in the City’s financial statements. The System is not included in the report of another entity and a stand-alone financial statement is not issued. Employer contributions to the plan are recognized when due and when the City has made a formal commitment to provide the contributions. Benefits are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Short-term obligations with a maturity of less than one year at acquisition are reported at amortized cost. Certain longer-term United States Government and United States Agency securities are valued at the last reported sales price. Investment balances are concentrated in federal agencies as follows:

<u>Agency</u>	<u>% of Plan Net Assets</u>
Federal National Mortgage Association	45.40%
Federal Home Loan Bank	17.12
Federal Home Loan Mortgage Corporation	26.72
Federal Farm Credit Bank	10.76

c. Contributions

The City is required by Article 12D of G. S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits earned by making contributions based on actuarial valuations. For the current year, the City contributed \$2,120,613 or 6.32% of annual covered payroll. Current contributions equaled 142% of the actuarially required amounts in Fiscal Year 2010-11. There were no contributions made by employees. The City’s obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the System are financed through investment earnings.

The annual required contribution for the current year was determined as part of the December 31, 2009 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions include (a) 6.0% investment rate of return and (b) projected salary increase of 4.0%. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include post-retirement benefit increases. The actuarial value of assets was determined using the market value of investments. The remaining amortization period at December 31, 2009 was 21 years.

Fiscal Year <u>Ending</u>	Annual Pension <u>Cost (APC)</u>	Percentage of <u>APC Contributed</u>	Net Pension <u>Asset</u>
6/30/2009	\$ 1,385,522	143.58	\$ (3,586,884)
6/30/2010	1,507,067	137.75	(4,155,772)
6/30/2011	1,478,685	143.41	(4,797,700)

The City's annual pension cost and net pension obligation to the System for the current year were as follows:

Annual Required Contribution	\$ 1,490,198
Interest on Net Pension Obligation	(249,346)
Adjustment to Annual Required Contribution	237,833
Annual Pension Cost	<u>1,478,685</u>
Contributions Made	<u>(2,120,613)</u>
Decrease in Net Pension Obligation	(641,928)
Net Pension Asset-Beginning of Year	(4,155,772)
Net Pension Asset-End of Year	<u><u>\$ (4,797,700)</u></u>

d. Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and the unfunded actuarial accrued liability (UAAL) was \$21,154,975 and \$15,225,808, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$32,888,679, and the ratio of the UAAL to the covered payroll was 46.29 percent.

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

e. Actuarial Methods and Assumptions

The annual required contribution (ARC) for the fiscal year ended June 30, 2012 is calculated as of December 31, 2010. In the December 31, 2009 actuarial valuation used to calculate the FY2011 contribution, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 6.0% investment rate of return, projected salary increases at 4.0% and a 3.75% inflation component. The actuarial value of assets was determined using a market valuation. The UAAL is being amortized on a level dollar, closed basis. The remaining amortization period at December 31, 2010 was 20 years.

3. Supplemental Retirement Income Plan For Law Enforcement Officers

All law enforcement officers employed by the City participate in the State of North Carolina Supplemental Retirement Income Plan, a 401(k) defined contribution pension plan, administered by the Department of State Treasurer and a Board of Trustees. Participation begins on the first day of the quarter upon reaching sworn status. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Article 5 of G. S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Article 12E of G. S. Chapter 143 requires that the City contribute each month an amount equal to 5% of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. The City's contributions for the year ended June 30, 2011 were calculated using a covered payroll (base salary) in the amount of \$31,642,974. The City's total payroll was \$149,281,663. Total contributions were \$3,626,454, which consisted of \$1,582,149 from the City and \$2,044,305 from the law enforcement officers. The City's required contributions and the officer's voluntary contributions represented 5.0% and 6.5% of the covered payroll amount, respectively. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Schedule of Funding Progress

Law Enforcement Officers' Special Separation Allowance
 Required Supplementary Information
 Years Ended December 31, 2001 - 2010

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Projected Unit Credit (b)	Funded Ratio (a) / (b)	Unfunded Actuarial Accrued Liability (b) - (a)	Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (b - a) / c)
12/31/01	\$3,980,402	\$14,890,819	26.7%	\$10,910,417	\$22,633,569	48.2%
12/31/02	4,428,099	15,831,856	28.0	11,403,757	23,199,431	49.2
12/31/03	4,411,127	16,260,001	27.1	11,848,874	24,027,245	49.3
12/31/04	4,465,487	18,772,248	23.8	14,306,761	25,053,871	57.1
12/31/05	4,663,140	15,975,035	29.2	11,311,895	27,006,927	41.9
12/31/06	4,928,994	17,108,957	28.8	12,179,963	28,904,571	42.1
12/31/07	5,303,623	19,222,221	27.6	13,918,598	30,409,922	45.8
12/31/08	5,508,789	20,246,141	27.2	14,737,352	32,424,296	45.5
12/31/09	5,711,795	20,222,331	28.2	14,510,536	33,925,054	42.8
12/31/10	5,929,167	21,154,975	28.0	15,225,808	32,888,679	46.3

Analysis of the dollar amounts of plan net assets, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing plan net assets as a percentage of the actuarial accrued liability provides one indication if PERS funding status is a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the PERS. Trends in the unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of PERS progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the PERS.

Schedule of Employer Contributions

Law Enforcement Officers' Special Separation Allowance

Required Supplementary Information

Fiscal Years Ended June 30, 2002 - 2011

Year Ended 6/30	Annual Required Contribution	Percentage Contributed
2002	\$ 1,233,895	122.5%
2003	1,258,964	121.7
2004	1,099,000	143.1
2005	1,343,829	124.3
2006 (2)	1,727,550	103.0
2007	1,391,963	131.1
2008	1,513,009	125.6
2009	1,419,418	140.1
2010	1,524,588	136.2
2011	1,490,198	142.3

Notes to the Required Schedules:

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation Date	12/31/2009
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar Closed
Remaining Amortization Period	21 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return (1)	6.0%
Projected Salary Increases (1)	4.0%

(1) Includes inflation at 3.75%
Cost of Living Adjustments None

(2) The active service and mortality tables and assumed rates of salary were revised to reflect the results of the most recent study of the experience under the program.

Schedule of Funding Progress

Other Post Employment Benefit Plan
 Required Supplementary Information
 Years Ended December 31, 2010

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Projected Unit Credit (b)	Funded Ratio (a) / (b)	Unfunded Actuarial Accrued Liability (b) - (a)	Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (b - a) / c)
12/31/05	\$ -	\$44,832,743	0%	\$44,832,743	\$118,928,047	37.7%
12/31/07	1,040,448	57,187,696	1.8	56,147,248	132,329,610	42.4
12/31/10	3,263,218	83,863,536	3.9	80,600,318	136,912,251	58.9

Analysis of the dollar amounts of Plan net assets, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing Plan net assets as a percentage of the actuarial accrued liability provides one indication if funding status is a going-concern basis. Analysis of this percentage over time indicates whether the Plan is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Plan. Trends in the unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of Plan progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the Plan.

Schedule of Employer Contributions

Other Post Employment Benefit Plan
 Required Supplementary Information
 Year Ended June 30, 2011

<u>Year Ended 6/30</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2008	\$ 3,554,069	100.0%
2009	4,999,407	99.7
2010	4,999,407	104.2
2011	8,472,184	95.6

Notes to the Required Schedules:

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation Date	12/31/2010
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level percent of pay, closed
Remaining Amortization Period	30 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return (1)	7.25%
Medical Cost Trend Rate	10.50% - 5.0%
Year of Ultimate Trend Rate	2018

(1) Includes inflation at: 3.00%

COMBINING BALANCE SHEET
 Nonmajor Governmental Funds
 June 30, 2011

ASSETS	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Cash and Cash Equivalents/Investments	\$ 6,067,945	\$ 1,225,402	\$	\$ 7,293,347
Receivables:				
Taxes	15,196			15,196
Accounts, Notes and Mortgages	23,410,248			23,410,248
Assessments	57,671			57,671
Intergovernmental	5,239,615			5,239,615
Internal Receivables	2,135,500			2,135,500
Assets Held for Resale	95,179			95,179
Restricted Assets:				
Cash and Cash Equivalents/Investments		44,956,613	2,178,024	47,134,637
Receivables:				
Accounts, Notes and Mortgages	10,000	171,746		181,746
Total Assets	<u>\$ 37,031,354</u>	<u>\$ 46,353,761</u>	<u>\$ 2,178,024</u>	<u>\$ 85,563,139</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 209,520	\$ 179,958	\$	\$ 209,520
Contracts/Retainage Payable	1,215,562	179,958		1,395,520
Internal Payable	2,317,500			2,317,500
Miscellaneous	408,664			408,664
Deferred Revenues	24,507,214			24,507,214
Liabilities Payable from Restricted Assets:				
Accounts Payable		228,836		228,836
Contracts/Retainage Payable		1,747,984		1,747,984
Deferred Revenues		171,585		171,585
Total Liabilities	<u>28,658,460</u>	<u>2,328,363</u>		<u>30,986,823</u>
Fund Balances:				
Non-Spendable:				
Perpetual Maintenance			2,178,024	2,178,024
Assets Held for Resale	95,179			95,179
Total Non-Spendable Fund Balance	<u>95,179</u>		<u>2,178,024</u>	<u>2,273,203</u>
Restricted:				
Stabilization by State Statute	8,377,889			8,377,889
Debt Covenants		39,808,820		39,808,820
Grantor Requirements:				
Highway Improvements	169,634	3,398,634		3,568,268
Total Restricted Fund Balance	<u>8,547,523</u>	<u>43,207,454</u>		<u>51,754,977</u>
Committed:				
For Special Tax Districts	1,158,671			1,158,671
For Housing and Community Development	473,552			473,552
For Agreement with Schools - Red Light Camera Fines	1,224,450			1,224,450
Total Committed Fund Balance	<u>2,856,673</u>			<u>2,856,673</u>
Assigned:				
Appropriated for Subsequent Year's Expenditures	1,693,412			1,693,412
For Capital Projects		1,045,444		1,045,444
Total Assigned Fund Balance	<u>1,693,412</u>	<u>1,045,444</u>		<u>2,738,856</u>
Unassigned	(4,819,893)	(227,500)		(5,047,393)
Total Fund Balances	<u>8,372,894</u>	<u>44,025,398</u>	<u>2,178,024</u>	<u>54,576,316</u>
Total Liabilities and Fund Balances	<u>\$ 37,031,354</u>	<u>\$ 46,353,761</u>	<u>\$ 2,178,024</u>	<u>\$ 85,563,139</u>

COMBINING BALANCE SHEET

Nonmajor Special Revenue Funds
June 30, 2011

ASSETS	STREET AND SIDEWALK REVOLVING	STATE HIGHWAY ALLOCATION	CEMETERY	HOTEL/MOTEL OCCUPANCY TAX
Cash and Cash Equivalents/Investments	\$ 1,514,035	\$ 169,634	\$ 50,187	\$ 206,300
Receivables:				
Taxes				
Accounts, Notes and Mortgages			11,505	
Assessments	40,168	17,503		
Intergovernmental	1,123		5,443	218,947
Internal Receivables	885,720			
Assets Held for Resale	95,179			
Restricted Assets:				
Receivables:				
Accounts, Notes and Mortgages				
Total Assets	<u>\$ 2,536,225</u>	<u>\$ 187,137</u>	<u>\$ 67,135</u>	<u>\$ 425,247</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$	\$	\$	\$
Contracts/Retainage Payable				
Internal Payable				
Miscellaneous	1,693			
Deferred Revenues	163,869	17,503	6,505	
Total Liabilities	<u>165,562</u>	<u>17,503</u>	<u>6,505</u>	
Fund Balances:				
Non-Spendable:				
Assets Held for Resale	95,179			
Restricted:				
Stabilization by State Statute	886,843		12,492	218,947
Grantor Requirements:				
Highway Improvements		169,634		
Total Restricted Fund Balance	<u>886,843</u>	<u>169,634</u>	<u>12,492</u>	<u>218,947</u>
Committed:				
For Special Tax Districts				
For Housing and Community Development				
For Agreement with Schools - Red Light Camera Fines	1,224,450			
Total Committed Fund Balance	<u>1,224,450</u>			
Assigned:				
Appropriated for Subsequent Year's Expenditures	164,191		47,969	206,300
Unassigned			169	
Total Fund Balances	<u>2,370,663</u>	<u>169,634</u>	<u>60,630</u>	<u>425,247</u>
Total Liabilities and Fund Balances	<u>\$ 2,536,225</u>	<u>\$ 187,137</u>	<u>\$ 67,135</u>	<u>\$ 425,247</u>

<u>SPECIAL TAX DISTRICTS</u>	<u>HOUSING PARTNERSHIP REVOLVING</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>HOME PROGRAM</u>	<u>HOPE VI</u>	<u>WORKFORCE INVESTMENT ACT</u>	<u>SOUTH ELM STREET REDEVELOPMENT</u>
\$ 1,356,475	\$ 1,261,251	\$ 955	\$ 30,252	\$ -	\$ 2,356	\$ 508
15,196	11,322,704	4,705,004	6,546,168			
33,784	32,602	286,796	187,853		189,130	145,519
	1,249,780					
<u>\$ 1,405,455</u>	<u>\$ 13,866,337</u>	<u>\$ 4,992,755</u>	<u>\$ 6,764,273</u>	<u>\$ -</u>	<u>\$ 191,486</u>	<u>\$ 146,027</u>
\$	\$	\$	\$	\$	\$	\$
	15,359	3,325	50,897		1,990	
		683,500	8,173		182,000	110,000
	341,741	60,755				
15,196	11,322,704	4,672,891	6,546,168			
15,196	11,679,804	5,420,471	6,605,238		183,990	110,000
50,588	1,404,324	318,909	187,853		189,130	145,519
50,588	1,404,324	318,909	187,853		189,130	145,519
1,158,671	473,552					
1,158,671	473,552					
181,000	308,657					
		(746,625)	(28,818)		(181,634)	(109,492)
1,390,259	2,186,533	(427,716)	159,035		7,496	36,027
<u>\$ 1,405,455</u>	<u>\$ 13,866,337</u>	<u>\$ 4,992,755</u>	<u>\$ 6,764,273</u>	<u>\$ -</u>	<u>\$ 191,486</u>	<u>\$ 146,027</u>

COMBINING BALANCE SHEET (continued)

Nonmajor Special Revenue Funds
June 30, 2011

ASSETS	STATE AND FEDERAL GRANTS	STATE AND FEDERAL GRANTS (ARRA)	EMERGENCY TELEPHONE SYSTEM	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
Cash and Cash Equivalents/Investments	\$ 658,390	\$ 682	\$ 816,920	\$ 6,067,945
Receivables:				
Taxes				15,196
Accounts, Notes and Mortgages	824,867			23,410,248
Assessments				57,671
Intergovernmental	948,424	3,062,370	127,624	5,239,615
Internal Receivables				2,135,500
Assets Held for Resale				95,179
Restricted Assets:				
Receivables:				
Accounts, Notes and Mortgages	10,000			10,000
Total Assets	<u>\$ 2,441,681</u>	<u>\$ 3,063,052</u>	<u>\$ 944,544</u>	<u>\$ 37,031,354</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 55,247	\$ 71,751	\$ 31,625	\$ 209,520
Contracts/Retainage Payable	555,826	630,889		1,215,562
Internal Payable		1,342,000		2,317,500
Miscellaneous	4,475			408,664
Deferred Revenues	1,762,378			24,507,214
Total Liabilities	<u>2,377,926</u>	<u>2,044,640</u>	<u>31,625</u>	<u>28,658,460</u>
Fund Balances:				
Non-Spendable:				
Assets Held for Resale				95,179
Restricted:				
Stabilization by State Statute	1,773,290	3,062,370	127,624	8,377,889
Grantor Requirements:				
Highway Improvements				169,634
Total Restricted Fund Balance	<u>1,773,290</u>	<u>3,062,370</u>	<u>127,624</u>	<u>8,547,523</u>
Committed:				
For Special Tax Districts				1,158,671
For Housing and Community Development				473,552
For Agreement with Schools - Red Light Camera Fines				1,224,450
Total Committed Fund Balance				<u>2,856,673</u>
Assigned:				
Appropriated for Subsequent Year's Expenditures			785,295	1,693,412
Unassigned	(1,709,535)	(2,043,958)		(4,819,893)
Total Fund Balances	<u>63,755</u>	<u>1,018,412</u>	<u>912,919</u>	<u>8,372,894</u>
Total Liabilities and Fund Balances	<u>\$ 2,441,681</u>	<u>\$ 3,063,052</u>	<u>\$ 944,544</u>	<u>\$ 37,031,354</u>

COMBINING BALANCE SHEET

Nonmajor Capital Projects Funds

June 30, 2011

ASSETS	STREET AND SIDEWALK	STATE HIGHWAY ALLOCATION	GENERAL CAPITAL IMPROVEMENTS	PUBLIC IMPROVEMENTS SERIES 1990, 1992 1994 and 1998
Cash and Cash Equivalents/Investments	\$ 549,895	\$	\$ 675,507	\$
Restricted Assets:				
Cash and Cash Equivalents/Investments		3,451,740		
Receivables:				
Accounts, Notes and Mortgages				
Total Assets	<u>\$ 549,895</u>	<u>\$ 3,451,740</u>	<u>\$ 675,507</u>	<u>\$</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts/Retainage Payable	\$ 179,958	\$	\$	\$
Liabilities Payable from Restricted Assets:				
Accounts Payable				
Contracts/Retainage Payable		53,106		
Deferred Revenue				
Total Liabilities Payable from Restricted Assets		<u>53,106</u>		
Total Liabilities	<u>179,958</u>	<u>53,106</u>		
Fund Balances:				
Restricted:				
Debt Covenants				
Grantor Requirements:				
Highway Improvements		3,398,634		
Total Restricted Fund Balance		<u>3,398,634</u>		
Assigned:				
For Capital Projects	<u>369,937</u>		<u>675,507</u>	
Unassigned				
Total Fund Balances	<u>369,937</u>	<u>3,398,634</u>	<u>675,507</u>	
Total Liabilities and Fund Balances	<u>\$ 549,895</u>	<u>\$ 3,451,740</u>	<u>\$ 675,507</u>	<u>\$</u>

<u>PUBLIC IMPROVEMENT SERIES 1998A</u>	<u>STREET IMPROVEMENT SERIES 2003, 2006 and 2008</u>	<u>PUBLIC TRANSPORTATION SERIES 2003, 2005A and 2008</u>	<u>PARKS & RECREATION SERIES 2003, 2005A & 2006A</u>	<u>LAW ENFORCEMENT BOND SERIES 2003</u>	<u>NEIGHBORHOOD REDEVELOPMENT SERIES 2005 and 2006A</u>
\$	\$	\$	\$	\$	\$
	22,035,738	521,486	5,494,491		949,136
					171,746
<u>\$</u>	<u>\$ 22,035,738</u>	<u>\$ 521,486</u>	<u>\$ 5,494,491</u>	<u>\$</u>	<u>\$ 1,120,882</u>
\$	\$	\$	\$	\$	\$
	1,336				
	1,189,299	543	262,185		171,585
	1,190,635	543	262,185		171,585
	1,190,635	543	262,185		171,585
	20,845,103	520,943	5,232,306		949,297
	20,845,103	520,943	5,232,306		949,297
	20,845,103	520,943	5,232,306		949,297
<u>\$</u>	<u>\$ 22,035,738</u>	<u>\$ 521,486</u>	<u>\$ 5,494,491</u>	<u>\$</u>	<u>\$ 1,120,882</u>

COMBINING BALANCE SHEET (continued)

Nonmajor Capital Projects Funds
June 30, 2011

ASSETS	<u>LIBRARY FACILITIES SERIES 2008</u>	<u>HISTORICAL MUSEUM SERIES 2008</u>	<u>ECONOMIC DEVELOPMENT SERIES 2008</u>	<u>FIRE STATION SERIES 2008</u>
Cash and Cash Equivalents/Investments	\$	\$	\$	\$
Restricted Assets:				
Cash and Cash Equivalents/Investments	886,838	1,313,256	4,456,097	1,185,974
Receivables:				
Accounts, Notes and Mortgages				
Total Assets	<u>\$ 886,838</u>	<u>\$ 1,313,256</u>	<u>\$ 4,456,097</u>	<u>\$ 1,185,974</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts/Retainage Payable	\$	\$	\$	\$
Liabilities Payable from Restricted Assets:				
Accounts Payable				
Contracts/Retainage Payable	58,271			173,788
Deferred Revenues				
Total Liabilities Payable from Restricted Assets	<u>58,271</u>			<u>173,788</u>
Total Liabilities	<u>58,271</u>			<u>173,788</u>
Fund Balances:				
Restricted:				
Debt Covenants	828,567	1,313,256	4,456,097	1,012,186
Grantor Requirements:				
Highway Improvements				
Total Restricted Fund Balance	<u>828,567</u>	<u>1,313,256</u>	<u>4,456,097</u>	<u>1,012,186</u>
Assigned:				
For Capital Projects				
Unassigned				
Total Fund Balances	<u>828,567</u>	<u>1,313,256</u>	<u>4,456,097</u>	<u>1,012,186</u>
Total Liabilities and Fund Balances	<u>\$ 886,838</u>	<u>\$ 1,313,256</u>	<u>\$ 4,456,097</u>	<u>\$ 1,185,974</u>

<u>PUBLIC BUILDINGS SERIES 2008</u>	<u>WAR MEMORIAL STADIUM SERIES 2008</u>	<u>STREET IMPROVEMENTS SERIES 2010</u>	<u>PARKS AND RECREATION SERIES 2010</u>	<u>NATURAL SCIENCE CENTER SERIES 2010</u>	<u>TOTAL NONMAJOR CAPITAL PROJECTS FUNDS</u>
\$	\$	\$	\$	\$	\$ 1,225,402
83,180	1,535,410	2,394,478	648,789		44,956,613
					171,746
<u>\$ 83,180</u>	<u>\$ 1,535,410</u>	<u>\$ 2,394,478</u>	<u>\$ 648,789</u>	<u>\$</u>	<u>\$ 46,353,761</u>
\$	\$	\$	\$	\$	\$ 179,958
		199	10,593	227,500	228,836
					1,747,984
					171,585
		199	10,593	227,500	2,148,405
		199	10,593	227,500	2,328,363
83,180	1,535,410	2,394,279	638,196		39,808,820
					3,398,634
<u>83,180</u>	<u>1,535,410</u>	<u>2,394,279</u>	<u>638,196</u>	<u></u>	<u>43,207,454</u>
					1,045,444
				(227,500)	(227,500)
83,180	1,535,410	2,394,279	638,196	(227,500)	44,025,398
<u>\$ 83,180</u>	<u>\$ 1,535,410</u>	<u>\$ 2,394,478</u>	<u>\$ 648,789</u>	<u>\$</u>	<u>\$ 46,353,761</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2011

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 5,283,304	\$	\$	\$ 5,283,304
Assessments	141,068			141,068
Intergovernmental	28,818,538	664,619		29,483,157
Charges for Current Services	2,226,255			2,226,255
Investment Income	181,408	6,260		187,668
Miscellaneous	678,057	63,839		741,896
Total Revenues	<u>37,328,630</u>	<u>734,718</u>		<u>38,063,348</u>
Expenditures:				
Current:				
General Government		1,407,858		1,407,858
Public Safety	5,429,615	3,747,659		9,177,274
Transportation	6,458,256	591,914		7,050,170
Engineering and Building Maintenance	562,945	6,497,679		7,060,624
Field Operations		2,411		2,411
Culture and Recreation	3,201,942	6,175,995		9,377,937
Community Development and Housing	11,130,524	254,281		11,384,805
Economic Opportunity	3,685,003			3,685,003
Debt Service:				
Principal Retirement	2,870,000			2,870,000
Interest	34,665			34,665
Fees and Other	122,611			122,611
Total Expenditures	<u>33,495,561</u>	<u>18,677,797</u>		<u>52,173,358</u>
Excess of Revenues Over (Under) Expenditures	<u>3,833,069</u>	<u>(17,943,079)</u>		<u>(14,110,010)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued		34,000,000		34,000,000
Federal Loan Program	378,000			378,000
Premium on Debt		(120,519)		(120,519)
Transfers In	1,399,695	1,564,020	25,833	2,989,548
BAN Retirement		(3,745,000)		(3,745,000)
Transfers Out	(6,742,915)	(1,234,621)		(7,977,536)
Total Other Financing Sources (Uses)	<u>(4,965,220)</u>	<u>30,463,880</u>	<u>25,833</u>	<u>25,524,493</u>
Net Change in Fund Balances	<u>(1,132,151)</u>	<u>12,520,801</u>	<u>25,833</u>	<u>11,414,483</u>
Fund Balances - July 1	12,691,044	31,504,597	2,152,191	46,347,832
Prior Period Adjustment	(3,185,999)			(3,185,999)
Fund Balances - July 1, (restated)	<u>9,505,045</u>	<u>31,504,597</u>	<u>2,152,191</u>	<u>43,161,833</u>
Fund Balances - June 30	<u>\$ 8,372,894</u>	<u>\$ 44,025,398</u>	<u>\$ 2,178,024</u>	<u>\$ 54,576,316</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	<u>STREET AND SIDEWALK REVOLVING</u>	<u>STATE HIGHWAY ALLOCATION</u>	<u>CEMETERY</u>	<u>HOTEL/MOTEL OCCUPANCY TAX</u>
Revenues:				
Taxes	\$	\$	\$	\$ 2,838,994
Assessments	7,967	5,413		
Intergovernmental		6,814,530		
Charges for Current Services			318,998	
Investment Income	25,122	65,426	21,913	
Miscellaneous	18,000		87	400,000
Total Revenues	<u>51,089</u>	<u>6,885,369</u>	<u>340,998</u>	<u>3,238,994</u>
Expenditures:				
Current:				
Public Safety				
Transportation	796,221	44		
Engineering				
Culture and Recreation			788,652	211,504
Community Development and Housing				
Economic Opportunity				
Debt Service:				
Principal Retirement				2,870,000
Interest				34,665
Fees and Other				122,611
Total Expenditures	<u>796,221</u>	<u>44</u>	<u>788,652</u>	<u>3,238,780</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(745,132)</u>	<u>6,885,325</u>	<u>(447,654)</u>	<u>214</u>
Other Financing Sources (Uses):				
Transfers In			299,224	
Transfers Out		(6,717,082)	(25,833)	
Debt Issuances:				
Federal Loan Program				
Total Other Financing Sources (Uses)		<u>(6,717,082)</u>	<u>273,391</u>	
Net Change in Fund Balances	<u>(745,132)</u>	<u>168,243</u>	<u>(174,263)</u>	<u>214</u>
Fund Balances - July 1	3,115,795	1,391	234,893	425,033
Prior Period Adjustment				
Fund Balances - July 1, (restated)	<u>3,115,795</u>	<u>1,391</u>	<u>234,893</u>	<u>425,033</u>
Fund Balances - June 30	<u>\$ 2,370,663</u>	<u>\$ 169,634</u>	<u>\$ 60,630</u>	<u>\$ 425,247</u>

<u>SPECIAL TAX DISTRICTS</u>	<u>HOUSING PARTNERSHIP REVOLVING</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>HOME PROGRAM</u>	<u>HOPE VI</u>	<u>WORKFORCE INVESTMENT ACT</u>	<u>SOUTH ELM STREET REDEVELOPMENT</u>
\$ 752,733	\$ 1,691,577 127,688	\$	\$	\$	\$	\$
	305,298	2,375,707	884,147		3,626,346	173,519
16,300	17,864	189,813	22,762		3,166	957
	6,053		150,024	14,610		10,331
<u>769,033</u>	<u>2,148,480</u>	<u>2,565,520</u>	<u>1,056,933</u>	<u>14,610</u>	<u>3,629,512</u>	<u>184,807</u>
932,784	1,769,983	2,556,274	1,109,401	1,602	3,685,003	358,050
<u>932,784</u>	<u>1,769,983</u>	<u>2,556,274</u>	<u>1,109,401</u>	<u>1,602</u>	<u>3,685,003</u>	<u>358,050</u>
(163,751)	378,497	9,246	(52,468)	13,008	(55,491)	(173,243)
	122,142					378,000
	122,142					378,000
<u>(163,751)</u>	<u>500,639</u>	<u>9,246</u>	<u>(52,468)</u>	<u>13,008</u>	<u>(55,491)</u>	<u>204,757</u>
1,554,010	4,871,893	(436,962)	211,503	(13,008)	62,987	(168,730)
<u>1,554,010</u>	<u>(3,185,999)</u>	<u>(436,962)</u>	<u>211,503</u>	<u>(13,008)</u>	<u>62,987</u>	<u>(168,730)</u>
	1,685,894					
<u>\$ 1,390,259</u>	<u>\$ 2,186,533</u>	<u>\$ (427,716)</u>	<u>\$ 159,035</u>	<u>\$</u>	<u>\$ 7,496</u>	<u>\$ 36,027</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

(continued)	STATE AND FEDERAL GRANTS	STATE AND FEDERAL GRANTS (ARRA)	EMERGENCY TELEPHONE SYSTEM	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
Revenues:				
Taxes	\$	\$	\$	\$ 5,283,304
Assessments				141,068
Intergovernmental	8,586,380	6,357,909		28,818,538
Charges for Current Services			1,412,146	2,226,255
Investment Income			7,898	181,408
Miscellaneous	26,093	52,647	212	678,057
Total Revenues	8,612,473	6,410,556	1,420,256	37,328,630
Expenditures:				
Current:				
Public Safety	3,227,966	453,225	1,748,424	5,429,615
Transportation	2,828,313	2,833,678		6,458,256
Engineering	562,945			562,945
Culture and Recreation	2,174,512	27,274		3,201,942
Community Development and Housing	878,620	3,523,810		11,130,524
Economic Opportunity				3,685,003
Debt Service:				
Principal Retirement				2,870,000
Interest				34,665
Fees and Other				122,611
Total Expenditures	9,672,356	6,837,987	1,748,424	33,495,561
Excess of Revenues Over (Under)				
Expenditures	(1,059,883)	(427,431)	(328,168)	3,833,069
Other Financing Sources (Uses):				
Transfers In	445,203	533,126		1,399,695
Transfers Out				(6,742,915)
Debt Issuances:				
Federal Loan Program				378,000
Total Other Financing Sources (Uses)	445,203	533,126		(4,965,220)
Net Change in Fund Balances	(614,680)	105,695	(328,168)	(1,132,151)
Fund Balances - July 1	678,435	912,717	1,241,087	12,691,044
Prior Period Adjustment				(3,185,999)
Fund Balances - July 1, (restated)	678,435	912,717	1,241,087	9,505,045
Fund Balances - June 30	\$ 63,755	\$ 1,018,412	\$ 912,919	\$ 8,372,894

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2011

	<u>STREET AND SIDEWALK</u>	<u>STATE HIGHWAY ALLOCATION</u>	<u>GENERAL CAPITAL IMPROVEMENTS</u>	<u>PUBLIC IMPROVEMENT SERIES 1990, 1992 1994 and 1998</u>
Revenues:				
Intergovernmental	\$ 332,343	\$	\$	\$
Investment Income			6,260	
Miscellaneous	<u>143,040</u>			
Total Revenues	<u>475,383</u>		<u>6,260</u>	
Expenditures:				
Current:				
General Government				27,901
Public Safety				
Transportation	152,007	72,745		
Engineering				
Field Operations		2,411		
Culture and Recreation			198,239	
Community Development and Housing				
Total Expenditures	<u>152,007</u>	<u>75,156</u>	<u>198,239</u>	<u>27,901</u>
Excess of Revenues Over (Under)				
Expenditures	<u>323,376</u>	<u>(75,156)</u>	<u>(191,979)</u>	<u>(27,901)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued				
Premium on Debt				
Transfers In	83,638	971,082	125,000	
BAN Retirement				
Transfers Out	<u>(401,000)</u>			
Total Other Financing Sources (Uses)	<u>(317,362)</u>	<u>971,082</u>	<u>125,000</u>	
Net Change in Fund Balances	6,014	895,926	(66,979)	(27,901)
Fund Balances - July 1	<u>363,923</u>	<u>2,502,708</u>	<u>742,486</u>	<u>27,901</u>
Fund Balances - June 30	<u>\$ 369,937</u>	<u>\$ 3,398,634</u>	<u>\$ 675,507</u>	<u>\$</u>

PUBLIC IMPROVEMENT SERIES 1998A	STREET IMPROVEMENTS SERIES 2003, 2006 and 2008	PUBLIC TRANSPORTATION SERIES 2003, 2005A and 2008	PARKS & RECREATION SERIES 2003, 2005A and 2006A	LAW ENFORCEMENT BOND SERIES 2003	NEIGHBORHOOD REDEVELOPMENT SERIES 2005 and 2006A
\$	\$ 332,276	\$	\$	\$	\$
	(150,000)				67,079
	182,276				67,079
	6,110				
358,069				280,896	
245,512	6,252,167	17,721			
			2,275,422		
					254,281
603,581	6,258,277	17,721	2,275,422	280,896	254,281
(603,581)	(6,076,001)	(17,721)	(2,275,422)	(280,896)	(187,202)
	15,500,000	500,000	6,600,000		1,300,000
	(53,059)	(1,312)	(22,105)		(5,061)
	384,300				
	(453,638)	(45,000)	(2,840,000)		(485,000)
			(379,983)		
	15,377,603	453,688	3,357,912		809,939
(603,581)	9,301,602	435,967	1,082,490	(280,896)	622,737
603,581	11,543,501	84,976	4,149,816	280,896	326,560
\$	\$ 20,845,103	\$ 520,943	\$ 5,232,306	\$	\$ 949,297

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2011

(continued)	<u>LIBRARY FACILITIES SERIES 2008</u>	<u>HISTORICAL MUSEUM SERIES 2008</u>	<u>ECONOMIC DEVELOPMENT SERIES 2008</u>	<u>FIRE STATION SERIES 2008</u>
Revenues:				
Intergovernmental	\$	\$	\$	\$
Investment Income				
Miscellaneous				
Total Revenues				
Expenditures:				
Current:				
General Government			1,319,176	
Public Safety				3,108,694
Transportation				
Engineering				
Field Operations				
Culture and Recreation	1,187,489	223,227		
Community Development and Housing				
Total Expenditures	<u>1,187,489</u>	<u>223,227</u>	<u>1,319,176</u>	<u>3,108,694</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(1,187,489)</u>	<u>(223,227)</u>	<u>(1,319,176)</u>	<u>(3,108,694)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	300,000		4,000,000	345,000
Premium on Debt	(7,916)	(8,745)	(3,298)	(14,889)
Transfers In				
BAN Retirement				(345,000)
Transfers Out				
Total Other Financing Sources (Uses)	<u>292,084</u>	<u>(8,745)</u>	<u>3,996,702</u>	<u>(14,889)</u>
Net Change in Fund Balances	(895,405)	(231,972)	2,677,526	(3,123,583)
Fund Balances - July 1	<u>1,723,972</u>	<u>1,545,228</u>	<u>1,778,571</u>	<u>4,135,769</u>
Fund Balances - June 30	<u>\$ 828,567</u>	<u>\$ 1,313,256</u>	<u>\$ 4,456,097</u>	<u>\$ 1,012,186</u>

<u>PUBLIC BUILDINGS SERIES 2008</u>	<u>WAR MEMORIAL STADIUM SERIES 2008</u>	<u>STREET IMPROVEMENTS SERIES 2010</u>	<u>PARKS AND RECREATION SERIES 2010</u>	<u>NATURAL SCIENCE CENTER SERIES 2010</u>	<u>TOTAL NONMAJOR CAPITAL PROJECTS FUNDS</u>
\$	\$	\$	\$	\$	\$
		3,720			664,619
		3,720			6,260
					63,839
					734,718
54,671					1,407,858
		349,441			3,747,659
	15,130		313,988	1,962,500	591,914
					6,497,679
					2,411
					6,175,995
					254,281
<u>54,671</u>	<u>15,130</u>	<u>349,441</u>	<u>313,988</u>	<u>1,962,500</u>	<u>18,677,797</u>
<u>(54,671)</u>	<u>(15,130)</u>	<u>(345,721)</u>	<u>(313,988)</u>	<u>(1,962,500)</u>	<u>(17,943,079)</u>
		2,740,000	980,000	1,735,000	34,000,000
(1,652)	(2,475)		(7)		(120,519)
			(30,000)		1,564,020
					(3,745,000)
					(1,234,621)
<u>(1,652)</u>	<u>(2,475)</u>	<u>2,740,000</u>	<u>949,993</u>	<u>1,735,000</u>	<u>30,463,880</u>
(56,323)	(17,605)	2,394,279	636,005	(227,500)	12,520,801
<u>139,503</u>	<u>1,553,015</u>		<u>2,191</u>		<u>31,504,597</u>
<u>\$ 83,180</u>	<u>\$ 1,535,410</u>	<u>\$ 2,394,279</u>	<u>\$ 638,196</u>	<u>\$ (227,500)</u>	<u>\$ 44,025,398</u>

Enterprise Funds

Schedule of Changes in Long-Term Debt and Water Resources Capital Assets
For the Fiscal Year Ended June 30, 2011

	Debt Outstanding June 30, 2010	Additions	Retirements	Debt Outstanding June 30, 2011
Water Resources:				
Revenue Bonds	\$ 264,465,000	\$	\$ 15,000,000	\$ 249,465,000
Federal Loan Obligation	1,526,421		254,402	1,272,019
Other Financing Agreements	573,188		185,113	388,075
Compensated Absences	<u>1,303,391</u>	<u>1,098,912</u>	<u>1,097,506</u>	<u>1,304,797</u>
Total Water Resources	<u>267,868,000</u>	<u>1,098,912</u>	<u>16,537,021</u>	<u>252,429,891</u>
War Memorial Coliseum:				
General Obligation Bonds		6,000,000		6,000,000
General Obligation BANS	6,000,000	6,000,000	6,000,000	6,000,000
Certificates of Participation		7,000,000		7,000,000
Other Financing Agreements	5,812,917		193,057	5,619,860
Compensated Absences	<u>331,910</u>	<u>225,973</u>	<u>195,490</u>	<u>362,393</u>
Total War Memorial Coliseum	<u>12,144,827</u>	<u>19,225,973</u>	<u>6,388,547</u>	<u>24,982,253</u>
Parking Facilities:				
Compensated Absences	<u>53,608</u>	<u>24,338</u>	<u>20,006</u>	<u>57,940</u>
Solid Waste Management:				
Special Obligation Bonds	10,825,000		1,945,000	8,880,000
Accrued Landfill Liability	22,159,625	916,409		23,076,034
Compensated Absences	<u>162,763</u>	<u>69,299</u>	<u>89,702</u>	<u>142,360</u>
Total Solid Waste Management	<u>33,147,388</u>	<u>985,708</u>	<u>2,034,702</u>	<u>32,098,394</u>
Stormwater Management:				
Compensated Absences	<u>270,062</u>	<u>219,805</u>	<u>223,057</u>	<u>266,810</u>
Total Enterprise Funds	<u>\$ 313,483,885</u>	<u>\$ 21,554,736</u>	<u>\$ 25,203,333</u>	<u>\$ 309,835,288</u>
Water Resources Capital Assets:				
	Capital Assets June 30, 2010	Additions	Disposals	Capital Assets June 30, 2011
Land	\$ 15,514,271	\$	\$	\$ 15,514,271
Construction in Progress	22,718,510	26,159,241	2,992,972	45,884,779
Intangible Assets - Easements	17,211,636	519,200		17,730,836
Land Improvements	2,945,952			2,945,952
Buildings	173,244,838	3,260,518	173,273	176,332,083
Improvements Other Than Buildings	9,487,977			9,487,977
Furniture, Fixtures, Machinery and Equipment	16,797,716	535,236	246,163	17,086,789
Infrastructure	473,341,186	13,399,667	2,186	486,738,667
Intangible Assets - Water Rights, Software	87,150,028	907,221		88,057,249
Accumulated Depreciation/Amortization	<u>(240,090,850)</u>	<u>(18,717,352)</u>	<u>(261,618)</u>	<u>(258,546,584)</u>
Water Resources Capital Assets, Net	<u>\$ 578,321,264</u>	<u>\$ 26,063,731</u>	<u>\$ 3,152,976</u>	<u>\$ 601,232,019</u>

Statement of Revenues, Expenses, and Changes in Fund Net Assets

Component Unit

For the Fiscal Year Ended June 30, 2011

	GREENSBORO TRANSIT AUTHORITY
Operating Revenues:	
Charges for Current Services	\$ 2,433,772
Other Operating Revenues	1,853,465
Total Operating Revenues	<u>4,287,237</u>
Operating Expenses:	
Personal Services	487,054
Fringe Benefits	172,136
Maintenance and Operations	21,249,714
Depreciation	2,387,498
Total Operating Expenses	<u>24,296,402</u>
Operating Loss	<u>(20,009,165)</u>
Nonoperating Revenues (Expenses):	
Investment Income	1,217,591
Property Tax	8,423,755
Motor Vehicle Tax	1,230,654
Grants	18,243,292
Miscellaneous Nonoperating Revenue	39,400
Loss on Disposal of Capital Assets	(338,703)
Miscellaneous Nonoperating Expense	(6,564)
Total Nonoperating Revenues (Expenses)	<u>28,809,425</u>
Change in Net Assets	8,800,260
Capital Contributions	<u>14,165</u>
Change in Net Assets	8,814,425
Net Assets - July 1	<u>57,392,978</u>
Net Assets - June 30	<u>\$ 66,207,403</u>

Statement of Cash Flows

Component Unit

For the Fiscal Year Ended June 30, 2011

	GREENSBORO TRANSIT AUTHORITY
Cash Flows from Operating Activities:	
Receipts from Customers	\$ (710,198)
Payments to Suppliers	(18,380,707)
Payments to Employees	(655,786)
Other Receipts	29,751,166
Net Cash Provided by Operating Activities	<u>10,004,475</u>
Cash Flows from Capital and Related Financing Activities:	
Acquisition and Construction of Capital Assets	(9,917,533)
Proceeds from Sale of Capital Assets	39,400
Net Cash Used for Capital and Related Financing Activities	<u>(9,878,133)</u>
Cash Flows from Investing Activities:	
Interest	<u>1,249,896</u>
Net Increase in Cash and Cash Equivalents	1,376,238
Cash and Cash Equivalents/ Investments - July 1	3,480,822
Cash and Cash Equivalents/ Investments - June 30	<u>\$ 4,857,060</u>
Reconciliation of Cash and Cash Equivalents/ Investments:	
Cash and Cash Equivalents/ Investments - Current	\$ 4,854,630
Cash and Cash Equivalents/ Investments - Restricted	2,430
Total Cash and Cash Equivalents/Investments - June 30	<u>\$ 4,857,060</u>

(continued)

**GREENSBORO
TRANSIT
AUTHORITY**

**Reconciliation of Operating Loss to Net
Cash Provided by Operating Activities:**

Operating Loss	<u>\$ (20,009,165)</u>
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Depreciation	2,387,498
Change in Assets and Liabilities:	
Increase in Receivables	(3,060,907)
Increase in Inventories	(38,316)
Decrease in Intergovernmental Receivables	2,864,757
Increase in Accounts Payable	42,566
Increase in Annual Leave Accrual	2,607
Decrease in Miscellaneous Payable	(82,266)
Other Receipts	<u>27,897,701</u>
Total Adjustments	<u>30,013,640</u>
Net Cash Provided by Operating Activities	<u><u>\$ 10,004,475</u></u>

Greensboro Transit Authority

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for Current Services	\$ 2,178,329	\$ 2,433,772	\$ 255,443
Other Operating Revenues	1,722,244	1,853,465	131,221
Total Operating Revenues	<u>3,900,573</u>	<u>4,287,237</u>	<u>386,664</u>
Operating Expenses:			
Personal Services	525,613	457,420	68,193
Fringe Benefits	184,017	165,224	18,793
Maintenance and Operations	20,010,830	18,763,535	1,247,295
Capital Outlay	1,940	1,685	255
Total Operating Expenses	<u>20,722,400</u>	<u>19,387,864</u>	<u>1,334,536</u>
Operating Loss	<u>(16,821,827)</u>	<u>(15,100,627)</u>	<u>1,721,200</u>
Nonoperating Revenues:			
Investment Income	1,369,372	1,217,591	(151,781)
Property Tax Collections	8,267,315	8,423,755	156,440
Motor Vehicle Licenses	1,265,025	1,230,654	(34,371)
State and Federal Grants	6,015,056	7,005,280	990,224
Mortgage Note Principal Payment Collected	320,628	320,628	
Miscellaneous Nonoperating Revenue	39,400	39,400	39,400
Total Nonoperating Revenues	<u>17,237,396</u>	<u>18,237,308</u>	<u>999,912</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>415,569</u>	<u>3,136,681</u>	<u>2,721,112</u>
Other Financing Uses:			
Transfers Out	<u>(648,364)</u>	<u>(541,775)</u>	<u>106,589</u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	<u>(232,795)</u>	<u>2,594,906</u>	<u>2,827,701</u>
Appropriated Fund Balance	<u>232,795</u>		<u>(232,795)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 2,594,906</u>	<u>\$ 2,594,906</u>

Greensboro Transit Authority

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 22,524,545
Total Expenses	<u>19,387,864</u>
Excess of Revenues Over Expenses Before Other Financing Uses	3,136,681
Adjustment to Full Accrual Basis:	
Depreciation	(1,025,311)
Capital Outlay	1,685
Compensated Absences	(2,607)
Inventory Gain (Loss)	(6,564)
Mortgage Note Principal Payment	(320,628)
Transit Grant Project Funds Revenues and Expenses	7,381,800
Loss on Disposal of Capital Assets	(338,703)
Transfer to Federal and State Grant Fund	<u>(26,093)</u>
Income Before Transfers and Capital Contributions	<u><u>\$ 8,800,260</u></u>

Greensboro Transit Planning and Grant Project Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total To Date</u>
		<u>Prior Years</u>	<u>Current Year</u>	
Revenues:				
Federal Grants	\$ 33,705,475	\$ 13,774,355	\$ 10,373,440	\$ 24,147,795
State Grants	2,675,569	1,207,041	547,721	1,754,762
Local Grants/ In Kind Services	1,072,735	617,261	307,574	924,835
Total Revenues	<u>37,453,779</u>	<u>15,598,657</u>	<u>11,228,735</u>	<u>26,827,392</u>
Expenses:				
Capital Improvements:				
Section 5307 / 5309 Capital Program	10,048,376	7,218,487	1,373,631	8,592,118
Preventive Maintenance Grant	625,000	625,000		625,000
Higher Education Area Transit (HEAT) / CMAQ	7,896,295	5,748,464	1,845,254	7,593,718
GTA Maintenance Facility	20,715,254	3,323,865	9,981,234	13,305,099
New Freedom Grant	581,334	36,178	483,721	519,899
Job Access and Reverse Commute Grant	1,051,652	308,744	424,564	733,308
Total Expenses	<u>40,917,911</u>	<u>17,260,738</u>	<u>14,108,404</u>	<u>31,369,142</u>
Excess of Revenues Under Expenses				
Before Other Financing Sources	<u>(3,464,132)</u>	<u>(1,662,081)</u>	<u>(2,879,669)</u>	<u>(4,541,750)</u>
Other Financing Sources:				
Transfers In	<u>3,464,132</u>	<u>2,937,940</u>	<u>515,682</u>	<u>3,453,622</u>
Excess of Revenues and Other Financing				
Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 1,275,859</u>	<u>\$ (2,363,987)</u>	<u>\$ (1,088,128)</u>

Greensboro Transit Authority Multi Modal Transportation Center

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Federal Grants	\$ 7,508,173	\$ 7,506,733	\$ (11,554)	\$ 7,495,179
State Grants	1,043,521	938,342	7,832	946,174
Local Grants/ In Kind Services	550,000	550,000		550,000
Investment Income		(21,560)	21,560	
Total Revenues	<u>9,101,694</u>	<u>8,973,515</u>	<u>17,838</u>	<u>8,991,353</u>
Expenses:				
Capital Improvements:				
Multi Modal Transportation Center	9,496,216	9,392,692	(12,998)	9,379,694
Total Capital Improvements	<u>9,496,216</u>	<u>9,392,692</u>	<u>(12,998)</u>	<u>9,379,694</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	<u>(394,522)</u>	<u>(419,177)</u>	<u>30,836</u>	<u>(388,341)</u>
Other Financing Sources:				
Transfers In	<u>394,522</u>	<u>394,522</u>	<u>(6,181)</u>	<u>388,341</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ (24,655)</u>	<u>\$ 24,655</u>	<u>\$</u>

Special Revenue Funds

Street and Sidewalk Revolving Fund

The primary purpose of this fund is to finance the repair and or construction of streets and sidewalks. Revenues are derived primarily from a payment of street and sidewalk assessments levied on adjoining property.

State Highway Allocation Fund

This fund was established to account for Powell Bill Funds which are derived from a one and three-fourths cents per gallon fuel tax. The State of North Carolina collects these monies and returns a proportionate share to local governments based on local street mileage and population. Expenditures from this fund are restricted to specific highway construction and maintenance costs.

Cemetery Fund

The Cemetery Fund is responsible for the operation and maintenance of three cemeteries. The cemeteries are perpetually endowed by the Perpetual Care Fund which receives one-fourth of all cemetery lot sales. All interest earned by the Perpetual Care Fund is restricted for operations of the Cemetery Fund.

Hotel/Motel Occupancy Tax Fund

This fund was established to account for a 3% room occupancy tax levied on hotels and motels located within the City limits. This tax revenue is dedicated for debt service on certificates of participation issued by the Greensboro Center City Corporation to finance improvements at the Greensboro War Memorial Coliseum Complex.

Special Tax Districts Fund

This fund was established to account for a special tax on property in the College Hill and Charles B. Aycock Historic Districts, as authorized by voter referendum and a Business Improvement District in downtown Greensboro.

Housing Partnership Revolving Fund

In FY 2010-11, the Housing Partnership Revolving Fund was supported by approximately .7 cents of the property tax rate. This revenue provides resources to fund low and moderate income housing initiatives approved by City Council, including grant/loan programs, construction/renovation projects, and cooperative efforts with private and not-for-profit organizations.

Community Development Fund

The purpose of the Community Development Fund is to account for projects financed primarily with Community Development Block Grant funds which are used for revitalization of low and moderate income areas.

HOME Program Fund

The purpose of the HOME Program Fund is to account for projects financed with Housing and Urban Development funds which are used for revitalization of low and moderate income areas.

HOPE VI Fund

The purpose of the HOPE VI Fund is to account for projects financed primarily with the proceeds of Greensboro's Community Development Block Grant Section 108 Loans which are used for revitalization of low and moderate income housing areas.

Workforce Investment Act

The purpose of the Workforce Investment Act is to account for Department of Labor grant funds used to establish programs for employment and classroom training activities. The Workforce Investment Act became effective January 2000 and replaced many of the Job Training Consortium Fund activities.

South Elm Street Redevelopment Fund

The purpose of the South Elm Street Redevelopment Fund is to account for funds used to assess and remedy environmental contamination in order to implement planned redevelopment of properties in the South Elm Street “brownfields” area.

State and Federal Grants Fund

The purpose of the State and Federal Grants Fund is to account for various projects financed primarily with State or Federal aid.

State and Federal Grants (ARRA) Fund

The purpose of the State and Federal American Recovery and Reinvestment Act (ARRA) Grants Fund is to account for various projects financed primarily with State or Federal aid from ARRA funds.

Emergency Telephone System Fund

This fund oversees Guilford Metro 911 Emergency Telephone System. Guilford Metro 911 Communications became a separate City of Greensboro department on July 1, 2004. In FY2011, the overall communications portion of the Fund’s activities were reclassified to a new Internal Service Fund, Guilford Metro Communications. The 911 activities remain in the Special Revenue Fund. The fund is supported by 911 surcharge fees.

Street and Sidewalk Revolving Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Revenues:</i>			
Assessments	\$ 50,000	\$ 7,967	\$ (42,033)
Investment Income	140,000	25,122	(114,878)
Miscellaneous:			
Other Reimbursements	18,000	18,000	18,000
Appropriated Fund Balance	668,948		(668,948)
Total Revenues	<u>858,948</u>	<u>51,089</u>	<u>(807,859)</u>
<i>Expenditures:</i>			
Transportation:			
Street Construction and Maintenance	858,948	796,221	62,727
Excess of Revenues Under Expenditures	<u>\$</u>	(745,132)	(745,132)
Fund Balance - July 1		<u>3,115,795</u>	<u>3,115,795</u>
Fund Balance - June 30		<u>\$ 2,370,663</u>	<u>\$ 2,370,663</u>

State Highway Allocation Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Intergovernmental:			
State Powell Bill	<u>\$ 6,400,000</u>	<u>\$ 6,814,530</u>	<u>\$ 414,530</u>
Assessments	<u> </u>	<u>5,413</u>	<u>5,413</u>
Investment Income	<u>330,000</u>	<u>65,426</u>	<u>(264,574)</u>
Appropriated Fund Balance	<u>45</u>	<u> </u>	<u>(45)</u>
Total Revenues	<u>6,730,045</u>	<u>6,885,369</u>	<u>155,324</u>
Expenditures:			
Transportation:			
Streets and Structures	<u>12,963</u>	<u>44</u>	<u>12,919</u>
Total Expenditures	<u>12,963</u>	<u>44</u>	<u>12,919</u>
Excess of Revenues Over Expenditures	6,717,082	6,885,325	168,243
Other Financing Uses:			
Transfers Out	<u>(6,717,082)</u>	<u>(6,717,082)</u>	<u> </u>
Excess of Revenues Over Expenditures and Other Financing Uses	<u>\$</u>	168,243	168,243
Fund Balance - July 1		<u>1,391</u>	<u>1,391</u>
Fund Balance - June 30		<u>\$ 169,634</u>	<u>\$ 169,634</u>

Cemetery Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
Forest Lawn Cemetery	\$ 225,000	\$ 225,473	\$ 473
Maplewood Cemetery	80,000	60,455	(19,545)
Greenhill Cemetery	28,500	33,070	4,570
Total Charges for Current Services	<u>333,500</u>	<u>318,998</u>	<u>(14,502)</u>
Investment Income	<u>80,000</u>	<u>21,913</u>	<u>(58,087)</u>
Miscellaneous:			
Donations and Contributions	100		(100)
Other Miscellaneous Revenue		87	87
Total Miscellaneous	<u>100</u>	<u>87</u>	<u>(13)</u>
Appropriated Fund Balance	<u>114,892</u>		<u>(114,892)</u>
Total Revenues	<u>528,492</u>	<u>340,998</u>	<u>(187,494)</u>
Expenditures:			
Culture and Recreation:			
Cemeteries:			
Administration	289,892	309,876	(19,984)
Forest Lawn Cemetery	274,777	265,568	9,209
Maplewood Cemetery	15,007	14,382	625
Greenhill Cemetery	214,715	198,826	15,889
Total Expenditures	<u>794,391</u>	<u>788,652</u>	<u>5,739</u>
Excess of Revenues Under Expenditures	<u>(265,899)</u>	<u>(447,654)</u>	<u>(181,755)</u>
Other Financing Sources (Uses):			
Transfers In	299,224	299,224	
Transfers Out	<u>(33,325)</u>	<u>(25,833)</u>	7,492
Total Other Financing Sources (Uses)	<u>265,899</u>	<u>273,391</u>	<u>7,492</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>\$</u>	(174,263)	(174,263)
Fund Balance - July 1		<u>234,893</u>	<u>234,893</u>
Fund Balance - June 30		<u>\$ 60,630</u>	<u>\$ 60,630</u>

Hotel/Motel Occupancy Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Taxes:			
Room Occupancy Tax	\$ 2,872,080	\$ 2,838,994	\$ (33,086)
Miscellaneous:			
Donations and Contributions	450,000	400,000	(50,000)
Appropriated Fund Balance	73,641		(73,641)
Total Revenues	<u>3,395,721</u>	<u>3,238,994</u>	<u>(156,727)</u>
Expenditures:			
Culture and Recreation:			
Rental of Land and Buildings	225,000	211,504	13,496
Debt Service:			
Principal Retirement	2,870,000	2,870,000	
Interest	192,000	34,665	157,335
Fees and Other	108,721	122,611	(13,890)
Total Expenditures	<u>3,395,721</u>	<u>3,238,780</u>	<u>156,941</u>
Excess of Revenues Under Expenditures	<u>\$</u>	214	214
Fund Balance - July 1		<u>425,033</u>	<u>425,033</u>
Fund Balance - June 30		<u>\$ 425,247</u>	<u>\$ 425,247</u>

Special Tax Districts Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Taxes:			
Ad Valorem Taxes	\$ 586,000	\$ 627,041	\$ 41,041
Local Option Sales Tax	150,000	125,692	(24,308)
Total Taxes	<u>736,000</u>	<u>752,733</u>	<u>16,733</u>
Investment Income	<u> </u>	<u>16,300</u>	<u>16,300</u>
Appropriated Fund Balance	<u>431,008</u>	<u> </u>	<u>(431,008)</u>
Total Revenues	<u>1,167,008</u>	<u>769,033</u>	<u>(397,975)</u>
Expenditures:			
Community Development:			
Aycock Historic District	75,000	5,342	69,658
College Hill Historic District	167,008	2,442	164,566
Business Improvement District	<u>925,000</u>	<u>925,000</u>	<u> </u>
Total Expenditures	<u>1,167,008</u>	<u>932,784</u>	<u>234,224</u>
Excess of Revenues Under Expenditures	<u>\$</u>	(163,751)	(163,751)
Fund Balance - July 1		<u>1,554,010</u>	<u>1,554,010</u>
Fund Balance - June 30		<u>\$ 1,390,259</u>	<u>\$ 1,390,259</u>

Housing Partnership Revolving Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
Ad Valorem Taxes - Current	\$ 1,691,577	\$ 1,691,577	\$
Mortgage Collections	70,000	127,688	57,688
Other Revenue	30,000	305,298	275,298
Total Charges for Current Services	<u>1,791,577</u>	<u>2,124,563</u>	<u>332,986</u>
Miscellaneous:			
Sales and Use Tax Refund	<u> </u>	6,053	6,053
Investment Income	<u> </u>	17,864	17,864
Appropriated Fund Balance	<u>690,619</u>	<u> </u>	<u>(690,619)</u>
Total Revenues	<u>2,482,196</u>	<u>2,148,480</u>	<u>(333,716)</u>
Expenditures:			
Housing:			
Administration	1,731,817	1,364,812	367,005
Housing Programs	<u>872,521</u>	<u>405,171</u>	<u>467,350</u>
Total Expenditures	<u>2,604,338</u>	<u>1,769,983</u>	<u>834,355</u>
Excess of Revenues Over (Under) Expenditures	(122,142)	378,497	500,639
Other Financing Sources:			
Transfers In	<u>122,142</u>	<u>122,142</u>	<u> </u>
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	<u>500,639</u>	<u>500,639</u>
Fund Balance - July 1,		4,871,893	4,871,893
Prior Period Adjustment		<u>(3,185,999)</u>	<u>(3,185,999)</u>
Fund Balance - July 1, (restated)		<u>1,685,894</u>	<u>1,685,894</u>
Fund Balance - June 30		<u>\$ 2,186,533</u>	<u>\$ 2,186,533</u>

Community Development Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual</u>	
			<u>Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 28,612,669	\$ 23,744,192	\$ 2,375,707	\$ 26,119,899
Local Grants	85,637	85,637		85,637
Total Intergovernmental	<u>28,698,306</u>	<u>23,829,829</u>	<u>2,375,707</u>	<u>26,205,536</u>
Investment Income	<u>897,493</u>	<u>862,655</u>	<u>(5,205)</u>	<u>857,450</u>
Charges for Current Services:				
Program Income	209,239			
Rent	222,760	177,905	53,132	231,037
Mortgage Collections	3,900,057	3,902,586	100,199	4,002,785
Targeted Loan Pool Proceeds	149,690	228,305	38,351	266,656
NCHFA Willow Oaks Program Support	500	4,000		4,000
Sale of Real Estate	460,510	460,510		460,510
Other Revenue	151,800	160,103	3,336	163,439
Total Charges for Current Services	<u>5,094,556</u>	<u>4,933,409</u>	<u>195,018</u>	<u>5,128,427</u>
Total Revenues	<u>34,690,355</u>	<u>29,625,893</u>	<u>2,565,520</u>	<u>32,191,413</u>
Expenditures:				
Community Development:				
Block Grant:				
Administration	3,266,121	2,845,877	424,776	3,270,653
Community Planning	133,073	97,396		97,396
Fair Housing	147,500	128,512	18,500	147,012
Rental Rehabilitation	1,750,435	1,750,435		1,750,435
Citywide Housing Repair	40,722	31,259	9,463	40,722
Target Area Personnel	77,260	69,383	3,433	72,816
Targeted Loan Pool Program	1,210,799	850,877	5,371	856,248
Bessemer Center Redevelopment	450,000	450,000		450,000
Asheboro	1,481,535	992,557	56,338	1,048,895
Arlington Park	570,463	567,834	2,156	569,990
Rosewood	44,074	43,797		43,797
Section 108 Loan Principal Retirement	4,841,192	3,984,389	760,745	4,745,134
Eastside Park	631,147	600,390	7,558	607,948
Section 108 South Elm Street	50,000	50,000		50,000
South Elm Street	274,000	81,523	91,148	172,671
Gorrell Street	23,109	20,360	609	20,969
Willow Oaks	1,669,166	1,288,711	110,020	1,398,731
Housing Coalition	30,000	30,000		30,000
Homelessness Prevention	257,915		244,339	244,339
Magnolia House Motel	53,274	53,273		53,273
Episcopal Servant Center	144,913	144,913		144,913
Youth Focus	63,960	63,960		63,960
Homeowner Rehab	1,914,158	1,422,773	74,927	1,497,700
Family and Children's Services	28,742	28,742		28,742
Salvation Army	188,000	188,000		188,000
United Way	8,223	8,222		8,222
Single Family Construction RFP	14,300	14,300		14,300
Jericho House	10,608	10,608		10,608
Habitat - Holt's Chapel	65	65		65
Habitat for Humanity	15,000	15,000		15,000

Community Development Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total To Date</u>
		<u>Prior Years</u>	<u>Current Year</u>	
Expenditures (Continued):				
Interfaith Hospitality Network	\$ 17,000	\$ 17,000	\$	\$ 17,000
Malachi House	65,000	63,983		63,983
Mary's House	58,000	58,000		58,000
Prince of Peace Shelter	23,000	23,000		23,000
Greensboro Urban Ministry	191,907	191,907		191,907
Renaissance Center	113,305	19,829	49,809	69,638
Family Service Emergency Shelter	24,751	20,267	4,484	24,751
Gulf Interfaith Emergency Shelter	16,502	16,502		16,502
Joseph's House Transition Shelter	43,881	43,881		43,881
Emergency Repair	127,134	16,197	11,928	28,125
CD Lead Remediation	246,032	245,932	100	246,032
Section 108 Project	1,640,000	1,639,999		1,639,999
Section 108 Project (ARRA)	510,817	165,767	314,207	479,974
International Civil Rights Museum	750,000	500,000	250,000	750,000
Other Community Development:				
Kids, Inc. Day Care	109,337	62,260	13,675	75,935
Camel Street Apartments 04	178,000	178,000		178,000
Home Grants 92	987,000	987,000		987,000
Home Grants 93	651,870	651,870		651,870
Home Grants 94	756,955	756,955		756,955
Home Grants 95	2,013,117	2,007,543	5,574	2,013,117
Home Grants 96	1,814,611	1,814,611		1,814,611
Home Grants 97	1,470,598	1,470,598		1,470,598
Home Grants 98	1,620,475	1,620,475		1,620,475
HOPWA	1,228,000	1,160,044		1,160,044
Federal Emergency Shelter Grant	585,694	501,289	84,405	585,694
Bessemer Shopping Center	73,000	12,175	12,709	24,884
Total Expenditures	<u>34,705,740</u>	<u>30,078,240</u>	<u>2,556,274</u>	<u>32,634,514</u>
Excess of Revenues Over (Under) Expenditures	(15,385)	(452,347)	9,246	(443,101)
Other Financing Sources:				
Transfers In	<u>15,385</u>	<u>15,385</u>		<u>15,385</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	(436,962)	9,246	(427,716)
Fund Balance - July 1			(436,962)	
Fund Balance - June 30		<u>\$ (436,962)</u>	<u>\$ (427,716)</u>	<u>\$ (427,716)</u>

HOME Program Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 23,091,312	\$ 16,053,667	\$ 884,147	\$ 16,937,814
Investment Income	161,142	185,471	22,762	208,233
Miscellaneous:				
Mortgage Collections	592,889	604,590	52,537	657,127
Sale of Real Estate	41,878	41,878		41,878
Other Miscellaneous Revenue	18,461	19,151	97,487	116,638
Total Miscellaneous	653,228	665,619	150,024	815,643
Total Revenues	23,905,682	16,904,757	1,056,933	17,961,690
Expenditures:				
Housing:				
Greensboro Home Program	15,044,350	10,002,048	776,566	10,778,614
Greensboro Affordable Home Loans - ADDI	35,961	35,961		35,961
Guilford County Home Program	1,681,251	529,175	79,529	608,704
High Point Home Program	2,803,214	2,440,813	5,855	2,446,668
Burlington Home Program	2,962,054	2,550,422	164,374	2,714,796
Alamance County Home Program	1,363,467	1,119,450	83,077	1,202,527
Total Expenditures	23,890,297	16,677,869	1,109,401	17,787,270
Excess of Revenues Over (Under) Expenditures	15,385	226,888	(52,468)	174,420
Other Financing Uses:				
Transfers Out	(15,385)	(15,385)		(15,385)
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	\$	211,503	(52,468)	159,035
Fund Balance - July 1			211,503	
Fund Balance - June 30		\$ 211,503	\$ 159,035	\$ 159,035

Hope VI Program Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Investment Income	\$ 68,716	\$ 122,668	\$ (1,002)	\$ 121,666
Miscellaneous:				
Mortgage Collections	139,391	38,189	14,610	52,799
Other Miscellaneous Revenue	139,391	13,338	14,610	13,338
Total Miscellaneous	<u>139,391</u>	<u>51,527</u>	<u>14,610</u>	<u>66,137</u>
Total Revenues	<u>208,107</u>	<u>174,195</u>	<u>13,608</u>	<u>187,803</u>
Expenditures:				
Community Development and Housing:				
Section 108 Project	7,461,959	7,443,413		7,443,413
Willow Oaks	207,148	204,790	600	205,390
Total Expenditures	<u>7,669,107</u>	<u>7,648,203</u>	<u>600</u>	<u>7,648,803</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,461,000)</u>	<u>(7,474,008)</u>	<u>13,008</u>	<u>(7,461,000)</u>
Other Financing Sources:				
Debt Issuances:				
Federal Loan Program	7,461,000	7,461,000		7,461,000
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	<u>(13,008)</u>	<u>13,008</u>	
Fund Balance - July 1			<u>(13,008)</u>	
Fund Balance - June 30		<u>\$ (13,008)</u>	<u>\$</u>	<u>\$</u>

Workforce Investment Act Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants:				
WIA Adult	\$ 4,029,366	\$ 2,865,693	\$ 721,285	\$ 3,586,978
WIA Adult (ARRA)	647,747	541,145	106,602	647,747
WIA Dislocated Worker	3,709,059	2,342,668	924,818	3,267,486
WIA Dislocated Worker (ARRA)	784,095	621,609	162,486	784,095
WIA Youth	2,797,409	1,207,327	818,742	2,026,069
WIA Youth (ARRA)	1,140,834	945,080	195,754	1,140,834
WIA 10% Statewide Activities	813,804	338,385	224,924	563,309
Administrative Cost Pools	852,146	343,419	352,358	695,777
Administrative Cost Pools (ARRA)	285,853	249,977	35,876	285,853
Wired Grants	341,748	136,306	83,501	219,807
Total Federal Grants	<u>15,402,061</u>	<u>9,591,609</u>	<u>3,626,346</u>	<u>13,217,955</u>
Local Grants:				
Golden Leaf Aviation	202,350			
Total Intergovernmental	<u>15,604,411</u>	<u>9,591,609</u>	<u>3,626,346</u>	<u>13,217,955</u>
Investment Income		(18,374)	3,166	(15,208)
Miscellaneous:				
Sale of Materials		3,472		3,472
Sale of Equipment		123		123
Other Miscellaneous Revenue	288,162	285,257	(36,789)	248,468
Total Miscellaneous	<u>288,162</u>	<u>288,852</u>	<u>(36,789)</u>	<u>252,063</u>
Total Revenues	<u>15,892,573</u>	<u>9,862,087</u>	<u>3,592,723</u>	<u>13,454,810</u>
Expenditures:				
Economic Opportunity:				
WIA Adult	4,041,735	2,865,693	791,931	3,657,624
WIA Adult (ARRA)	647,747	541,145	106,602	647,747
WIA Dislocated Worker	3,722,494	2,342,668	938,252	3,280,920
WIA Dislocated Worker (ARRA)	784,095	621,609	162,486	784,095
WIA Youth	3,004,767	1,414,818	759,120	2,173,938
WIA Youth (ARRA)	1,140,834	945,080	195,754	1,140,834
WIA 10% Statewide Activities	813,804	338,385	224,924	563,309
Administrative Cost Pools	852,146	343,419	352,358	695,777
Administrative Cost Pools (ARRA)	285,853	249,977	35,876	285,853
Wired Grants	341,748	136,306	80,911	217,217
WIA Affordable Housing 09	55,000			
Golden Leaf Aviation	202,350			
Total Expenditures	<u>15,892,573</u>	<u>9,799,100</u>	<u>3,648,214</u>	<u>13,447,314</u>
Excess of Revenues Over (Under) Expenditures	<u>\$</u>	62,987	(55,491)	7,496
Fund Balance - July 1			62,987	
Fund Balance - June 30		<u>\$ 62,987</u>	<u>\$ 7,496</u>	<u>\$ 7,496</u>

South Elm Street Redevelopment Fund

Schedule of Revenues and Expenditures - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
EPA Brownsfield Assessment	\$ 600,000	\$ 417,012	\$ 173,519	\$ 590,531
South Elm Street BEDI - 2005	<u>2,000,000</u>	<u>2,000,000</u>	<u> </u>	<u>2,000,000</u>
Total Intergovernmental Revenue	<u>2,600,000</u>	<u>2,417,012</u>	<u>173,519</u>	<u>2,590,531</u>
Investment Income	<u> </u>	<u>(6,172)</u>	<u>957</u>	<u>(5,215)</u>
Miscellaneous:				
Rent	<u> </u>	<u>30,911</u>	<u>10,331</u>	<u>41,242</u>
Total Revenues	<u>2,600,000</u>	<u>2,441,751</u>	<u>184,807</u>	<u>2,626,558</u>
Expenditures:				
Community Development and Housing:				
South Elm Street Section 108 Project	3,000,000	2,814,793	185,207	3,000,000
EPA Brownsfield Assessment	600,000	427,688	162,843	590,531
South Elm Street BEDI - 2005	<u>2,000,000</u>	<u>1,990,000</u>	<u>10,000</u>	<u>2,000,000</u>
Total Expenditures	<u>5,600,000</u>	<u>5,232,481</u>	<u>358,050</u>	<u>5,590,531</u>
Excess of Revenues Under Expenditures	(3,000,000)	(2,790,730)	(173,243)	(2,963,973)
Other Financing Sources:				
Debt Issuances:				
Federal Loan Program	<u>3,000,000</u>	<u>2,622,000</u>	<u>378,000</u>	<u>3,000,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	(168,730)	204,757	36,027
Fund Balance - July 1	<u> </u>	<u> </u>	<u>(168,730)</u>	<u> </u>
Fund Balance - June 30	<u> </u>	<u>\$ (168,730)</u>	<u>\$ 36,027</u>	<u>\$ 36,027</u>

State and Federal Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Actual</u>		
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 20,617,133	\$ 7,225,945	\$ 3,148,289	\$ 10,374,234
State Grants	19,822,979	7,515,514	4,014,237	11,529,751
Local Grants	1,486,638	1,187,305	209,082	1,396,387
Total Intergovernmental	<u>41,926,750</u>	<u>15,928,764</u>	<u>7,371,608</u>	<u>23,300,372</u>
Investment Income	<u>6,596</u>	<u>6,387</u>	<u>(815)</u>	<u>5,572</u>
Miscellaneous:				
In-Kind and Matching Revenues	4,764,942	2,368,109	1,214,772	3,582,881
Other Miscellaneous Revenue	26,420		26,093	26,093
Total Miscellaneous	<u>4,791,362</u>	<u>2,368,109</u>	<u>1,240,865</u>	<u>3,608,974</u>
Total Revenues	<u>46,724,708</u>	<u>18,303,260</u>	<u>8,611,658</u>	<u>26,914,918</u>
Expenditures:				
General Government:				
Public Access Channel	637,450	550,492		550,492
E-NC Capital Expenditure Grant - 2008-09	<u>25,000</u>	<u>15,853</u>		<u>15,853</u>
Total General Government	<u>662,450</u>	<u>566,345</u>		<u>566,345</u>
Public Safety:				
Forfeiture Funds - 2006-07	887,500	545,128	800	545,928
Forfeiture Funds - 2008-09	721,000	627,219	54,310	681,529
Forfeiture Funds - 2009-10	439,000	100,621	249,870	350,491
Forfeiture Funds - 2010-11	950,000		229,577	229,577
State Drug Excise Fund - 2008-09	83,333	83,333		83,333
State Drug Excise Fund - 2009-10	778,492	207,918	536,245	744,163
State Drug Excise Fund - 2010-11	505,000		68,189	68,189
RRT Homeland Security Grant - 2008	205,714	35,269	170,445	205,714
RRT Homeland Security Grant - 2009	135,714	20,765	47,521	68,286
RRT Homeland Security Grant - 2010	51,429			
USAR Homeland Security Grant - 2008	220,000	48,444	139,148	187,592
USAR Homeland Security Grant - 2009	50,000		16,984	16,984
USAR Homeland Security Grant - 2010	45,000			
Byrne Justice Assistance Grant - 2007-08	184,081	182,891	1,190	184,081
Byrne Justice Assistance Grant - 2008-09	63,637		63,637	63,637
Byrne Justice Assistance Grant - 2009-10	230,975	229,950	1,024	230,974
Byrne Justice Assistance Grant - 2010-11	222,354		37,744	37,744
Governor's Crime Commission Grant -2008-09	250,000	246,610		246,610
Governor's Crime Commission Grant - 2009-10	256,475	241,381	(4,166)	237,215
PNRC Walmart Grant - 2008	1,000	453	375	828
PNRC Walmart Grant - 2009	1,000			
PNRC Walmart Grant - 2010	1,000	98	80	178
Violent Crime Task Force - 2009-10	22,500	14,871	7,520	22,391
Violent Crime Task Force - 2010-11	13,000		12,999	12,999
Financial Crimes Task Force - 2009-10	4,000	2,639		2,639
Financial Crimes Task Force - 2010-11	5,500		4,787	4,787
NC Joint Terrorism Task Force - 2009-10	16,903	11,460	4,225	15,685
NC Joint Terrorism Task Force-2010-11	17,202		12,073	12,073
NC Joint Terrorism Task Force Vehicle- 2010-11	32,872		4,406	4,406
Safe Streets Task Force - 2009-10	50,710	25,889	9,426	35,315
Safe Streets Task Force - 2010-11	51,607		28,242	28,242
US Marshal - Joint Fugitive Task Force 2009-10	16,353	12,576	3,777	16,353
US Marshal - Violent Offenders Task Force -2010-11	15,000		12,318	12,318
DNA Cold Cases	601,831	453,209	22,654	475,863
Police Museum Contribution	1,300	943	354	1,297
Police K-9 Vest	1,500	1,492	8	1,500
Paul Coverdell Forensic Science Grant	125,000	20,317	101,491	121,808
ATV Safety Training Grant	12,000	2,376	9,624	12,000
Permanent Check Station Grant - 2010	1,000	424	576	1,000
Permanent Check Station Grant - 2011	1,000			
Metro Medical Response System - 2003	880,557	517,312	65,306	582,618
Metro Medical Response System - 2007	258,145	241,512	16,633	258,145
Metro Medical Response System - 2008	321,221	292,031	8,945	300,976
Metro Medical Response System - 2009	311,585		96,943	96,943
Metro Medical Response System - 2010	301,548			
Regional Hazmat Response Team - 2009-10	57,000	51,118	59	51,177
Regional Hazmat Response Team - 2010-11	57,000		50,691	50,691
Regional Hazmat Response Team - 2011-12	57,000			
Assistance to Firefighters (AFG) 2009	101,760		99,011	99,011
Home Fire Sprinkler Coalition	1,000		1,000	1,000
NC 911 Board Phone System Grant	502,197		502,197	502,197
Homeland Security - ALERT & Supply Grant	73,500		73,500	73,500
Community Oriented Policing Services (COPS) - 2010	4,600,230		465,413	465,413
CFGG McGruff Suit	<u>4,112</u>			
-80- Total Public Safety	<u>14,798,837</u>	<u>4,218,249</u>	<u>3,227,151</u>	<u>7,445,400</u>

State and Federal Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual</u>	
			<u>Current Year</u>	<u>Total To Date</u>
Expenditures: (Continued)				
Transportation:				
Transportation Planning - 2009-10	\$ 752,398	\$ 542,684	\$	\$ 542,684
Transportation Planning - 2010-11	804,924		444,975	444,975
Eckerson US 29 Environmental Study	1,050,000	712,181	14,162	726,343
Section 5303 Metro Planning - 2007-08	80,250	67,802		67,802
Section 5303 Metro Planning - 2008-09	96,620	69,089		69,089
Section 5303 Metro Planning - 2009-10	123,460	107,979		107,979
Section 5303 Metro Planning - 2010-11	127,300		124,036	124,036
Hornaday Road Improvement	6,400,000	1,060,533	2,145,923	3,206,456
Wendover Avenue Improvement Project - 2006-07	1,450,000	1,103,626	(21,302)	1,082,324
Oka T. Hester Park Dam Construction	5,069,000	3,298,739	18,453	3,317,192
NCDOT Project - Pleasant Garden 2009-10	140,000	9,735	102,066	111,801
NCDOT Project - School Safe Route 2009-10	293,588			
Total Transportation	<u>16,387,540</u>	<u>6,972,368</u>	<u>2,828,313</u>	<u>9,800,681</u>
Engineering:				
Ballinger Road Bridge Replacement	625,000	226,023	29,083	255,106
Waste Reduction & Recycling Grant	45,670		38,140	38,140
Piedmont Triad Water Quality Yr 5	77,690	77,689		77,689
Piedmont Triad Water Quality Yr 6	39,255	39,254		39,254
Piedmont Triad Water Quality Yr 7	68,447	30,146	14,051	44,197
Piedmont Triad Water Quality Yr 8	49,500		39,994	39,994
Chloramines Education Partners	50,000			
South Buffalo Habitat Enhancement	678,423		441,677	441,677
Total Engineering	<u>1,633,985</u>	<u>373,112</u>	<u>562,945</u>	<u>936,057</u>
Culture and Recreation:				
Glenwood Resource Center	219,600	210,184		210,184
LSTA Project Planning	90,000	36,531	45,713	82,244
LSTA Project Planning - Spring to Success	11,900		11,410	11,410
Fit Community-Downtown Greenway Yr 1	4,375	4,375		4,375
Fit Community-Downtown Greenway Yr 2	133,025	65,625	67,400	133,025
Guilford County Community Collaboration	39,200	29,707		29,707
PARTF Grant - Keeley Park	1,000,000		759,966	759,966
PARTF Grant - Gateway Gardens	1,000,000	507,065	492,935	1,000,000
Gateway Gardens GBI	946,814	669,920	276,893	946,813
Gateway Gardens GBI - Landscaping	322,903		322,640	322,640
Title III D - Seniors Program 2009-10	5,000	5,000		5,000
Title III D - Seniors Program 2010-11	3,889		3,886	3,886
Senior Center General Purpose 2009-10	5,624	5,624		5,624
Senior Center General Purpose 2010-11	5,443		5,442	5,442
Hope Project Yr 1	200,000	200,000		200,000
Hope Project Yr 2	200,000	137,133	62,867	200,000
Hope Project Yr 3	200,000		76,314	76,314
CHIF Grant Yr 1	3,000	1,260	168	1,428
CHIF Grant Yr 2	12,000	3,659	340	3,999
Stairwell Improvement Project	10,000	2,178		2,178
Reasons 2 Rhyme	70,000	4,055		4,055
MUSEP - 2009-10	6,700		6,700	6,700
United Arts Council - Cultural Partner 2010-11	2,350		2,350	2,350
Ruth Wicker - Memorial to Women	900,000	8,307	11,693	20,000
Camille's Closet Teen-2009-10	2,520	2,190	300	2,490
Camille's Closet Teen-2010-11	1,500		1,500	1,500
Adopt-a-Trail Program 2009-10	3,946		3,930	3,930
Adopt-a-Trail Program 2010-11	5,491		4,565	4,565
CPGI - CAMY Percussion Ensemble	12,500		12,500	12,500
SETRAC	5,000		5,000	5,000
Total Culture and Recreation	<u>5,422,780</u>	<u>1,892,813</u>	<u>2,174,512</u>	<u>4,067,325</u>
Community Development and Housing:				
Education Committee Project Grant	5,000	5,000		5,000
UAC - Forum Theatre Grant 2008-09	3,100			
Fair Housing Assistance - 2003-09	98,330	55,040	29,990	85,030
Fair Housing Training Grant - 2007-08	46,058	31,356	8,943	40,299
Fair Housing Training Grant - 2008-09	52,892	111	19,440	19,551
Fair Housing Training Grant - 2009-10	65,400		3,641	3,641
Scattered Site Rehab - 2007	396,500	396,250		396,250
Duke Energy Loan Pool	150,000	150,000		150,000
Duke Energy Loan Pool 2010-11	150,000	45,828	20,859	66,687
NCHFA Urgent Repair Program - 2007-09	75,000	75,000		75,000
Lead Paint Grant - 2005-09	3,000,000	2,506,674	390,410	2,897,084
Lead Paint Grant - 2011	3,100,000		50,538	50,538
Single Family Rehab Grant	400,000	307,396	20,295	327,691
EPA RLF Brownsfield Cleanup Grant	1,000,000	186,674	334,504	521,178
Total Community Development and Housing	<u>8,542,280</u>	<u>3,759,329</u>	<u>878,620</u>	<u>4,637,949</u>
Total Expenditures	<u>47,447,872</u>	<u>17,782,216</u>	<u>9,671,541</u>	<u>27,453,757</u>
Excess of Revenues Over (Under) Expenditures	(723,164)	521,044	(1,059,883)	(538,839)

(continued)

State and Federal Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
<i>State and Federal Grants Fund: (Continued)</i>				
<i>Other Financing Sources (Uses):</i>				
Transfers In	\$ 740,064	\$ 174,291	\$ 445,027	\$ 619,318
Transfers Out	<u>(16,900)</u>	<u>(16,900)</u>	<u> </u>	<u>(16,900)</u>
Total Other Financing Sources (Uses)	<u>723,164</u>	<u>157,391</u>	<u>445,027</u>	<u>602,418</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$</u>	678,435	(614,680)	63,755
Fund Balance - July 1		<u> </u>	<u>678,435</u>	<u> </u>
Fund Balance - June 30		<u>\$ 678,435</u>	<u>\$ 63,755</u>	<u>\$ 63,755</u>

State and Federal Grants (ARRA) FundSchedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 19,550,703	\$ 2,659,414	\$ 6,328,145	\$ 8,987,559
State Grants	29,764		29,764	29,764
Total Intergovernmental	<u>19,580,467</u>	<u>2,659,414</u>	<u>6,357,909</u>	<u>9,017,323</u>
Investment Income		(121)	(10,921)	(11,042)
Miscellaneous:				
Sales Tax		15,673	52,647	68,320
Total Revenues	<u>19,580,467</u>	<u>2,674,966</u>	<u>6,399,635</u>	<u>9,074,601</u>
Expenditures:				
General Government:				
Compressed Natural Gas - CNG Project	816,896			
Culture and Recreation:				
RSS Site Security Upgrade	29,764	2,490	27,274	29,764
Public Safety:				
2009 JAG Recovery Act Grant	949,814		453,225	453,225
Community Development and Housing:				
NSP (HERA)	3,275,000	38,860	2,420,925	2,459,785
HPRp Grant FY09-10	781,141	188,273	325,582	513,855
Energy Efficient Grant	2,544,900	151,832	377,054	528,886
Federal EPA Brownsfield	400,000	127,249	88,834	216,083
Better Homes (ARRA)	5,000,000		311,415	311,415
Total Community Development and Housing	<u>12,001,041</u>	<u>506,214</u>	<u>3,523,810</u>	<u>4,030,024</u>
Transportation:				
Street Resurfacing Project	1,501,890	795,337	480,541	1,275,878
Lake Jeanette HW/RW Improvements	3,168,674	281,566	1,106,162	1,387,728
Elm-Eugene RW/SW Improvements	1,645,514	176,642	1,236,054	1,412,696
Total Transportation	<u>6,316,078</u>	<u>1,253,545</u>	<u>2,822,757</u>	<u>4,076,302</u>
Total Expenditures	<u>20,113,593</u>	<u>1,762,249</u>	<u>6,827,066</u>	<u>8,589,315</u>
Excess of Revenues Over (Under) Expenditures	(533,126)	912,717	(427,431)	485,286
Other Financing Sources:				
Transfers In	533,126		533,126	533,126
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	912,717	105,695	1,018,412
Fund Balance - July 1			912,717	
Fund Balance - June 30		<u>\$ 912,717</u>	<u>\$ 1,018,412</u>	<u>\$ 1,018,412</u>

Emergency Telephone System Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
911 Surcharge	<u>\$ 1,412,000</u>	<u>\$ 1,412,146</u>	<u>\$ 146</u>
Investment Income	<u> </u>	<u>7,898</u>	<u>7,898</u>
Miscellaneous:			
Other Miscellaneous Revenue	<u> </u>	<u>212</u>	<u>212</u>
Appropriated Fund Balance	<u>332,018</u>	<u> </u>	<u>(332,018)</u>
Total Revenues	<u>1,744,018</u>	<u>1,420,256</u>	<u>(323,762)</u>
Expenditures:			
Public Safety:			
911 Wireless	<u>1,797,000</u>	<u>1,748,424</u>	<u>48,576</u>
Excess of Revenues Under Expenditures	(52,982)	(328,168)	(275,186)
Other Financing Sources:			
Transfers In	<u>52,982</u>	<u> </u>	<u>(52,982)</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(328,168)	(328,168)
Fund Balance - July 1		<u>1,241,087</u>	<u>1,241,087</u>
Fund Balance - June 30		<u>\$ 912,919</u>	<u>\$ 912,919</u>

Debt Service Fund

This fund is used to account for the retirement of ad valorem tax-supported General Obligation Bonds. The retirement of all other General Obligation Bonds is accounted for in the Water Resources Enterprise Fund, War Memorial Coliseum Fund, and the Technical Services Fund.

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Intergovernmental:			
Local Reimbursements:			
Payment In Lieu of Taxes	\$ 100,000	\$ 81,222	\$ (18,778)
Investment Income	2,218,750	1,038,275	(1,180,475)
Miscellaneous:			
Sales and Use Tax Refund		246,396	246,396
Other Revenue	356,000	256,000	(100,000)
Total Miscellaneous	356,000	502,396	146,396
Appropriated Fund Balance	8,734,350		(8,734,350)
Total Revenues	11,409,100	1,621,893	(9,787,207)
Expenditures:			
Debt Service:			
Principal Retirement	17,071,600	17,071,595	5
Interest	10,198,006	6,092,020	4,105,986
Fees and Other	892,857	379,960	512,897
Total Expenditures	28,162,463	23,543,575	4,618,888
Excess of Revenues Under Expenditures	(16,753,363)	(21,921,682)	(5,168,319)
Other Financing Sources (Uses):			
Debt Issuances:			
General Obligation Bonds Proceeds	15,505,000	15,505,000	
Premium on Debt	2,505,502	4,947,381	2,441,879
Payment to Escrow Agent for Refunding of Debt	(17,843,191)	(17,843,191)	
Transfers In	16,691,700	16,691,700	
Transfers Out	(105,648)	(105,648)	
Total Other Financing Sources (Uses)	16,753,363	19,195,242	2,441,879
Excess of Revenues and Other Financing Sources Under Expenditures	\$	(2,726,440)	(2,726,440)
Fund Balance - July 1		10,912,856	10,912,856
Fund Balance - June 30		\$ 8,186,416	\$ 8,186,416

Capital Projects Funds

Capital Projects Funds are used to account for all major capital improvements primarily financed with the proceeds of bond sales. The funds presented in this section represent those which account for general improvements. Improvements associated with the proprietary operations are reported in the Enterprise Funds and Internal Service Funds sections.

Street and Sidewalk Capital Project Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 18,560,024	\$	\$ 332,343	\$ 332,343
State Reimbursements - Transportation Projects	130,312	184,201		184,201
Miscellaneous:				
Donations and Private Contributions	152,000	100,000		100,000
Other Revenue	1,297,440	713,490	143,040	856,530
Total Intergovernmental	<u>20,139,776</u>	<u>997,691</u>	<u>475,383</u>	<u>1,473,074</u>
Charges for Current Services:				
Contracted Construction Projects	193,803	57,803		57,803
Total Revenues	<u>20,333,579</u>	<u>1,055,494</u>	<u>475,383</u>	<u>1,530,877</u>
Expenditures:				
Capital Improvements:				
Transportation:				
Transportation Improvements	25,291,496	1,593,266	152,007	1,745,273
Excess of Revenues Over (Under) Expenditures	<u>(4,957,917)</u>	<u>(537,772)</u>	<u>323,376</u>	<u>(214,396)</u>
Other Financing Sources (Uses):				
Transfers In	5,358,917	901,695	83,638	985,333
Transfers Out	(401,000)		(401,000)	(401,000)
Total Other Financing Sources (Uses)	<u>4,957,917</u>	<u>901,695</u>	<u>(317,362)</u>	<u>584,333</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$</u>	363,923	6,014	369,937
Fund Balance - July 1			363,923	
Fund Balance - June 30		<u>\$ 363,923</u>	<u>\$ 369,937</u>	<u>\$ 369,937</u>

State Highway Allocation Capital Project Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Field Operations:				
Transportation Improvements	\$ 4,870,371	\$ 3,410,792	\$ 2,411	\$ 3,413,203
Transportation:				
Transportation Improvements	1,334,050	559,283	72,745	632,028
Engineering:				
Sidewalk and Crosswalk Construction	37,677	37,677		37,677
Total Expenditures	<u>6,242,098</u>	<u>4,007,752</u>	<u>75,156</u>	<u>4,082,908</u>
Other Financing Sources (Uses):				
Transfers In	7,686,542	6,510,460	971,082	7,481,542
Transfers Out	<u>(1,444,444)</u>			
Total Other Financing Sources (Uses)	<u>6,242,098</u>	<u>6,510,460</u>	<u>971,082</u>	<u>7,481,542</u>
Excess of Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$</u>	2,502,708	895,926	3,398,634
Fund Balance - July 1			<u>2,502,708</u>	
Fund Balance - June 30		<u>\$ 2,502,708</u>	<u>\$ 3,398,634</u>	<u>\$ 3,398,634</u>

General Capital Improvements Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 2,000,000	\$ 2,000,000	\$	\$ 2,000,000
Investment Income		101,868	6,260	108,128
Miscellaneous:				
Other Revenue	126,000	126,000		126,000
Total Revenues	<u>2,126,000</u>	<u>2,227,868</u>	<u>6,260</u>	<u>2,234,128</u>
Expenditures:				
Capital Improvements:				
Public Affairs	214,322	214,321		214,321
Culture and Recreation	862,931	131,899	198,239	330,138
Total Expenditures	<u>1,077,253</u>	<u>346,220</u>	<u>198,239</u>	<u>544,459</u>
Excess of Revenues Over (Under) Expenditures	<u>1,048,747</u>	<u>1,881,648</u>	<u>(191,979)</u>	<u>1,689,669</u>
Other Financing Sources (Uses):				
Transfers In	1,051,253	960,838	125,000	1,085,838
Transfers Out	<u>(2,100,000)</u>	<u>(2,100,000)</u>		<u>(2,100,000)</u>
Total Other Financing Sources (Uses)	<u>(1,048,747)</u>	<u>(1,139,162)</u>	<u>125,000</u>	<u>(1,014,162)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$</u>	742,486	(66,979)	675,507
Fund Balance - July 1			<u>742,486</u>	
Fund Balance - June 30		<u>\$ 742,486</u>	<u>\$ 675,507</u>	<u>\$ 675,507</u>

Public Improvement Bond Fund - Series 1990, 1992, 1994 and 1998

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Donations and Private Contributions	\$ 174,609	\$ 174,609	\$	\$ 174,609
Construction Project Development	1,103,948	1,103,948		1,103,948
Other Revenue	3,163	3,163		3,163
	<u>1,281,720</u>	<u>1,281,720</u>		<u>1,281,720</u>
Total Revenues				
Expenditures:				
Capital Improvements:				
General Government:				
Public Buildings	2,224,906	2,193,725	27,901	2,221,626
Public Safety:				
Opticom System	204,310	204,308		204,308
Transportation:				
Transportation Improvements	1,879,720	1,879,719		1,879,719
Engineering:				
Street Construction - 1985	1,984,308	1,984,294		1,984,294
Street Construction - 1988	70,517,581	70,512,055		70,512,055
Center City Improvements	2,927,699	2,927,687		2,927,687
Culture and Recreation:				
Recreation Centers	5,949,313	5,958,148		5,958,148
Community Development and Housing:				
Housing Program	4,000,000	4,000,009		4,000,009
Neighborhood Renewal	2,400,000	2,399,991		2,399,991
	<u>92,087,837</u>	<u>92,059,936</u>	<u>27,901</u>	<u>92,087,837</u>
Total Expenditures				
Excess of Revenues Under Expenditures	<u>(90,806,117)</u>	<u>(90,778,216)</u>	<u>(27,901)</u>	<u>(90,806,117)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	90,750,000	90,750,000		90,750,000
Transfers In	603,350	603,350		603,350
Transfers Out	(547,233)	(547,233)		(547,233)
	<u>90,806,117</u>	<u>90,806,117</u>		<u>90,806,117</u>
Total Other Financing Sources (Uses)				
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and and Other Financing (Uses)	<u>\$</u>	27,901	(27,901)	
Fund Balance - July 1			27,901	
Fund Balance - June 30		<u>\$ 27,901</u>	<u>\$</u>	<u>\$</u>

Public Improvement Bond Fund - Series 1998A

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Public Safety:				
Personnel Training Facilities	\$ 14,783,682	\$ 14,500,197	\$ 226,090	\$ 14,726,287
Fire Station	1,500,000	1,499,804		1,499,804
Police Department	166,935		131,979	131,979
Engineering:				
Municipal Buildings	1,960,418	1,805,912	245,512	2,051,424
Medford Center Improvements	4,374,965	4,374,965		4,374,965
Total Expenditures	<u>22,786,000</u>	<u>22,180,878</u>	<u>603,581</u>	<u>22,784,459</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	22,000,000	22,000,000		22,000,000
Transfers In	786,000	786,000		786,000
Transfers Out		(1,541)		(1,541)
Total Other Financing Sources (Uses)	<u>22,786,000</u>	<u>22,784,459</u>		<u>22,784,459</u>
Excess of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$</u>	603,581	(603,581)	
Fund Balance - July 1			603,581	
Fund Balance - June 30		<u>\$ 603,581</u>	<u>\$</u>	<u>\$</u>

Street Improvement Bond Fund - Series 2003, 2006 and 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 3,019,600	\$ 1,808,694	\$ 332,276	\$ 2,140,970
Miscellaneous:				
Construction Project Developers Share	19,294	13,058		13,058
Reimbursements		234,000	(150,000)	84,000
	<u>3,038,894</u>	<u>2,055,752</u>	<u>182,276</u>	<u>2,238,028</u>
Total Revenues				
Expenditures:				
Capital Improvements:				
General Government:				
Fiber Optic Project	1,630,000	240,386	6,110	246,496
Engineering:				
Transportation Bonds	1,702,134	1,547,548	233,727	1,781,275
Resurfacing and Signal Replacement	6,946,095	2,345,044	1,264,225	3,609,269
Roadway Improvements	38,427,146	25,860,584	3,124,065	28,984,649
Sidewalk and Bikeways Projects	6,515,046	5,823,161	374,776	6,197,937
Streetscape Projects	15,598,961	12,295,947	1,255,374	13,551,321
Bikeway and Park Connectors	1,813,750	651,351		651,351
	<u>72,633,132</u>	<u>48,764,021</u>	<u>6,258,277</u>	<u>55,022,298</u>
Total Expenditures				
Excess of Revenues Under Expenditures	<u>(69,594,238)</u>	<u>(46,708,269)</u>	<u>(6,076,001)</u>	<u>(52,784,270)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	71,750,000	56,250,000	15,500,000	71,750,000
Premium on Debt		1,481,770	(53,059)	1,428,711
Transfers In	2,014,300	1,630,000	384,300	2,014,300
Transfers Out	(4,170,062)	(1,110,000)	(453,638)	(1,563,638)
	<u>69,594,238</u>	<u>58,251,770</u>	<u>15,377,603</u>	<u>73,629,373</u>
Total Other Financing Sources (Uses)				
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$</u>	11,543,501	9,301,602	20,845,103
Fund Balance - July 1			<u>11,543,501</u>	
Fund Balance - June 30		<u>\$ 11,543,501</u>	<u>\$ 20,845,103</u>	<u>\$ 20,845,103</u>

Public Transportation Bond Fund - Series 2003, 2005A and 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Transportation	\$ 1,891,823	\$ 1,394,439	\$ 17,721	\$ 1,412,160
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	2,000,000	1,500,000	500,000	2,000,000
General Obligation BAN Issued		45,000		45,000
Premium on Debt		42,592	(1,312)	41,280
BAN Retirement			(45,000)	(45,000)
Transfers Out	(108,177)	(108,177)		(108,177)
Total Other Financing Sources (Uses)	1,891,823	1,479,415	453,688	1,933,103
Excess of Other Financing Sources Over Expenditures and Other Financing (Uses)	\$	84,976	435,967	520,943
Fund Balance - July 1			84,976	
Fund Balance - June 30		\$ 84,976	\$ 520,943	\$ 520,943

Parks and Recreation Bond Fund - Series 2003, 2005A and 2006A

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation:				
ADA Compliance for Park Restrooms	\$ 758,980	\$ 759,279	\$	\$ 759,279
Barber Park Recreation Center	3,507,917	3,501,916	3,000	3,504,916
Barber Park Tennis Pavilion Roof	2,931,245	2,931,243		2,931,243
Carolyn Allen Community Park	2,921,946	2,921,946		2,921,946
Facility Floors and Bleacher Replacement	600,830	600,829		600,829
HVAC Installation in Recreation Centers	704,878	704,877		704,877
Keeley Park	5,250,964	485,094	2,131,814	2,616,908
Lake Facility Improvements	159,694	159,694		159,694
Playground Equipment and Bleachers	1,440,448	1,440,447		1,440,447
Southwest Greensboro Recreation Center	5,947,113	3,819,169	42,860	3,862,029
Northwest Walking Trail	184,630	184,629		184,629
Northeast Sports Center	6,147,577	6,147,575		6,147,575
Barber Park Master Plan	65,000	65,000		65,000
Gateway Garden Project	1,500,000	1,459,959	762	1,460,721
Short Farm Park	928,110	928,106		928,106
Caldwell Historic Park	46,790	23,437		23,437
Brightwood Neighborhood Park	93,560			
Ole Asheboro	115,275		16,214	16,214
David Caldwell Center	44,875	22,437	11,219	33,656
Sunset Hills Foot Bridge	9,200	9,199	1	9,200
Southside Oval	4,500	4,500	(772)	3,728
Facility Improvements	91,816		70,324	70,324
General Administration - Parks and Recreation	244,652	195,681		195,681
	<u>33,700,000</u>	<u>26,365,017</u>	<u>2,275,422</u>	<u>28,640,439</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	34,200,000	27,600,000	6,600,000	34,200,000
General Obligation BAN Issued		2,840,000		2,840,000
Premium on Debt		74,833	(22,105)	52,728
BAN Retirement			(2,840,000)	(2,840,000)
Transfers Out	(500,000)		(379,983)	(379,983)
	<u>33,700,000</u>	<u>30,514,833</u>	<u>3,357,912</u>	<u>33,872,745</u>
Excess of Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$</u>	4,149,816	1,082,490	5,232,306
Fund Balance - July 1			<u>4,149,816</u>	
Fund Balance - June 30		<u>\$ 4,149,816</u>	<u>\$ 5,232,306</u>	<u>\$ 5,232,306</u>

Law Enforcement Bond Fund - Series 2003

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Public Safety:				
Police Building - Southeast District	\$ 3,032,547	\$ 2,752,563	\$	\$ 2,752,563
Police Building - Western District	4,047,453	4,046,541		4,046,541
Police Building - Maple Street			280,896	280,896
Total Expenditures	<u>7,080,000</u>	<u>6,799,104</u>	<u>280,896</u>	<u>7,080,000</u>
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	<u>7,080,000</u>	<u>7,080,000</u>		<u>7,080,000</u>
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	280,896	(280,896)	
Fund Balance - July 1			<u>280,896</u>	
Fund Balance - June 30		<u>\$ 280,896</u>	<u>\$</u>	<u>\$</u>

Neighborhood Redevelopment Bond Fund - Series 2005 and 2006A

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual</u>	
			<u>Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Mortgage Collections - Rehabilitation	\$ 209,654	\$ 204,747	\$ 6,198	\$ 210,945
Interest Collected - Rehabilitation Mortgages	38,900	31,852	9,745	41,597
Rent - Real Estate		2,500	6,136	8,636
Other Revenue	45,000	22,958	45,000	67,958
	<u>293,554</u>	<u>262,057</u>	<u>67,079</u>	<u>329,136</u>
Expenditures:				
Capital Improvements:				
Community Development and Housing	3,061,339	1,905,418	254,281	2,159,699
Excess of Revenues Under Expenditures	<u>(2,767,785)</u>	<u>(1,643,361)</u>	<u>(187,202)</u>	<u>(1,830,563)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	2,800,000	1,500,000	1,300,000	2,800,000
General Obligation BAN Issued		485,000		485,000
Premium on Debt		17,136	(5,061)	12,075
BAN Retirement			(485,000)	(485,000)
Transfer Out	<u>(32,215)</u>	<u>(32,215)</u>		<u>(32,215)</u>
	<u>2,767,785</u>	<u>1,969,921</u>	<u>809,939</u>	<u>2,779,860</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$</u>	326,560	622,737	949,297
Fund Balance - July 1			<u>326,560</u>	
Fund Balance - June 30		<u>\$ 326,560</u>	<u>\$ 949,297</u>	<u>\$ 949,297</u>

Library Facilities Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 8,612,000	\$ 3,492,232	\$ 1,187,489	\$ 4,679,721
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	8,600,000	4,800,000	300,000	5,100,000
Premium on Debt		404,204	(7,916)	396,288
Transfer In	12,000	12,000		12,000
Total Other Financing Sources	8,612,000	5,216,204	292,084	5,508,288
Excess of Other Financing Sources Over (Under) Expenditures	\$	1,723,972	(895,405)	828,567
Fund Balance - July 1			1,723,972	
Fund Balance - June 30		\$ 1,723,972	\$ 828,567	\$ 828,567

Historical Museum Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Other Revenue	\$	\$ 15,808	\$	\$ 15,808
Expenditures:				
Capital Improvements:				
Culture and Recreation	5,300,000	4,216,893	223,227	4,440,120
Excess of Revenues Under Expenditures	(5,300,000)	(4,201,085)	(223,227)	(4,424,312)
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	5,300,000	5,300,000		5,300,000
Premium on Debt		446,313	(8,745)	437,568
Total Other Financing Sources	5,300,000	5,746,313	(8,745)	5,737,568
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	\$	1,545,228	(231,972)	1,313,256
Fund Balance - July 1			1,545,228	
Fund Balance - June 30		\$ 1,545,228	\$ 1,313,256	\$ 1,313,256

Parks and Recreation Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 5,000,000	\$	\$	\$
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	5,000,000			
Excess of Other Financing Sources Over (Under) Expenditures	\$			
Fund Balance - July 1				
Fund Balance - June 30		\$	\$	\$

Economic Development Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
General Government	\$ 9,000,000	\$ 389,847	\$ 1,319,176	\$ 1,709,023
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	10,000,000	2,000,000	4,000,000	6,000,000
Premium on Debt		168,418	(3,298)	165,120
Transfer Out	(1,000,000)			
Total Other Financing Sources (Uses)	9,000,000	2,168,418	3,996,702	6,165,120
Excess of Other Financing Sources Over Expenditures and Other Financing (Uses)	\$	1,778,571	2,677,526	4,456,097
Fund Balance - July 1			1,778,571	
Fund Balance - June 30		\$ 1,778,571	\$ 4,456,097	\$ 4,456,097

Fire Station Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Public Safety	\$ 24,147,467	\$ 6,748,578	\$ 3,108,694	\$ 9,857,272
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	24,500,000	10,200,000	345,000	10,545,000
General Obligation BAN Issued		345,000		345,000
Premium on Debt		691,880	(14,889)	676,991
BAN Retirement			(345,000)	(345,000)
Transfer Out	(352,533)	(352,533)		(352,533)
Total Other Financing Sources (Uses)	24,147,467	10,884,347	(14,889)	10,869,458
Excess of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	\$	\$ 4,135,769	(3,123,583)	1,012,186
Fund Balance - July 1			4,135,769	
Fund Balance - June 30		\$ 4,135,769	\$ 1,012,186	\$ 1,012,186

Public Buildings Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
General Government	\$ 1,000,000	\$ 945,329	\$ 54,671	\$ 1,000,000
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	1,000,000	1,000,000		1,000,000
Premium on Debt		84,832	(1,652)	83,180
Total Other Financing Sources	1,000,000	1,084,832	(1,652)	1,083,180
Excess of Other Financing Sources Over (Under) Expenditures	\$	139,503	(56,323)	83,180
Fund Balance - July 1			139,503	
Fund Balance - June 30		\$ 139,503	\$ 83,180	\$ 83,180

War Memorial Stadium Bond Fund - Series 2008

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 1,500,000	\$ 74,230	\$ 15,130	\$ 89,360
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	1,500,000	1,500,000		1,500,000
Premium on Debt		127,245	(2,475)	124,770
Total Other Financing Sources	1,500,000	1,627,245	(2,475)	1,624,770
Excess of Other Financing Sources Over (Under) Expenditures	\$	1,553,015	(17,605)	1,535,410
Fund Balance - July 1			1,553,015	
Fund Balance - June 30		\$ 1,553,015	\$ 1,535,410	\$ 1,535,410

Street Improvements Bond Fund - Series 2010

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Construction Project Development	\$	\$	\$ 3,720	\$ 3,720
Expenditures:				
Capital Improvements:				
Transportation	133,658,750		349,441	349,441
Excess of Revenues Under Expenditures	(133,658,750)		(345,721)	(345,721)
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	134,000,000		2,740,000	2,740,000
Transfer Out	(341,250)			
Total Other Financing Sources (Uses)	133,658,750		2,740,000	2,740,000
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$		2,394,279	2,394,279
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ 2,394,279	\$ 2,394,279

Parks and Recreation Bond Fund - Series 2010

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 8,000,000	\$ 27,816	\$ 313,988	\$ 341,804
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	8,000,000		980,000	980,000
General Obligation BAN Issued		30,000		30,000
Premium on Debt		7	(7)	
BAN Retirement			(30,000)	(30,000)
Total Other Financing Sources (Uses)	<u>8,000,000</u>	<u>30,007</u>	<u>949,993</u>	<u>980,000</u>
Excess of Other Financing Sources				
Over Expenditures and Other Financing Uses	<u>\$</u>	2,191	636,005	638,196
Fund Balance - July 1			<u>2,191</u>	
Fund Balance - June 30		<u>\$ 2,191</u>	<u>\$ 638,196</u>	<u>\$ 638,196</u>

Housing Bond Fund - Series 2010

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
 From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Community Development	\$ 1,000,000	\$	\$	\$
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	1,000,000			
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>			
Fund Balance - July 1				
Fund Balance - June 30		<u>\$</u>	<u>\$</u>	<u>\$</u>

Natural Science Center Bond Fund - Series 2010

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Natural Science Center	\$ 20,000,000	\$	\$ 1,962,500	\$ 1,962,500
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	20,000,000		1,735,000	1,735,000
Excess of Other Financing Sources Under Expenditures	\$		(227,500)	(227,500)
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ (227,500)	\$ (227,500)

Perpetual Care Fund

Perpetual Care Fund

The purpose of this fund is to account for monies to be used in the maintenance of the City's cemeteries. A contribution of one-fourth of all lot sales from the Cemetery Fund is the only funding source of this fund. Income earned from the investment of the assets of this fund is credited directly to the Cemetery Fund to partially defray the costs of cemetery operations under provisions of the City Code of Ordinances. No part of the principal may be expended from this fund, which classifies this fund as a Permanent Fund. No expenses were recorded in this fund during the current year.

This fund can be found on the Combining Balance Sheet, page 42 and the Combining Statement of Revenues, Expenditures and Changes in Fund Balances, page 50.

Enterprise Funds

Water Resources Fund

The Water Resources Fund provides services to over 101,765 customers and is designed to be self-supporting. Revenues are sufficient to meet the operating expenses and to provide funds for water and sewer line construction. These revenues are also used to provide for principal and interest on all water and sewer debt. Continued expansion of the water and sewer system has been necessary to provide for the increase in residential, commercial and industrial requirements. Combined Enterprise System Revenue bonds outstanding are recorded in this fund.

Stormwater Management Fund

This fund was established to account for the federally mandated program of stormwater system management, which is supported by a citywide stormwater fee.

War Memorial Coliseum Fund

This fund administers monies necessary for the operation of the complex responsible for bringing top artists in the entertainment, educational and sports fields to Greensboro. The Coliseum Complex consists of an arena with a seating capacity of 23,500, an auditorium with a seating capacity of 2,400, the 300-seat Odeon Theatre, the 167,000-square foot Special Events Center that includes three exhibition halls, a 4,500-seat mini-arena and eight meeting rooms, the 30,000 square-foot Pavilion, the ACC Hall of Champions, and the White Oak Amphitheatre with a seating capacity of 7,666. The state-of-the-art Greensboro Aquatic Center opened in September 2011 with a seating capacity of 2,500. General Obligation Bonds, Bond Anticipation Notes and Certificates of Participation are recorded in this fund.

Solid Waste Management Fund

This fund accounts for waste disposal and recycling operations of the City, as well as solid waste landfill improvements. Special Obligation Bonds outstanding are recorded in this fund.

Parking Facilities Fund

This fund accounts for revenues and expenses related to City-owned parking garages, lots and curbside parking spaces. The City currently operates four parking garages providing over 2,800 parking spaces in the Center City area.

Enterprise Funds

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual (Non-GAAP)

The following Schedules present the results of operation for all Enterprise Funds on the modified accrual basis for comparison to the legally adopted budget for each fund. A reconciliation of the modified accrual basis to the full accrual basis (per generally accepted accounting principles) follows each Schedule.

Water Resources Fund

Schedule of Revenues and Expenses Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 85,994,358	\$ 89,189,629	\$ 3,195,271
Other Operating Revenues	1,092,500	1,472,313	379,813
Other Operating Revenues - Capital Reserve Fund	1,331,245	1,331,245	1,331,245
Total Operating Revenues	<u>87,086,858</u>	<u>91,993,187</u>	<u>4,906,329</u>
Operating Expenses:			
Personal Services	13,147,896	12,746,249	401,647
Fringe Benefits	5,688,364	5,561,947	126,417
Maintenance and Repairs	7,577,381	5,545,260	2,032,121
Operations	30,148,343	25,398,986	4,749,357
Capital Outlay	3,572,513	787,653	2,784,860
Total Operating Expenses	<u>60,134,497</u>	<u>50,040,095</u>	<u>10,094,402</u>
Operating Income	<u>26,952,361</u>	<u>41,953,092</u>	<u>15,000,731</u>
Nonoperating Revenues:			
Investment Income	657,350	626,631	(30,719)
Investment Income - Capital Reserve Fund	293,319	293,319	293,319
Miscellaneous Nonoperating Revenue	25,000	8,313	(16,687)
Total Nonoperating Revenues	<u>682,350</u>	<u>928,263</u>	<u>245,913</u>
Nonoperating Expenses:			
Principal Maturities	15,439,516	15,439,516	
Interest Expense	10,568,485	9,518,171	1,050,314
Miscellaneous Nonoperating Expense	405,400	668,285	(262,885)
Total Nonoperating Expenses	<u>26,413,401</u>	<u>25,625,972</u>	<u>787,429</u>
Excess of Revenues Over Expenses Before Contributions and Other Financing Uses	<u>1,221,310</u>	<u>17,255,383</u>	<u>16,034,073</u>
Capital Contributions		<u>2,129,701</u>	<u>2,129,701</u>
Other Financing Uses:			
Transfers Out	<u>(14,482,973)</u>	<u>(14,482,973)</u>	
Excess of Revenues and Contributions Over (Under) Expenses and Other Financing Uses	<u>(13,261,663)</u>	<u>4,902,111</u>	<u>18,163,774</u>
Appropriated Fund Balance	<u>13,261,663</u>		<u>(13,261,663)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 4,902,111</u>	<u>\$ 4,902,111</u>

Water Resources Fund

Schedule of Revenues and Expenses Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis	
to Full Accrual Basis:	
Total Revenues	\$ 92,921,450
Total Expenses	<u>75,666,067</u>
Excess of Revenues Over Expenses Before	
Contributions and Other Financing (Uses)	17,255,383
Adjustment to Full Accrual Basis:	
Depreciation	(18,717,352)
Principal Maturities	15,439,516
Loss on Disposal of Capital Assets	(160,006)
Inventory Gain	8,670
Inventory Loss	(8,205)
Amortization of Underwriters' and Other Deferred Expense	(678,400)
Amortization of Bond Premiums	950,286
Capital Outlay	787,653
Capital Project Net Expenses	(1,408,258)
Capital Project Cost Sharing and Other Reimbursements	3,764,566
Refunds and Recoveries	<u>16,768,454</u>
Income Before Contributions and Transfers	<u><u>\$ 34,002,307</u></u>

Water Resources Capital Improvement Fund - Incinerator Project

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
TZO-Fluidized Bed Incinerator	\$ 20,965,455	\$ 4,339,076	\$ 15,549,403	\$ 19,888,479
Nonoperating Revenues:				
Contract Agreement Reimbursement	2,000,000		2,000,000	2,000,000
Refunds and Recoveries	16,311,982		16,311,982	16,311,982
Total Nonoperating Revenues	18,311,982		18,311,982	18,311,982
Expenses Before Other Financing Sources	(2,653,473)	(4,339,076)	2,762,579	(1,576,497)
Other Financing Sources:				
Transfers from Water Resources:				
Water and Sewer Operating Fund	2,653,473		2,653,473	2,653,473
Excess of Revenues and Other Financing Sources				
Over (Under) Expenses	\$	\$ (4,339,076)	\$ 5,416,052	\$ 1,076,976

Water Resources Bond Fund - Series 2009

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Mitchell Clearwell Replacement	\$ 1,324,230	\$ 247,192	\$ 21,928	\$ 269,120
Townsend Dam Replacement	40,064,929	26,447,132	7,437,363	33,884,495
Randleman Dam	8,471,675	6,794,822	213,727	7,008,549
Osborne Treatment Plant	2,138,596	777,109	705,639	1,482,748
Total Capital Improvements	<u>51,999,430</u>	<u>34,266,255</u>	<u>8,378,657</u>	<u>42,644,912</u>
Nonoperating Expenses:				
Interest Expense	2,369,878	2,369,878		2,369,878
Bond Issue Expense	709,132	696,631		696,631
Miscellaneous Bond Expenses				
Total Expenses	<u>55,078,440</u>	<u>37,332,764</u>	<u>8,378,657</u>	<u>45,711,421</u>
Nonoperating Revenues:				
Investment Income	<u>351,160</u>	<u>449,079</u>	<u>20,036</u>	<u>469,115</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(54,727,280)</u>	<u>(36,883,685)</u>	<u>(8,358,621)</u>	<u>(45,242,306)</u>
Other Financing Sources:				
Debt Issuances:				
Revenue Bonds Issued	53,180,000	53,180,000		53,180,000
Premium-Revenue Bonds	1,547,280	1,547,280		1,547,280
Total Other Financing Sources	<u>54,727,280</u>	<u>54,727,280</u>		<u>54,727,280</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 17,843,595</u>	<u>\$ (8,358,621)</u>	<u>\$ 9,484,974</u>

Water Resources Bond Fund - Series 2007

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Water Treatment Plants	\$ 5,745,444	\$ 5,744,962	\$	\$ 5,744,962
Water Mains-Tanks and Supply	818,582	696,670	76,431	773,101
Sewer Mains	26,433,019	26,338,226	47,294	26,385,520
Sewer Pumping Stations	1,574,038		1,400,675	1,400,675
Osborne Treatment Plant	8,941,509	6,243,548	648,554	6,892,102
Total Capital Improvements	<u>43,512,592</u>	<u>39,023,406</u>	<u>2,172,954</u>	<u>41,196,360</u>
Nonoperating Expenses:				
Interest Expense	2,903,027	2,035,789		2,035,789
Bond Issue Expense	568,365	566,365		566,365
Miscellaneous Bond Expenses	16,016	8,372		8,372
Total Expenses	<u>47,000,000</u>	<u>41,633,932</u>	<u>2,172,954</u>	<u>43,806,886</u>
Nonoperating Revenues:				
Investment Income	<u>923,898</u>	<u>1,153,662</u>	<u>1,996</u>	<u>1,155,658</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	<u>(46,076,102)</u>	<u>(40,480,270)</u>	<u>(2,170,958)</u>	<u>(42,651,228)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
Revenue Bonds Issued	48,040,000	48,040,000		48,040,000
Premium - Revenue Bonds	536,102	536,102		536,102
Transfers Out	(2,500,000)	(2,500,000)		(2,500,000)
Total Other Financing Sources (Uses)	<u>46,076,102</u>	<u>46,076,102</u>		<u>46,076,102</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 5,595,832</u>	<u>\$ (2,170,958)</u>	<u>\$ 3,424,874</u>

Guilford County Construction Project Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Guilford County Construction:				
Reimbursements	\$ 11,358,446	\$ 2,789,150	\$ 1,444,162	\$ 4,233,312
Expenses:				
Capital Improvements:				
Forest Oaks Estate	1,419,294	226,768	13,630	240,398
Lynwood Lakes	4,086,698	821,655	6,929	828,584
City/County Master Plan	1,043,211	1,043,210		1,043,210
GTCC Water and Sewer Project	5,603,931	378,040	742,907	1,120,947
Alamance Elementary School Water Project	1,288,846	101,450	1,039,526	1,140,976
Total Expenses	<u>13,441,980</u>	<u>2,571,123</u>	<u>1,802,992</u>	<u>4,374,115</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	(2,083,534)	218,027	(358,830)	(140,803)
Other Financing Sources:				
Transfers In	<u>2,083,534</u>	<u>1,083,534</u>		<u>1,083,534</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 1,301,561</u>	<u>\$ (358,830)</u>	<u>\$ 942,731</u>

Water Resources Capital Improvement Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Water Line and Tank Construction	\$ 13,867,970	\$ 2,354,424	\$ 5,066,863	\$ 7,421,287
Chloramine Conversion Project	7,698,587	7,677,848	9,496	7,687,344
Sewer Line Construction	13,895,470	2,701,676	5,395,100	8,096,776
I-85 Bypass Stubouts	1,612,869	259,616		259,616
Annexation - FY 10-11	5,091,799	3,439,146	682,585	4,121,731
NCDOT Projects	357,394		252,104	252,104
Total Capital Improvements	<u>42,524,089</u>	<u>16,432,710</u>	<u>11,406,148</u>	<u>27,838,858</u>
Other Operating Revenues:				
Sales Tax Refund		<u>2,045,190</u>		<u>2,045,190</u>
Excess of Revenues Under Expenses Before Other Financing Sources	(42,524,089)	(14,387,520)	(11,406,148)	(25,793,668)
Other Financing Sources:				
Transfers from Water Resources: Water Resources Operating Fund	<u>42,524,089</u>	<u>29,692,571</u>	<u>12,831,535</u>	<u>42,524,106</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 15,305,051</u>	<u>\$ 1,425,387</u>	<u>\$ 16,730,438</u>

Stormwater Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 9,045,000	\$ 9,923,499	\$ 878,499
Other Operating Revenues	18,100	17,604	(496)
Total Operating Revenues	<u>9,063,100</u>	<u>9,941,103</u>	<u>878,003</u>
Operating Expenses:			
Personal Services	2,619,746	2,497,495	122,251
Fringe Benefits	1,266,692	1,239,941	26,751
Maintenance and Operations	3,929,388	2,860,692	1,068,696
Capital Outlay	26,000	26,000	(26,000)
Total Operating Expenses	<u>7,815,826</u>	<u>6,624,128</u>	<u>1,191,698</u>
Operating Income	<u>1,247,274</u>	<u>3,316,975</u>	<u>2,069,701</u>
Nonoperating Revenues:			
Investment Income	<u>82,200</u>	<u>66,470</u>	<u>(15,730)</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>1,329,474</u>	<u>3,383,445</u>	<u>2,053,971</u>
Other Financing Uses:			
Transfers Out	<u>(1,965,518)</u>	<u>(1,965,018)</u>	<u>500</u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	<u>(636,044)</u>	<u>1,418,427</u>	<u>2,054,471</u>
Appropriated Fund Balance	<u>636,044</u>	<u> </u>	<u>(636,044)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 1,418,427</u>	<u>\$ 1,418,427</u>

Stormwater Management Fund

Schedule of Revenues and Expenses Budget and Actual (Non-GAAP)

For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 10,007,573
Total Expenses	<u>6,624,128</u>
Excess of Revenues Over Expenses Before Other Financing Uses	3,383,445
Adjustment to Full Accrual Basis:	
Depreciation	(1,748,862)
Capital Outlay	26,000
Compensated Absences	3,252
Net Capital Project Expense	<u>(455,864)</u>
Income Before Transfers	<u>\$ 1,207,971</u>

Stormwater Capital Improvement Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Other Revenue	\$ 59,635	\$ 88,171	\$	\$ 88,171
Expenses:				
Capital Improvements:				
Water Resources:				
Stormwater Improvements	9,857,385	1,108,612	752,054	1,860,666
Nonoperating Revenues:				
Investment Income		938,902	88,563	1,027,465
Excess of Revenues Under Expenses Before				
Other Financing Sources	(9,797,750)	(81,539)	(663,491)	(745,030)
Other Financing Sources:				
Transfers In	9,797,750	7,823,542	1,974,218	9,797,760
Excess of Revenues and Other Financing				
Sources Over Expenses	\$	\$ 7,742,003	\$ 1,310,727	\$ 9,052,730

War Memorial Coliseum Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 18,140,452	\$ 18,108,379	\$ (32,073)
Other Operating Revenues	160,000	850,806	690,806
Total Operating Revenues	<u>18,300,452</u>	<u>18,959,185</u>	<u>658,733</u>
Operating Expenses:			
Personal Services	4,671,371	4,501,238	170,133
Fringe Benefits	1,400,369	1,292,438	107,931
Maintenance and Operations	12,886,520	13,113,545	(227,025)
Capital Outlay	956,018	959,607	(3,589)
Total Operating Expenses	<u>19,914,278</u>	<u>19,866,828</u>	<u>47,450</u>
Operating Loss	<u>(1,613,826)</u>	<u>(907,643)</u>	<u>706,183</u>
Nonoperating Revenues:			
Investment Income	<u>100,000</u>	<u>38,935</u>	<u>(61,065)</u>
Nonoperating Expenses:			
Principal Maturities	193,056	193,056	
Interest Expense	96,870	95,658	1,212
Miscellaneous Nonoperating Expense	2,000		2,000
Total Nonoperating Expenses	<u>291,926</u>	<u>288,714</u>	<u>3,212</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(1,805,752)</u>	<u>(1,157,422)</u>	<u>648,330</u>
Other Financing Sources:			
Transfers In	<u>1,587,542</u>	<u>1,587,542</u>	
Excess of Revenues and Other Financing Sources Over (Under) Expenses	(218,210)	430,120	648,330
Appropriated Fund Balance	<u>218,210</u>		<u>(218,210)</u>
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 430,120</u>	<u>\$ 430,120</u>

War Memorial Coliseum Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 18,998,120
Total Expenses	<u>20,155,542</u>
Excess of Revenues Under Expenses Before Contributions and Other Financing Sources	(1,157,422)
Adjustment to Full Accrual Basis:	
Depreciation	(2,311,559)
Principal Maturities	193,056
Loss on Disposal of Capital Assets	(113,131)
Capital Outlay	959,607
Inventory Gains (Losses)	(3,940)
Compensated Absences	(30,483)
Amortization of Bond Premium	1,440
Net Capital Project Revenue	<u>456,333</u>
Loss Before Contributions and Transfers	<u><u>\$ (2,006,099)</u></u>

War Memorial Coliseum Capital Improvement Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Donations and Contributions	\$ 5,571,183	\$ 5,225,000	\$ 346,467	\$ 5,571,467
Investment Income	652,003	676,588	18,012	694,600
Total Revenues	<u>6,223,186</u>	<u>5,901,588</u>	<u>364,479</u>	<u>6,266,067</u>
Expenses:				
Capital Improvements:				
Bond Issue Expense	40,000	14,327		14,327
Coliseum Complex Improvements	<u>13,644,178</u>	<u>10,119,301</u>	<u>3,273,004</u>	<u>13,392,305</u>
Total Expenses	<u>13,684,178</u>	<u>10,133,628</u>	<u>3,273,004</u>	<u>13,406,632</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	<u>(7,460,992)</u>	<u>(4,232,040)</u>	<u>(2,908,525)</u>	<u>(7,140,565)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
Other Financing Agreements	6,193,777	6,193,777		6,193,777
Transfers:				
Transfer In- Coliseum Operating Fund	2,135,215	2,135,215		2,135,215
Transfer Out-Coliseum Operating Fund	<u>(868,000)</u>	<u>(868,000)</u>		<u>(868,000)</u>
Total Other Financing Sources (Uses)	<u>7,460,992</u>	<u>7,460,992</u>		<u>7,460,992</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 3,228,952</u>	<u>\$ (2,908,525)</u>	<u>\$ 320,427</u>

Parks and Recreation Bond - Aquatic Center

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Fiscal Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Investment Income	\$	\$	\$ 6,198	\$ 6,198
Miscellaneous Revenue:				
Other Revenue			266,508	266,508
Total Revenues			<u>272,706</u>	<u>272,706</u>
Expenses:				
Capital Improvements:				
Culture and Recreation:				
Bond Issue Expense	209,835	660	274,132	274,792
Interest Expense	462,955		77,094	77,094
War Memorial Coliseum Complex - Aquatic Center	18,875,000	1,958,563	15,722,480	17,681,043
Total Expenses	<u>19,547,790</u>	<u>1,959,223</u>	<u>16,073,706</u>	<u>18,032,929</u>
Excess of Revenues Under Expenses Before				
Other Financing Sources	<u>(19,547,790)</u>	<u>(1,959,223)</u>	<u>(15,801,000)</u>	<u>(17,760,223)</u>
Other Financing Sources:				
General Obligation Bonds/BANs Issued	12,000,000	6,000,000	6,000,000	12,000,000
Certificates of Participation Issued	7,000,000		6,997,777	6,997,777
Premium - General Obligation Bonds/BANs	<u>547,790</u>	<u>1,440</u>	<u></u>	<u>1,440</u>
Total Other Financing Sources	<u>19,547,790</u>	<u>6,001,440</u>	<u>12,997,777</u>	<u>18,999,217</u>
Excess of Revenues and Other Financing				
Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 4,042,217</u>	<u>\$ (2,803,223)</u>	<u>\$ 1,238,994</u>

Solid Waste Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 13,050,000	\$ 12,139,875	\$ (910,125)
Other Operating Revenues	187,200	241,464	54,264
Total Operating Revenues	<u>13,237,200</u>	<u>12,381,339</u>	<u>(855,861)</u>
<i>Operating Expenses:</i>			
Personal Services	1,350,556	1,200,289	150,267
Fringe Benefits	578,174	545,850	32,324
Maintenance and Operations	14,478,175	12,319,431	2,158,744
Capital Outlay	45,000	36,186	8,814
Total Operating Expenses	<u>16,451,905</u>	<u>14,101,756</u>	<u>2,350,149</u>
Operating Loss	<u>(3,214,705)</u>	<u>(1,720,417)</u>	<u>1,494,288</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>200,000</u>	<u>90,284</u>	<u>(109,716)</u>
<i>Nonoperating Expenses:</i>			
Principal Maturities	1,945,000	1,945,000	
Interest Expense	399,491	375,826	23,665
Miscellaneous Nonoperating Expense	6,500	10,186	(3,686)
Total Nonoperating Expenses	<u>2,350,991</u>	<u>2,331,012</u>	<u>19,979</u>
Excess of Revenues Under Expenses			
Before Other Financing Sources (Uses)	<u>(5,365,696)</u>	<u>(3,961,145)</u>	<u>1,404,551</u>
<i>Other Financing Sources:</i>			
Transfers In	<u>3,769,515</u>	<u>3,769,515</u>	
Excess of Revenues and Other Financing Sources Under Expenses	(1,596,181)	(191,630)	1,404,551
Appropriated Fund Balance	<u>1,596,181</u>		<u>(1,596,181)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (191,630)</u>	<u>\$ (191,630)</u>

Solid Waste Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 12,471,623
Total Expenses	<u>16,432,768</u>
Excess of Revenues Under Expenses	(3,961,145)
Adjustment to Full Accrual Basis:	
Depreciation	(638,121)
Capital Outlay	36,186
Principal Maturities	1,945,000
Amortization of Bond Premium	25,700
Amortization of Underwriters' Expense	(20,108)
Inventory Gain (Loss)	3,074
Compensated Absences	20,403
Estimated Landfill Closure / Postclosure expense	(916,409)
Net Operating Revenues - Landfill Capital Project Funds	<u>186,693</u>
Loss Before Contributions and Transfers	<u><u>\$ (3,318,727)</u></u>

Solid Waste Capital Improvement Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)

From Project Inception and For the Year Ended June 30, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Miscellaneous Capital Projects	\$ 2,093,367	\$ 2,070,636	\$	\$ 2,070,636
Groundwater Remediation	622,000	49,157	30,186	79,343
Landfill Expansion - Cell 2 and 3	528,809	528,809		528,809
Solid Waste Transfer Station	928,059	928,058		928,058
White Street Landfill Clean Air Act	2,069,815	1,750,375	319,437	2,069,812
Total Expenses	<u>6,242,050</u>	<u>5,327,035</u>	<u>349,623</u>	<u>5,676,658</u>
Nonoperating Revenues:				
Investment Income		125,872	4,260	130,132
Excess of Revenues Under Expenses Before Other Financing Sources	(6,242,050)	(5,201,163)	(345,363)	(5,546,526)
Other Financing Sources:				
Transfers In	6,242,050	6,242,050		6,242,050
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 1,040,887</u>	<u>\$ (345,363)</u>	<u>\$ 695,524</u>

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 2,354,800	\$ 2,087,313	\$ (267,487)
Other Operating Revenues	<u>2,897</u>	<u>2,897</u>	<u>2,897</u>
Total Operating Revenues	<u>2,354,800</u>	<u>2,090,210</u>	<u>(264,590)</u>
<i>Operating Expenses:</i>			
Personal Services	310,027	285,535	24,492
Fringe Benefits	130,184	127,856	2,328
Maintenance and Operations	<u>1,266,365</u>	<u>633,123</u>	<u>633,242</u>
Total Operating Expenses	<u>1,706,576</u>	<u>1,046,514</u>	<u>660,062</u>
Operating Income	<u>648,224</u>	<u>1,043,696</u>	<u>395,472</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>26,000</u>	<u>7,939</u>	<u>(18,061)</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>674,224</u>	<u>1,051,635</u>	<u>377,411</u>
<i>Other Financing Uses:</i>			
Transfers Out - Operating Fund	<u>(955,000)</u>	<u>(955,000)</u>	<u></u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	<u>(280,776)</u>	<u>96,635</u>	<u>377,411</u>
Appropriated Fund Balance	<u>280,776</u>	<u></u>	<u>(280,776)</u>
Excess of Revenues Over Expenses and other Financing Uses	<u>\$</u>	<u>\$ 96,635</u>	<u>\$ 96,635</u>

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 2,098,149
Total Expenses	<u>1,046,514</u>
Excess of Revenues Under Expenses Before Other Financing Sources	1,051,635
Adjustment to Full Accrual Basis:	
Depreciation	(595,962)
Compensated Absences	<u>(4,333)</u>
Income Before Contributions and Transfers	<u>\$ 451,340</u>

Internal Service Funds

Equipment Services Fund

This fund accounts for the costs of operating a maintenance facility for automotive equipment used by City departments. The costs of providing this service are billed to user departments. Automotive equipment is owned by the Equipment Services Fund.

Technical Services Fund

This fund accounts for the City's two-way radio system and the Police mobile data system, including any peripheral equipment, except the computer hardware or software. The user departments are billed for the costs of operation.

Information Systems Fund

This fund accounts for the costs of operating, maintaining and supporting the City's network, server and telecommunications infrastructure. The user departments are billed for the costs of operation.

Graphic Services Fund

This fund accounts for all in-house printing services provided to the City, Guilford County and other agencies. The cost of providing this service is billed to user departments and agencies.

Employee Risk Retention Fund

This fund is maintained for self-funding of employee health, dental and workers' compensation coverage. The employees' premium and the City's contribution are deposited in this fund. Payments for workers' compensation coverage are made to a third-party administrator for the statement of claims plus administrative expenses. The City administers the employee dental coverage plan. Health coverage is provided by a health insurance provider and claims are paid from this fund.

General Risk Retention Fund

This fund was established to accumulate claim reserves and to pay claims and administrative fees for general liability, vehicle liability, public official liability, law enforcement liability and underground storage tank liability, in the City's self-funding program.

Capital Leasing Fund

This fund was established to account for major equipment purchases financed with lease-purchase agreements or certificates of participation.

Guilford Metro Communications Fund

This fund was established in FY2011 to account for communications administration supported by General Fund revenues.

Internal Service Funds

Combining Statement of Net Assets

June 30, 2011

ASSETS	<u>Equipment Services</u>	<u>Technical Services</u>	<u>Information Systems</u>	<u>Graphic Services</u>
Current Assets:				
Cash and Cash Equivalents/Investments	\$ 16,412,919	\$ 6,945,295	\$ 3,392,288	\$ 184,581
Receivables (Net):				
Intergovernmental	324,610	138,207	289,290	36,103
Interest	52,718	24,152	11,069	1,130
Inventories	796,869		56,182	35,136
Miscellaneous	18,547	34,681		
Total Current Assets	<u>17,605,663</u>	<u>7,142,335</u>	<u>3,748,829</u>	<u>256,950</u>
Noncurrent Assets:				
Restricted:				
Cash and Cash Equivalents/Investments				
Assets Held for Resale				
Self-Funded Retention Deposits				
Capital Assets:				
Non-Depreciable:				
Land				
Construction in Progress	604,102			
Depreciable/Amortized:				
Land Improvements	80,255			
Buildings	1,604,880	167,458		
Improvements Other than Buildings		11,108		
Furniture, Fixtures, Machinery and Equipment	65,769,397	7,773,320	196,061	39,672
Less Accumulated Depreciation	(52,249,900)	(7,300,603)	(184,691)	(21,833)
Intangible Assets:				
Software and Licenses				
Less Accumulated Amortization				
Total Noncurrent Assets	<u>15,808,734</u>	<u>651,283</u>	<u>11,370</u>	<u>17,839</u>
Total Assets	<u>33,414,397</u>	<u>7,793,618</u>	<u>3,760,199</u>	<u>274,789</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	153,946			2,315
Contracts/Retainage Payable			21,465	
Interest Payable		30,166		
General Obligation Bonds Payable		304,010		
Lease-Purchase and Other				
Financing Agreements Payable				
Customer Deposits Payable				
Compensated Absences	197,518	44,227	46,434	56,079
Total Current Liabilities	<u>351,464</u>	<u>378,403</u>	<u>67,899</u>	<u>58,394</u>
Noncurrent Liabilities:				
General Obligation Bonds Payable		3,162,951		
Lease-Purchase and Other				
Financing Agreements Payable				
Compensated Absences	44,890	3,614	60,023	9,477
Other Postemployment Benefits Payable				
Total Noncurrent Liabilities	<u>44,890</u>	<u>3,166,565</u>	<u>60,023</u>	<u>9,477</u>
Total Liabilities	<u>396,354</u>	<u>3,544,968</u>	<u>127,922</u>	<u>67,871</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	15,808,734	(2,815,678)	11,370	17,839
Restricted for Assets Held for Resale				
Restricted for Self-Funded Insurance Deposits				
Restricted for Economic Development				
Unrestricted	17,209,309	7,064,328	3,620,907	189,079
Total Net Assets	<u>\$ 33,018,043</u>	<u>\$ 4,248,650</u>	<u>\$ 3,632,277</u>	<u>\$ 206,918</u>

<u>Guilford Metro Communications</u>	<u>Employee Risk Retention</u>	<u>General Risk Retention</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 1,685,953	\$ 27,556,470	\$ 13,357,383	\$ 3,617,117	\$ 73,152,006
17,452	2,900		25,351	833,913
	98,670	44,110	20,193	252,042
	1,659			888,187
<u>1,703,405</u>	<u>27,659,699</u>	<u>13,401,493</u>	<u>3,662,661</u>	<u>75,181,035</u>
			1,200,000	1,200,000
			600,000	600,000
	1,882,699	15,443,089		17,325,788
137,042			1,660,541	1,797,583
			297,719	901,821
136,224			749,902	966,381
			1,153,639	2,925,977
				11,108
28,149	5,295		41,856,610	115,668,504
(41,319)	(706)		(34,131,393)	(93,930,445)
			6,000,541	6,000,541
			(5,693,133)	(5,693,133)
<u>260,096</u>	<u>1,887,288</u>	<u>15,443,089</u>	<u>13,694,426</u>	<u>47,774,125</u>
<u>1,963,501</u>	<u>29,546,987</u>	<u>28,844,582</u>	<u>17,357,087</u>	<u>122,955,160</u>
	7,833,210	1,306,700		9,296,171
			359,667	381,132
			94,571	124,737
				304,010
			3,091,676	3,091,676
		13,099		13,099
<u>71,586</u>				<u>415,844</u>
<u>71,586</u>	<u>7,833,210</u>	<u>1,319,799</u>	<u>3,545,914</u>	<u>13,626,669</u>
				3,162,951
			10,198,354	10,198,354
357,645				475,649
	53,656			53,656
<u>357,645</u>	<u>53,656</u>		<u>10,198,354</u>	<u>13,890,610</u>
<u>429,231</u>	<u>7,886,866</u>	<u>1,319,799</u>	<u>13,744,268</u>	<u>27,517,279</u>
260,096	4,589		(1,395,604)	11,891,346
			600,000	600,000
	1,882,699	15,443,089		17,325,788
			1,200,000	1,200,000
<u>1,274,174</u>	<u>19,772,833</u>	<u>12,081,694</u>	<u>3,208,423</u>	<u>64,420,747</u>
<u>\$ 1,534,270</u>	<u>\$ 21,660,121</u>	<u>\$ 27,524,783</u>	<u>\$ 3,612,819</u>	<u>\$ 95,437,881</u>

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2011

	<u>Equipment Services</u>	<u>Technical Services</u>	<u>Information Systems</u>
Operating Revenues:			
Charges for Current Services-Internal	\$ 16,597,949	\$ 2,512,747	\$ 7,409,366
Charges for Current Services-External	1,943	182,443	
Total Charges for Current Services	<u>16,599,892</u>	<u>2,695,190</u>	<u>7,409,366</u>
Other Operating Revenues	26,622	912,485	
Total Operating Revenues	<u>16,626,514</u>	<u>3,607,675</u>	<u>7,409,366</u>
Operating Expenses:			
Personal Services	2,271,375	563,008	981,786
Fringe Benefits	951,900	172,850	308,632
Maintenance and Operations	6,508,264	2,386,033	5,107,131
Claims and Expenses			
Depreciation/Amortization	6,174,676	557,938	812
Total Operating Expenses	<u>15,906,215</u>	<u>3,679,829</u>	<u>6,398,361</u>
Operating Income (Loss)	<u>720,299</u>	<u>(72,154)</u>	<u>1,011,005</u>
Nonoperating Revenues(Expenses):			
Investment Income	152,047	74,172	34,204
Miscellaneous Nonoperating Revenue	673,400		16,368
Interest Expense		(99,246)	
Loss on Disposal of Capital Assets	(156,154)		
Amortization of Underwriters' Expense		(3,131)	
Miscellaneous Nonoperating Expense	(3,213)	(28,529)	
Total Nonoperating Revenues (Expenses)	<u>666,080</u>	<u>(56,734)</u>	<u>50,572</u>
Income (Loss) Before Transfers	<u>1,386,379</u>	<u>(128,888)</u>	<u>1,061,577</u>
Capital Contributions			
Transfers In	210,000		
Transfers Out	(1,751,765)		(1,745,000)
Total Transfers	<u>(1,541,765)</u>		<u>(1,745,000)</u>
Change in Net Assets	(155,386)	(128,888)	(683,423)
Net Assets - July 1	33,173,429	4,377,538	4,315,700
Net Assets - June 30	<u>\$ 33,018,043</u>	<u>\$ 4,248,650</u>	<u>\$ 3,632,277</u>

<u>Graphic Services</u>	<u>Guilford Metro Communications</u>	<u>Employee Risk Retention</u>	<u>General Risk Retention</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 688,234	\$	\$ 35,053,040	\$ 1,963,139	\$ 5,829,544	\$ 70,054,019
261,860	1,857,934				2,304,180
<u>950,094</u>	<u>1,857,934</u>	<u>35,053,040</u>	<u>1,963,139</u>	<u>5,829,544</u>	<u>72,358,199</u>
	615	907,924	1,019,584	92,269	2,959,499
<u>950,094</u>	<u>1,858,549</u>	<u>35,960,964</u>	<u>2,982,723</u>	<u>5,921,813</u>	<u>75,317,698</u>
417,349	4,507,172	361,918			9,102,608
159,183	1,516,811	107,168			3,216,544
546,762	356,774	346,700		523,251	15,774,915
		36,980,989	1,362,432		38,343,421
1,984	8,219	353		4,478,112	11,222,094
<u>1,125,278</u>	<u>6,388,976</u>	<u>37,797,128</u>	<u>1,362,432</u>	<u>5,001,363</u>	<u>77,659,582</u>
<u>(175,184)</u>	<u>(4,530,427)</u>	<u>(1,836,164)</u>	<u>1,620,291</u>	<u>920,450</u>	<u>(2,341,884)</u>
3,611	16,384	287,861	195,315	150,531	914,125
				689,768	689,768
				(663,571)	(762,817)
				(88,674)	(244,828)
					(3,131)
				(1,595,370)	(1,627,112)
<u>3,611</u>	<u>16,384</u>	<u>287,861</u>	<u>195,315</u>	<u>(2,197,084)</u>	<u>(1,033,995)</u>
<u>(171,573)</u>	<u>(4,514,043)</u>	<u>(1,548,303)</u>	<u>1,815,606</u>	<u>(1,276,634)</u>	<u>(3,375,879)</u>
	268,314				268,314
	4,251,560			769,648	5,231,208
					(3,496,765)
	<u>4,251,560</u>			<u>769,648</u>	<u>1,734,443</u>
(171,573)	5,831	(1,548,303)	1,815,606	(506,986)	(1,373,122)
378,491	1,528,439	23,208,424	25,709,177	4,119,805	96,811,003
<u>\$ 206,918</u>	<u>\$ 1,534,270</u>	<u>\$ 21,660,121</u>	<u>\$ 27,524,783</u>	<u>\$ 3,612,819</u>	<u>\$ 95,437,881</u>

Internal Service Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2011

	Equipment Services	Technical Services	Information Systems
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 16,599,892	\$ 2,695,190	\$ 7,409,366
Payments to Suppliers	(6,663,803)	(2,463,198)	(5,185,779)
Payments to Employees	(3,215,076)	(736,606)	(1,254,370)
Other Receipts (Disbursements)	221,275	912,485	
Net Cash Provided by (Used for) Operating Activities	<u>6,942,288</u>	<u>407,871</u>	<u>969,217</u>
Cash Flows from Noncapital Financing Activities:			
Subsidies and Transfers In	210,000		
Subsidies and Transfers Out	(1,751,765)		(1,745,000)
Net Cash Used for Noncapital Financing Activities	<u>(1,541,765)</u>		<u>(1,745,000)</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	(5,713,677)	(16,623)	(12,182)
Proceeds from Sale of Capital Assets	459,820		
Principal Paid on Capital Debt		(293,405)	
Interest and Fiscal Charges Paid on Capital Debt		(122,818)	
Net Cash Used for Capital and Related Financing Activities	<u>(5,253,857)</u>	<u>(432,846)</u>	<u>(12,182)</u>
Cash Flows from Investing Activities:			
Interest	<u>158,924</u>	<u>75,944</u>	<u>35,834</u>
Net Increase (Decrease) in Cash and Cash Equivalents/Investments	305,590	50,969	(752,131)
Balances - July 1	<u>16,107,329</u>	<u>6,894,326</u>	<u>4,144,419</u>
Balances - June 30	<u>\$ 16,412,919</u>	<u>\$ 6,945,295</u>	<u>\$ 3,392,288</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	<u>\$ 720,299</u>	<u>\$ (72,154)</u>	<u>\$ 1,011,005</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	6,174,676	557,938	812
Changes in Assets and Liabilities:			
Increase in Receivables		49,954	
Increase (Decrease) in Inventories	(143,997)		424
(Increase) Decrease in Intergovernmental Receivables	(109,050)	(95,459)	(73,817)
Decrease in Miscellaneous Assets		(31,660)	
Increase (Decrease) in Accounts Payable	97,508		(5,255)
Increase (Decrease) in Compensated Absences Payable	8,199	(748)	14,583
Decrease in Intergovernmental Payables			21,465
Increase in Other Receipts (Disbursements)	194,653		
Total Adjustments	<u>6,221,989</u>	<u>480,025</u>	<u>(41,788)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 6,942,288</u>	<u>\$ 407,871</u>	<u>\$ 969,217</u>
Noncash Investing, Capital and Financing Activities:			
Lease-Purchase and Other Capital Financing Agreements	\$	\$	\$
Donated Assets	<u>\$</u>	<u>\$</u>	<u>\$</u>

<u>Graphic Services</u>	<u>Guilford Metro Communications</u>	<u>Employee Risk Retention</u>	<u>General Risk Retention</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 950,094	\$ 1,857,934	\$ 35,053,040	\$ 1,963,139	\$ 4,455,244	\$ 70,983,899
(550,171)	(367,922)	(36,082,743)	(1,707,993)	(520,306)	(53,541,915)
(563,814)	(5,594,752)	(469,086)			(11,833,704)
	615	907,924	6,284	92,269	2,140,852
<u>(163,891)</u>	<u>(4,104,125)</u>	<u>(590,865)</u>	<u>261,430</u>	<u>4,027,207</u>	<u>7,749,132</u>
	4,251,560			769,648	5,231,208
	<u>4,251,560</u>			<u>769,648</u>	<u>(3,496,765)</u>
					<u>1,734,443</u>
				(289,489)	(6,031,971)
					459,820
				(3,127,812)	(3,421,217)
				<u>(599,349)</u>	<u>(722,167)</u>
				<u>(4,016,650)</u>	<u>(9,715,535)</u>
<u>3,659</u>	<u>16,384</u>	<u>301,590</u>	<u>177,931</u>	<u>138,071</u>	<u>908,337</u>
(160,232)	163,819	(289,275)	439,361	918,276	676,377
<u>344,813</u>	<u>1,522,134</u>	<u>27,845,745</u>	<u>12,918,022</u>	<u>3,898,841</u>	<u>73,675,629</u>
<u>\$ 184,581</u>	<u>\$ 1,685,953</u>	<u>\$ 27,556,470</u>	<u>\$ 13,357,383</u>	<u>\$ 4,817,117</u>	<u>\$ 74,352,006</u>
\$ (175,184)	\$ (4,530,427)	\$ (1,836,164)	\$ 1,620,291	\$ 920,450	\$ (2,341,884)
1,984	8,219	353		4,478,112	11,222,094
					49,954
(398)					(143,971)
(2,437)	(11,148)	773		2,945	(288,193)
		(124,282)	(1,358,892)		(1,514,834)
(574)		1,368,455	31	(1,374,300)	85,865
12,718	429,231				463,983
					21,465
					194,653
<u>11,293</u>	<u>426,302</u>	<u>1,245,299</u>	<u>(1,358,861)</u>	<u>3,106,757</u>	<u>10,091,016</u>
<u>\$ (163,891)</u>	<u>\$ (4,104,125)</u>	<u>\$ (590,865)</u>	<u>\$ 261,430</u>	<u>\$ 4,027,207</u>	<u>\$ 7,749,132</u>
\$	\$	\$	\$	\$ (599,339)	\$ (599,339)
	268,314				268,314
<u>\$</u>	<u>\$ 268,314</u>	<u>\$</u>	<u>\$</u>	<u>\$ (599,339)</u>	<u>\$ (331,025)</u>

Internal Service Funds

Schedule of Changes in Long-Term Debt
For the Fiscal Year Ended June 30, 2011

	Debt Outstanding June 30, 2010	Additions	Retirements	Debt Outstanding June 30, 2011
Equipment Services:				
Compensated Absences	\$ 234,209	\$ 236,004	\$ 227,805	\$ 242,408
Technical Services:				
General Obligation Bonds	3,781,146		314,185	3,466,961
Compensated Absences	48,589	29,212	29,960	47,841
Total Technical Services	3,829,735	29,212	344,145	3,514,802
Information Systems:				
Compensated Absences	91,874	82,378	67,795	106,457
Graphic Services:				
Compensated Absences	52,838	73,282	60,564	65,556
Guilford Metro Communications:				
Compensated Absences		787,162	357,931	429,231
Capital Leasing:				
Capital Leases	2,376,355	691,641	1,290,980	1,777,016
Master Equipment Lease Agreement	14,640,831		3,127,817	11,513,014
Total Capital Leasing	17,017,186	691,641	4,418,797	13,290,030
Total Internal Service Funds	\$ 21,225,842	\$ 1,899,679	\$ 5,477,037	\$ 17,648,484

Internal Service Fund

Schedule of Revenues, Expenses and Changes in Fund Balance

Budget and Actual (Non-GAAP)

The following Schedules present the results of operation for all Internal Service Funds on the modified accrual basis for comparison to the legally adopted budget for each fund. A reconciliation of the modified accrual basis to the full accrual basis (per generally accepted accounting principles) follows each Schedule.

Equipment Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for Current Services	\$ 16,628,076	\$ 16,599,892	\$ (28,184)
Other Operating Revenues	81,600	26,622	(54,978)
Total Operating Revenues	<u>16,709,676</u>	<u>16,626,514</u>	<u>(83,162)</u>
Operating Expenses:			
Personal Services	2,208,031	2,263,175	(55,144)
Fringe Benefits	930,324	951,900	(21,576)
Maintenance and Operations	7,569,576	6,508,264	1,061,312
Capital Outlay	10,671,861	5,713,677	4,958,184
Total Operating Expenses	<u>21,379,792</u>	<u>15,437,016</u>	<u>5,942,776</u>
Operating Income (Loss)	<u>(4,670,116)</u>	<u>1,189,498</u>	<u>5,859,614</u>
Nonoperating Revenues:			
Investment Income	150,000	152,047	2,047
Miscellaneous Nonoperating Revenue	945,100	654,473	(290,627)
Total Nonoperating Revenues	<u>1,095,100</u>	<u>806,520</u>	<u>(288,580)</u>
Nonoperating Expenses:			
Miscellaneous Nonoperating Expense	5,100		5,100
Total Nonoperating Expenses	<u>5,100</u>	<u></u>	<u>5,100</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources (Uses)	<u>(3,580,116)</u>	<u>1,996,018</u>	<u>5,576,134</u>
Other Financing Sources(Uses):			
Transfers In	210,000	210,000	
Transfers Out	(1,751,765)	(1,751,765)	
Total Other Financing Sources (Uses)	<u>(1,541,765)</u>	<u>(1,541,765)</u>	<u></u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>(5,121,881)</u>	<u>454,253</u>	<u>5,576,134</u>
Appropriated Fund Balance	<u>5,121,881</u>	<u></u>	<u>(5,121,881)</u>
Excess of Revenues and Other Financing Sources Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 454,253</u>	<u>\$ 454,253</u>

Equipment Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 17,433,034
Total Expenses	<u>15,437,016</u>

Excess of Revenues Over Expenses
Before Other Financing Sources (Uses)

1,996,018

Adjustment to Full Accrual Basis:

Depreciation	(6,174,676)
Capital Outlay	5,713,677
Loss on Disposal of Capital Assets	(156,154)
Compensated Absences	(8,200)
Inventory Gain (Loss)	<u>15,714</u>

Income Before Contributions and Transfers

\$ 1,386,379

Technical Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 2,259,357	\$ 2,695,190	\$ 435,833
Other Operating Revenues	914,000	912,485	(1,515)
Total Operating Revenues	<u>3,173,357</u>	<u>3,607,675</u>	<u>434,318</u>
<i>Operating Expenses:</i>			
Personal Services	562,925	563,756	(831)
Fringe Benefits	170,420	172,850	(2,430)
Maintenance and Operations	3,558,663	2,386,033	1,172,630
Capital Outlay	35,623	16,623	19,000
Total Operating Expenses	<u>4,327,631</u>	<u>3,139,262</u>	<u>1,188,369</u>
Operating Income (Loss)	<u>(1,154,274)</u>	<u>468,413</u>	<u>1,622,687</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>130,000</u>	<u>74,172</u>	<u>(55,828)</u>
<i>Nonoperating Expenses:</i>			
Principal Maturities	255,225	293,405	(38,180)
Interest Expense	228,910	120,025	108,885
Miscellaneous Nonoperating Expense	5,150		5,150
Total Nonoperating Expenses	<u>489,285</u>	<u>413,430</u>	<u>75,855</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Uses	<u>(1,513,559)</u>	<u>129,155</u>	<u>1,642,714</u>
<i>Other Financing Uses:</i>			
Transfers Out	<u>(52,982)</u>		<u>52,982</u>
Appropriated Fund Balance	<u>1,566,541</u>		<u>(1,566,541)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 129,155</u>	<u>\$ 129,155</u>

Technical Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 3,681,847
Total Expenses	<u>3,552,692</u>
Excess of Revenues Over Expenses Before Other Financing Uses	129,155
Adjustment to Full Accrual Basis:	
Depreciation	(557,938)
Principal Maturities	293,405
Capital Outlay	16,623
Compensated Absences	748
Amortization of Bond Premium	20,779
Amortization of Underwriters' Expense	<u>(31,660)</u>
Loss Before Contributions and Transfers	<u>\$ (128,888)</u>

Information Systems Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for Current Services	\$ 7,342,748	\$ 7,409,366	\$ 66,618
Total Operating Revenues	<u>7,342,748</u>	<u>7,409,366</u>	<u>66,618</u>
Operating Expenses:			
Personal Services	928,757	967,202	(38,445)
Fringe Benefits	297,069	308,632	(11,563)
Maintenance and Operations	6,395,309	5,107,131	1,288,178
Capital Outlay	10,259	12,182	(1,923)
Total Operating Expenses	<u>7,631,394</u>	<u>6,395,147</u>	<u>1,236,247</u>
Operating Income (Loss)	<u>(288,646)</u>	<u>1,014,219</u>	<u>1,302,865</u>
Nonoperating Revenues:			
Investment Income	<u>40,814</u>	<u>34,204</u>	<u>(6,610)</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Uses	<u>(247,832)</u>	<u>1,048,423</u>	<u>1,296,255</u>
Other Financing Uses:			
Transfers Out	<u>(1,745,000)</u>	<u>(1,745,000)</u>	<u>_____</u>
Excess of Revenues Under Expenses and Other Financing Uses	<u>(1,992,832)</u>	<u>(696,577)</u>	<u>1,296,255</u>
Appropriated Fund Balance	<u>1,992,832</u>	<u>_____</u>	<u>(1,992,832)</u>
Excess of Revenues Under Expenses and Other Financing Uses	<u>\$ _____</u>	<u>\$ (696,577)</u>	<u>\$ (696,577)</u>

Information Systems Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 7,443,570
Total Expenses	<u>6,395,147</u>
Excess of Revenues Over Expenses Before Other Financing Uses	1,048,423
Adjustment to Full Accrual Basis:	
Depreciation	(812)
Capital Outlay	12,182
Compensated Absences	(14,584)
Inventory Gain (Loss)	<u>16,368</u>
Income Before Contributions and Transfers	<u>\$ 1,061,577</u>

Graphic Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 1,317,961	\$ 950,094	\$ (367,867)
<i>Operating Expenses:</i>			
Personal Services	430,591	404,631	25,960
Fringe Benefits	183,799	159,183	24,616
Maintenance and Operations	729,064	546,762	182,302
Capital Outlay	5,000		5,000
Total Operating Expenses	<u>1,348,454</u>	<u>1,110,576</u>	<u>237,878</u>
Operating Loss	<u>(30,493)</u>	<u>(160,482)</u>	<u>(129,989)</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u></u>	<u>3,611</u>	<u>3,611</u>
Excess of Revenues Under Expenses	(30,493)	(156,871)	(126,378)
Appropriated Fund Balance	<u>30,493</u>	<u></u>	<u>(30,493)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (156,871)</u>	<u>\$ (156,871)</u>

Graphic Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 953,705
Total Expenses	<u>1,110,576</u>

Excess of Revenues Under Expenses (156,871)

Adjustment to Full Accrual Basis:

Depreciation	(1,984)
Compensated Absences	<u>(12,718)</u>

Loss Before Contributions and Transfers \$ (171,573)

Guilford Metro Communications

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 1,857,935	\$ 1,857,934	\$ (1)
Other Operating Revenues	615	615	615
Total Operating Revenues	<u>1,857,935</u>	<u>1,858,549</u>	<u>614</u>
<i>Operating Expenses:</i>			
Personal Services	4,082,723	4,077,941	4,782
Fringe Benefits	1,495,201	1,516,811	(21,610)
Maintenance and Operations	737,943	356,774	381,169
Total Operating Expenses	<u>6,315,867</u>	<u>5,951,526</u>	<u>364,341</u>
Operating Loss	<u>(4,457,932)</u>	<u>(4,092,977)</u>	<u>364,955</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>16,384</u>	<u>16,384</u>	<u>16,384</u>
Excess of Revenues Under Expenses Before Contributions and Other Financing Sources	<u>(4,457,932)</u>	<u>(4,076,593)</u>	<u>381,339</u>
<i>Capital Contributions</i>	<u>268,314</u>	<u>268,314</u>	<u>268,314</u>
<i>Other Financing Sources:</i>			
Transfers In	<u>4,251,560</u>	<u>4,251,560</u>	<u>4,251,560</u>
Excess of Revenues and Contributions Over (Under) Expenses and Other Financing Sources	(206,372)	443,281	649,653
Appropriated Fund Balance	<u>206,372</u>	<u>206,372</u>	<u>(206,372)</u>
Excess of Revenues, Contributions and Other Financing Sources Over Expenses	<u>\$ 443,281</u>	<u>\$ 443,281</u>	<u>\$ 443,281</u>

Guilford Metro Communications

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 1,874,933
Total Expenses	<u>5,951,526</u>

Excess of Revenues Under Expenses Before Contributions and Other Financing Sources	(4,076,593)
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Adjustment to Full Accrual Basis:

Depreciation	(8,219)
Compensated Absences	<u>(429,231)</u>

Loss Before Contributions and Transfers	<u>\$ (4,514,043)</u>
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Employee Risk Retention Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 34,654,746	\$ 35,053,040	\$ 398,294
Miscellaneous Operating Revenues	<u>375,000</u>	<u>907,924</u>	<u>532,924</u>
Total Operating Revenues	<u>35,029,746</u>	<u>35,960,964</u>	<u>931,218</u>
<i>Operating Expenses:</i>			
Personal Services	402,923	361,918	41,005
Fringe Benefits	103,679	107,168	(3,489)
Maintenance and Operations	741,921	346,700	395,221
Claims and Expenses	<u>36,841,900</u>	<u>36,980,989</u>	<u>(139,089)</u>
Total Operating Expenses	<u>38,090,423</u>	<u>37,796,775</u>	<u>293,648</u>
Operating Loss	<u>(3,060,677)</u>	<u>(1,835,811)</u>	<u>1,224,866</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>581,305</u>	<u>287,861</u>	<u>(293,444)</u>
Excess of Revenues Under Expenses	<u>(2,479,372)</u>	<u>(1,547,950)</u>	<u>931,422</u>
Appropriated Fund Balance	<u>2,479,372</u>	<u> </u>	<u>(2,479,372)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (1,547,950)</u>	<u>\$ (1,547,950)</u>

Employee Risk Retention Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 36,248,825
Total Expenses	<u>37,796,775</u>

Excess of Revenues Under Expenses (1,547,950)

Adjustment to Full Accrual Basis:

Depreciation	<u>(353)</u>
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Loss Before Contributions and Transfers \$ (1,548,303)

General Risk Retention Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 1,955,105	\$ 1,963,139	\$ 8,034
Other Operating Revenues	<u>1,019,584</u>	<u>1,019,584</u>	<u>1,019,584</u>
Total Operating Revenues	<u>1,955,105</u>	<u>2,982,723</u>	<u>1,027,618</u>
<i>Operating Expenses:</i>			
Claims and Expenses	<u>2,151,980</u>	<u>1,362,432</u>	<u>789,548</u>
Total Operating Expenses	<u>2,151,980</u>	<u>1,362,432</u>	<u>789,548</u>
Operating Income (Loss)	<u>(196,875)</u>	<u>1,620,291</u>	<u>1,817,166</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>196,875</u>	<u>195,315</u>	<u>(1,560)</u>
Excess of Revenues Over Expenses		1,815,606	1,815,606
Appropriated Fund Balance	<u> </u>	<u> </u>	<u> </u>
Excess of Revenues Over Expenses	<u>\$ </u>	<u>\$ 1,815,606</u>	<u>\$ 1,815,606</u>

General Risk Retention Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 3,178,038
Total Expenses	<u>1,362,432</u>

Income Before Contributions and Transfers	<u><u>\$ 1,815,606</u></u>
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Capital Leasing Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 6,918,323	\$ 5,829,544	\$ (1,088,779)
Other Operating Revenues		92,269	92,269
Total Operating Revenues	<u>6,918,323</u>	<u>5,921,813</u>	<u>(996,510)</u>
<i>Operating Expenses:</i>			
Maintenance and Operations	2,869,270	523,251	2,346,019
Capital Outlay	2,419,200	1,340,746	1,078,454
Total Operating Expenses	<u>5,288,470</u>	<u>1,863,997</u>	<u>3,424,473</u>
Operating Income	<u>1,629,853</u>	<u>4,057,816</u>	<u>2,427,963</u>
<i>Nonoperating Revenues:</i>			
Investment Income		150,531	150,531
<i>Nonoperating Expenses:</i>			
Principal Maturities	4,428,131	4,418,797	9,334
Interest Expense	690,840	663,571	27,269
Miscellaneous Nonoperating Expense		1,125	(1,125)
Total Nonoperating Expenses	<u>5,118,971</u>	<u>5,083,493</u>	<u>35,478</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(3,489,118)</u>	<u>(875,146)</u>	<u>2,613,972</u>
<i>Other Financing Sources:</i>			
Debt Issuances:			
Capitalized Leases		691,641	691,641
Transfers In	769,648	769,648	
Total Other Financing Sources	<u>769,648</u>	<u>1,461,289</u>	<u>691,641</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>(2,719,470)</u>	586,143	3,305,613
Appropriated Fund Balance	<u>2,719,470</u>		<u>(2,719,470)</u>
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 586,143</u>	<u>\$ 586,143</u>

Capital Leasing Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2011

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 6,072,344
Total Expenses	<u>6,947,490</u>
Excess of Revenues Under Expenses Before Other Financing Sources	(875,146)
Adjustment to Full Accrual Basis:	
Depreciation / Amortization	(4,478,112)
Principal Maturities	4,418,797
Capital Outlay	1,340,746
Adjustment of Capital Asset to Net Realizable Value	(1,594,245)
Loss on Disposal of Capital Assets	<u>(88,674)</u>
Loss Before Contributions and Transfers	<u>\$ (1,276,634)</u>

Schedule of General Capital Assets

By Source

June 30, 2011

General Capital Assets:

Land	\$ 72,187,260
Improvements Other Than Buildings	26,395,481
Buildings	150,187,868
Furniture, Fixtures, Machinery and Equipment	134,350,130
Infrastructure	259,325,492
Intangible Assets - Software & Licenses	9,199,274
Construction in Progress	13,540,595
Accumulated Depreciation/Amortization	<u>(296,769,796)</u>
 Total General Capital Assets	 <u><u>\$ 368,416,304</u></u>

Investment in General Capital Assets by Source:

General Fund	\$ 169,196,756
General Obligation Bonds	89,669,178
Grant Funds	18,722,759
Infrastructure	259,325,492
Internal Service Funds	128,271,915
Accumulated Depreciation/Amortization	<u>(296,769,796)</u>
 Total Investment in General Capital Assets	 <u><u>\$ 368,416,304</u></u>

Schedule of General Capital Assets

By Function and Activity
June 30, 2011

	<u>Land</u>	<u>Improvements Other Than Buildings</u>	<u>Buildings</u>
General Government:			
Administration	\$ 1,038,715	\$ 720,388	\$ 4,276,400
Job Training Consortium			
Total General Government	<u>1,038,715</u>	<u>720,388</u>	<u>4,276,400</u>
Public Safety:			
Police	984,525	44,917	7,187,180
Fire	3,417,642	76,816	36,033,869
Total Public Safety	<u>4,402,167</u>	<u>121,733</u>	<u>43,221,049</u>
Transportation	519,423	1,214,547	507,187
Infrastructure	41,034,565		
Total Transportation	<u>41,553,988</u>	<u>1,214,547</u>	<u>507,187</u>
Field Operations		5,000	102,752
Engineering and Building Maintenance	4,297,454	2,895,798	28,092,691
Culture and Recreation:			
Parks and Recreation	16,248,874	20,364,092	42,133,691
Library	2,848,479	96,434	28,928,121
Total Culture and Recreation	<u>19,097,353</u>	<u>20,460,526</u>	<u>71,061,812</u>
Internal Service Funds	1,797,583	977,489	2,925,977
Accumulated Depreciation/Amortization		(13,033,334)	(57,193,400)
Total General Capital Assets	<u>\$ 72,187,260</u>	<u>\$ 13,362,147</u>	<u>\$ 92,994,468</u>

Furniture, Fixtures, Machinery and Equipment	Infrastructure	Intangible Assets - Software & Licenses	Construction In Progress	Total
\$ 1,710,094	\$	\$ 2,767,293	\$	\$ 10,512,890
30,130				30,130
<u>1,740,224</u>		<u>2,767,293</u>		<u>10,543,020</u>
3,671,009		7,486	62,562	11,957,679
4,555,009		78,150	2,020,848	46,182,334
<u>8,226,018</u>		<u>85,636</u>	<u>2,083,410</u>	<u>58,140,013</u>
1,560,190				3,801,347
	259,325,492		5,579,302	305,939,359
<u>1,560,190</u>	<u>259,325,492</u>		<u>5,579,302</u>	<u>309,740,706</u>
347,830				455,582
<u>1,088,673</u>		<u>270,804</u>		<u>36,645,420</u>
4,686,506		75,000	4,797,662	88,305,825
1,032,185			178,400	33,083,619
<u>5,718,691</u>		<u>75,000</u>	<u>4,976,062</u>	<u>121,389,444</u>
115,668,504		6,000,541	901,821	128,271,915
(104,298,623)	(113,697,818)	(8,546,621)		(296,769,796)
<u>\$ 30,051,507</u>	<u>\$ 145,627,674</u>	<u>\$ 652,653</u>	<u>\$ 13,540,595</u>	<u>\$ 368,416,304</u>

Schedule of Changes in General Capital Assets

By Function and Activity

For the Fiscal Year Ended June 30, 2011

	General Capital Assets June 30, 2010	Additions
General Government:		
Administration	\$ 10,484,300	\$ 28,590
Job Training Consortium	22,348	7,782
Total General Government	<u>10,506,648</u>	<u>36,372</u>
Public Safety:		
Police	12,416,592	372,104
Fire	41,630,072	2,380,609
Metro Communications	301,415	
Total Public Safety	<u>54,348,079</u>	<u>2,752,713</u>
Transportation	3,795,947	5,400
Infrastructure	288,979,809	11,380,248
Total Transportation	<u>292,775,756</u>	<u>11,385,648</u>
Field Operations	<u>434,997</u>	<u>20,585</u>
Engineering and Building Maintenance	<u>36,500,042</u>	<u>145,378</u>
Culture and Recreation:		
Parks and Recreation	78,683,676	4,824,043
Library	30,148,211	2,780,008
Total Culture and Recreation	<u>108,831,887</u>	<u>7,604,051</u>
Internal Service Funds	<u>123,371,413</u>	<u>6,401,498</u>
Construction in Progress	<u>12,764,309</u>	<u>9,158,140</u>
Accumulated Depreciation/Amortization	<u>(277,518,856)</u>	<u>(22,407,943)</u>
Total General Capital Assets	<u>\$ 362,014,275</u>	<u>\$ 15,096,442</u>

Transfers		Deductions/ Disposals	General Capital Assets June 30, 2011
<u>In</u>	<u>Out</u>		
\$	\$	\$	\$ 10,512,890
			30,130
			10,543,020
	159,970	733,609	11,895,117
150,805	301,415		44,161,486
	461,385	733,609	56,056,603
			3,801,347
			300,360,057
			304,161,404
			455,582
			36,645,420
9,165		8,721	83,508,163
		23,000	32,905,219
9,165		31,721	116,413,382
301,415		2,704,232	127,370,094
		8,381,854	13,540,595
(33,101)	33,101	3,157,003	(296,769,796)
\$ 428,284	\$ 428,284	\$ 8,694,413	\$ 368,416,304

Schedule of Long-Term Debt

June 30, 2011

<u>Issue Date</u>	<u>Description</u>	<u>Original Issue Amount</u>	<u>Final Maturity</u>	<u>Original Interest Rates</u>
GENERAL OBLIGATION BONDS				
10/27/94	Public Improvement Series 1994 Tax Exempt (Swap)	\$ 13,600,000	04/01/2014	4.00 var. (2.92) ⁽¹⁾
10/27/94	Public Improvement Series 1994 Taxable	5,540,000	04/01/2012	5.30 var.
10/27/94	Public Improvement Series 1994 Taxable	7,285,000	04/01/2014	5.30 var.
02/01/98	Public Improvement Series 1998 Taxable	6,300,000	04/01/2022	5.30 var.
02/10/98	Public Improvement Series 1998 Tax Exempt (Swap)	5,700,000	04/01/2020	4.00 var. (3.46) ⁽¹⁾
02/01/03	Public Improvement Series 2003A Tax Exempt	40,000,000	02/01/2013	2.50-4.40
02/01/03	Public Improvement Series 2003B Tax Exempt	10,000,000	02/01/2023	4.00 var.
02/01/03	Public Improvement Refunding Series 2003C Tax Exempt	22,820,000	02/01/2014	2.25-4.00
12/01/04	Public Improvement Refunding Series 2004 Tax Exempt	31,715,000	02/01/2012	3.50-5.25
01/25/05	Public Improvement Series 2005A Tax Exempt	14,580,000	03/01/2023	3.00-4.13
02/09/06	Public Improvement Series 2006A Tax Exempt	12,000,000	02/01/2023	3.75-4.00
02/09/06	Public Improvement Series 2006B Tax Exempt	10,000,000	02/01/2026	4.00 var.
01/17/08	Public Improvement Series 2008A	40,220,000	02/01/2025	3.50-5.00
01/17/08	Public Improvement Series 2008B	10,000,000	02/01/2028	4.00 Var
01/17/08	Public Improvement Refunding Series 2008C	23,445,000	04/01/2018	3.25-5.00
06/29/10	Public Improvement BAN Series 2010 Tax Exempt	9,745,000	11/03/2010	0.4303
11/02/10	Public Improvement Series 2010A	16,000,000	10/01/2018	3.00-5.00
11/02/10	Public Improvement Series 2010 BABs Taxable	24,000,000	10/01/1930	3.30-5.00
11/02/10	Public Improvement Refunding Series 2010C Tax Exempt	15,505,000	02/01/2020	3.00-5.00
06/28/11	Public Improvement BAN Series 2011 Tax Exempt	6,000,000	02/28/2012	1.00
TOTAL GENERAL OBLIGATION BONDS				
CERTIFICATES OF PARTICIPATION				
09/16/99	Coliseum Project 1999B Taxable	\$ 16,750,000	12/01/2015	5.30 var.
09/30/10	Coliseum Project 2010A Taxable	7,000,000	04/01/2031	3.00-5.25
TOTAL CERTIFICATES OF PARTICIPATION				
REVENUE BONDS				
06/09/98	Combined Enterprise System 1998B Tax Exempt	\$ 10,000,000	06/01/2024	4.00 var.
06/01/01	Combined Enterprise System 2001A Tax Exempt	35,740,000	06/01/2014	4.25-5.50
06/01/01	Combined Enterprise System 2001B Tax Exempt	20,190,000	06/01/2026	4.00 var.
07/23/04	Combined Enterprise System 2003A Tax Exempt	33,435,000	06/01/2015	2.5-5.25
08/01/04	Combined Enterprise System 2003B Tax Exempt	10,000,000	06/01/2028	4.5 var.
05/10/05	Combined Enterprise System 2005A Tax Exempt	30,860,000	06/01/2027	3.00-5.00
05/10/05	Combined Enterprise System 2005B Tax Exempt	10,000,000	06/01/2030	4.00 var.
05/10/05	Combined Enterprise System 2005B Tax Exempt (Swaption)	31,070,000	06/01/2019	4.00 var. (4.99) ⁽¹⁾
12/07/06	Combined Enterprise System 2006 Tax Exempt	49,480,000	06/01/2025	4.00-5.25
06/14/07	Combined Enterprise System 2007A Tax Exempt	38,040,000	06/01/2029	4.00-5.00
06/14/07	Combined Enterprise System 2007B Tax Exempt	10,000,000	06/01/2032	4.5 var.
06/01/09	Combined Enterprise System 2009A Tax Exempt	43,180,000	06/01/2031	3.50-5.00
06/01/09	Combined Enterprise System 2009B Tax Exempt	10,000,000	06/01/2034	4.00 var.
06/01/09	Combined Enterprise System 2009C Refunding	4,525,000	06/01/2012	2.00-5.00
TOTAL REVENUE BONDS				
SPECIAL OBLIGATION BONDS				
11/17/05	Special Obligation Bond Ser. 2005 Tax Exempt	\$ 8,400,000	06/01/2020	3.75-5.00
07/01/09	Special Obligation Bond Refunding Ser. 2009C Tax Exempt	5,720,000	06/01/2013	4.50-5.20
TOTAL SPECIAL OBLIGATION BONDS				
STATE INFRASTRUCTURE LOAN				
05/16/00	State Infrastructure Loan 2000 Wastewater Treatment Works	\$ 3,816,049	04/01/2016	2.55
TOTAL LONG-TERM DEBT⁽²⁾				

(1) Synthetic Fixed Rate, in accordance with Interest Rate Swap.

(2) Excludes Lease Purchase and Other Financing Agreements.

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total Outstanding Balance 6/30/2011</u>
\$ 5,800,000	\$	\$ 5,800,000
455,000		455,000
1,755,000		1,755,000
6,300,000		6,300,000
5,700,000		5,700,000
4,710,000		4,710,000
10,000,000		10,000,000
1,295,000		1,295,000
2,955,000		2,955,000
9,720,000		9,720,000
8,475,000		8,475,000
10,000,000		10,000,000
33,125,000		33,125,000
10,000,000		10,000,000
17,100,000		17,100,000
13,600,000	2,400,000	16,000,000
20,400,000	3,600,000	24,000,000
15,505,000		15,505,000
	6,000,000	6,000,000
<u>\$ 176,895,000</u>	<u>\$ 12,000,000</u>	<u>\$ 188,895,000</u>
\$ 8,405,000		\$ 8,405,000
	7,000,000	7,000,000
<u>\$ 8,405,000</u>	<u>\$ 7,000,000</u>	<u>\$ 15,405,000</u>
\$	\$ 10,000,000	\$ 10,000,000
	20,190,000	20,190,000
	5,915,000	5,915,000
	10,000,000	10,000,000
	25,520,000	25,520,000
	10,000,000	10,000,000
	20,400,000	20,400,000
	49,480,000	49,480,000
	34,465,000	34,465,000
	10,000,000	10,000,000
	41,935,000	41,935,000
	10,000,000	10,000,000
	1,560,000	1,560,000
<u>\$</u>	<u>\$ 249,465,000</u>	<u>\$ 249,465,000</u>
\$	\$ 5,940,000	\$ 5,940,000
	2,940,000	2,940,000
<u>\$</u>	<u>\$ 8,880,000</u>	<u>\$ 8,880,000</u>
\$	\$ 1,272,019	\$ 1,272,019
<u>\$ 185,300,000</u>	<u>\$ 278,617,019</u>	<u>\$ 463,917,019</u>

Schedule of Changes in General Long-Term Debt

For the Fiscal Year Ended June 30, 2011

	Debt Outstanding June 30, 2010	Additions
Amount Available in Debt Service Fund for Retirement of Bonded Debt	\$ 10,727,344	\$
Amount to be Provided for Retirement of Bonded Debt	<u>154,227,656</u>	<u>49,505,000</u>
Total Amount to be Provided for Retirement of Bonded Debt	<u>164,955,000</u>	<u>49,505,000</u>
Amount Available in Special Revenue Fund for Retirement of Certificates of Participation	198,240	8,060
Amount to be Provided for Retirement of Certificates of Participation	<u>11,076,760</u>	<u> </u>
Total Amount to be Provided for Retirement of Certificates of Participation	<u>11,275,000</u>	<u>8,060</u>
Amount to be Provided for Retirement of Other Long-Term Debt:		
Lease-Purchase and Other Financing Agreements	24,738,216	1,069,641
Compensated Absences Payable	<u>11,395,427</u>	<u>8,506,661</u>
Total Amount to be Provided for Retirement of Other Long-Term Debt	<u>36,133,643</u>	<u>9,576,302</u>
Total Available and to be Provided	<u>\$ 212,363,643</u>	<u>\$ 59,089,362</u>
General Long-Term Debt Payable:		
General Obligation Bonds Payable	\$ 164,955,000	\$ 49,505,000
Lease-Purchase and Other Financing Agreements Payable	24,738,216	1,069,641
Certificates of Participation Payable	11,275,000	8,060
Compensated Absences Payable	<u>11,395,427</u>	<u>8,506,661</u>
Total General Long-Term Debt Payable	<u>\$ 212,363,643</u>	<u>\$ 59,089,362</u>

<u>Retirements</u>	<u>Debt Outstanding June 30, 2011</u>
\$ 2,851,556	\$ 7,875,788
<u>34,713,444</u>	<u>169,019,212</u>
<u>37,565,000</u>	<u>176,895,000</u>
	206,300
<u>2,878,060</u>	<u>8,198,700</u>
<u>2,878,060</u>	<u>8,405,000</u>
4,930,881	20,876,976
<u>8,277,612</u>	<u>11,624,476</u>
<u>13,208,493</u>	<u>32,501,452</u>
<u>\$ 53,651,553</u>	<u>\$ 217,801,452</u>
\$ 37,565,000	\$ 176,895,000
4,930,881	20,876,976
2,878,060	8,405,000
<u>8,277,612</u>	<u>11,624,476</u>
<u>\$ 53,651,553</u>	<u>\$ 217,801,452</u>

Statistical Section

This part of the City of Greensboro's Comprehensive Annual Financial Report presents detailed information as a context for understanding how the information in the financial statements, note disclosures, and required supplementary information depict the government's overall financial health.

<u>Contents</u>	<u>Pages</u>
<i>Financial Trends</i> These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	166-175
<i>Revenue Capacity</i> These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	176-184
<i>Debt Capacity</i> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	185-193
<i>Demographic and Economic Information</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	194-197
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	198-201

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year. The City implemented GASB Statement No. 34 in 2002; schedules presenting government-wide information include information beginning in that year.

The City implemented GASB Statement No. 54 in 2011 with restatement of governmental fund information for 2010 and 2011

Net Assets by Component

Fiscal Years Ended June 30, 2002-2011

(Accrual Basis of Accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 188,504,748	\$ 217,732,109	\$ 193,892,058	\$ 152,734,241
Restricted	70,317,218	77,176,796	37,033,664	31,259,212
Unrestricted	<u>80,394,340</u>	<u>58,385,603</u>	<u>129,836,316</u>	<u>117,076,363</u>
Total Governmental Activities Net Assets	<u>339,216,306</u>	<u>353,294,508</u>	<u>360,762,038</u>	<u>301,069,816</u>
Business-Type Activities				
Invested in Capital Assets, Net of Related Debt	263,477,931	275,317,781	276,297,784	324,801,885
Restricted	33,078,797	16,820,517	7,745,393	24,155,414
Unrestricted	<u>66,437,784</u>	<u>59,261,985</u>	<u>70,405,736</u>	<u>85,953,333</u>
Total Business-Type Activities Net Assets	<u>362,994,512</u>	<u>351,400,283</u>	<u>354,448,913</u>	<u>434,910,632</u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	451,982,679	493,049,890	470,189,842	477,536,126
Restricted	103,396,015	93,997,313	44,779,057	55,414,626
Unrestricted	<u>146,832,124</u>	<u>117,647,588</u>	<u>200,242,052</u>	<u>203,029,696</u>
Total Primary Government Net Assets	<u>\$ 702,210,818</u>	<u>\$ 704,694,791</u>	<u>\$ 715,210,951</u>	<u>\$ 735,980,448</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 176,353,629	\$ 171,266,786	\$ 180,538,570	\$ 175,050,164	\$ 195,433,730	\$ 202,602,983
22,945,680	21,384,075	22,081,439	36,072,920	23,610,833	55,974,271
<u>115,098,202</u>	<u>134,180,496</u>	<u>151,181,646</u>	<u>155,823,604</u>	<u>151,014,584</u>	<u>113,847,542</u>
<u>314,397,511</u>	<u>326,831,357</u>	<u>353,801,655</u>	<u>366,946,688</u>	<u>370,059,147</u>	<u>372,424,796</u>
332,354,548	356,095,929	348,551,583	434,954,371	441,825,003	472,354,660
21,268,644	12,125,573	15,352,993	21,151,453	29,922,858	38,553,090
<u>96,550,961</u>	<u>107,061,817</u>	<u>118,665,632</u>	<u>49,581,524</u>	<u>55,338,253</u>	<u>53,368,335</u>
<u>450,174,153</u>	<u>475,283,319</u>	<u>482,570,208</u>	<u>505,687,348</u>	<u>527,086,114</u>	<u>564,276,085</u>
508,708,177	527,362,715	529,090,153	610,004,535	637,258,733	674,957,643
44,214,324	33,509,648	37,434,432	57,224,373	53,533,691	94,527,361
<u>211,649,163</u>	<u>241,242,313</u>	<u>269,847,278</u>	<u>205,405,128</u>	<u>206,352,837</u>	<u>167,215,877</u>
<u>\$ 764,571,664</u>	<u>\$ 802,114,676</u>	<u>\$ 836,371,863</u>	<u>\$ 872,634,036</u>	<u>\$ 897,145,261</u>	<u>\$ 936,700,881</u>

Changes in Net Assets
Expenses, Program Revenues, and Net (Expenses)/Revenue

Fiscal Years Ended June 30, 2002-2011
(Accrual Basis of Accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Expenses				
Governmental Activities:				
General Government	\$ 29,080,769	\$ 27,282,032	\$ 34,062,155	\$ 22,174,027
Public Safety	74,515,961	77,976,977	80,930,044	93,857,087
Transportation	18,655,023	23,843,714	26,157,813	22,356,011
Engineering and Building Maintenance	15,428,170	13,571,422	15,608,886	25,468,682
Field Operations				
Environmental Services	992,715	1,818,177	1,110,412	662,457
Culture and Recreation	28,757,172	27,736,118	30,831,049	37,177,821
Community Development & Housing	10,711,099	9,587,987	9,414,260	9,827,924
Economic Opportunity	2,319,231	3,061,015	2,733,096	3,101,682
Water Resources	2,400,815	1,995,056	2,305,504	
Interest, Fees on Long Term Debt	7,917,413	5,709,365	8,665,041	8,029,110
Arbitrage Rebates		547,509		
Total Governmental Activities Expenses	<u>190,778,368</u>	<u>193,129,372</u>	<u>211,818,260</u>	<u>222,654,801</u>
Business-Type Activities:				
Water Operations	23,823,484	39,576,801	23,993,587	26,562,064
Sewer Operations	24,803,716	26,034,854	28,068,664	33,138,469
Stormwater Management				8,563,728
War Memorial Coliseum	15,268,981	16,533,293	17,561,959	11,669,181
Solid Waste Management	19,596,431	21,082,600	21,699,057	22,424,921
Parking Facilities	2,113,008	1,829,999	2,191,986	2,045,382
Bryan Park	2,848,330	2,321,449		
Total Business-Type Activities	<u>88,453,950</u>	<u>107,378,996</u>	<u>93,515,253</u>	<u>104,403,745</u>
Total Primary Government Expenses	<u>279,232,318</u>	<u>300,508,368</u>	<u>305,333,513</u>	<u>327,058,546</u>
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	9,352,236	16,470,340	16,687,000	15,562,235
Public Safety	5,323,840	5,351,385	4,417,610	4,005,541
Transportation	4,647,080	3,009,583	3,260,909	3,282,749
Engineering and Building Maintenance	3,886,786	3,735,377	3,939,179	5,768,440
Field Operations				
Environmental Services	1,095,557	7,079,142	8,258,369	573,946
Culture and Recreation	3,756,132	3,225,247	3,432,392	3,933,363
Community Development & Housing	1,853,892	1,904,006	1,034,223	1,987,527
Economic Opportunity	1,351	(872)	4,766	(4,470)
Water Resources	2,426,196	1,563	20,398	
Operating Grants and Contributions	15,407,595	18,137,075	18,290,377	19,046,269
Capital Grants and Contributions	929,760	2,999,728	5,049,099	5,073,643
Total Governmental Activities Program Revenues	<u>48,680,425</u>	<u>61,912,574</u>	<u>64,394,322</u>	<u>59,229,243</u>
Business-Type Activities:				
Charges for Services:				
Water Operations	24,428,735	23,487,145	27,493,144	36,229,488
Sewer Operations	22,740,074	24,429,889	27,735,090	32,775,950
Stormwater Management				8,369,025
War Memorial Coliseum	10,698,668	12,897,136	11,842,974	7,621,544
Solid Waste Management	14,368,025	14,391,695	14,425,828	10,316,091
Parking Facilities	2,122,578	1,945,922	1,933,415	1,878,684
Bryan Park	2,112,020	1,294,130		
Operating Grants and Contributions		150,000		
Capital Grants and Contributions	16,386,891	3,898,584	7,457,438	11,083,364
Total Business-Type Activities Program Revenues	<u>92,856,991</u>	<u>82,494,501</u>	<u>90,887,889</u>	<u>108,274,146</u>
Total Primary Government Revenues	<u>141,537,416</u>	<u>144,407,075</u>	<u>155,282,211</u>	<u>167,503,389</u>
Net (Expense) Revenues				
Total Primary Government Net Expenses	<u>\$ (137,694,902)</u>	<u>\$ (156,101,293)</u>	<u>\$ (150,051,302)</u>	<u>\$ (159,555,157)</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 22,444,548	\$ 19,316,426	\$ 20,445,048	\$ 22,012,751	\$ 27,231,281	\$ 26,158,923
95,834,284	106,553,071	110,374,709	119,253,979	115,548,081	121,633,245
15,391,728	8,214,454	8,609,244	11,895,426	9,631,320	9,432,740
21,457,646	27,741,428	23,031,984	16,837,128	20,512,818	21,746,206
	34,496,472	35,133,315	38,265,818	35,481,049	34,104,747
707,369	830,889	813,534	927,973	887,370	1,012,670
34,313,605	30,036,856	28,203,221	32,954,737	33,898,349	33,774,639
10,397,115	12,138,398	9,758,386	10,354,021	11,136,694	11,185,952
4,430,040	4,259,595	3,536,396	3,784,776	5,838,078	4,664,906
7,829,150	8,643,600	7,631,422	6,961,556	7,055,137	7,313,978
<u>212,805,485</u>	<u>252,231,189</u>	<u>247,537,259</u>	<u>263,248,165</u>	<u>267,220,177</u>	<u>271,028,006</u>
29,166,789	31,495,666	36,349,337	35,756,187	34,439,616	39,505,203
32,739,122	34,965,138	38,035,321	39,405,299	38,116,445	39,197,428
8,168,619	7,975,538	8,551,963	8,747,075	8,500,088	8,888,164
14,143,340	13,848,941	16,747,091	16,812,939	15,972,753	21,572,835
22,827,349	14,169,828	21,443,447	16,169,877	17,495,893	15,735,600
1,743,045	1,638,210	1,627,770	1,791,361	1,721,333	1,682,342
<u>108,788,264</u>	<u>104,093,321</u>	<u>122,754,929</u>	<u>118,682,738</u>	<u>116,246,128</u>	<u>126,581,572</u>
<u>321,593,749</u>	<u>356,324,510</u>	<u>370,292,188</u>	<u>381,930,903</u>	<u>383,466,305</u>	<u>397,609,578</u>
15,861,487	8,851,534	8,373,158	8,321,673	8,168,892	9,872,587
4,369,069	12,391,509	12,292,055	10,424,339	9,726,921	8,344,025
2,001,309	1,418,427	328,390	306,841	804,257	915,180
5,225,083	5,105,950	3,067,383	3,116,091	2,909,682	3,098,205
	6,374,531	6,567,720	8,132,719	7,554,180	7,872,230
520,650	452,212	399,075	429,691	55,629	420,276
4,321,963	4,352,826	4,505,514	5,500,146	4,483,902	5,080,135
692,039	(396,261)	776,970	1,354,060		799,981
(6,079)	(5,168)	951	104,891		
21,567,402	25,517,199	24,843,390	23,373,274	21,502,575	29,870,515
<u>2,943,094</u>	<u>2,287,976</u>	<u>3,044,745</u>	<u>4,126,577</u>	<u>10,370,933</u>	<u>3,308,412</u>
<u>57,496,017</u>	<u>66,350,735</u>	<u>64,199,351</u>	<u>65,190,302</u>	<u>65,576,971</u>	<u>69,581,546</u>
34,244,618	38,382,822	40,728,091	40,801,929	42,471,612	55,057,357
37,633,619	41,101,052	43,430,424	43,419,105	44,459,293	57,029,368
8,467,742	8,671,893	8,640,528	9,379,748	9,261,022	9,923,499
10,491,054	9,066,851	10,770,695	10,632,450	11,092,666	18,108,379
10,522,743	12,518,056	12,514,140	13,601,770	12,938,822	12,139,875
1,811,909	1,794,885	1,881,010	2,012,813	2,037,980	2,087,313
<u>7,750,601</u>	<u>8,593,835</u>	<u>5,907,740</u>	<u>10,015,990</u>	<u>3,301,816</u>	<u>2,129,700</u>
<u>110,922,286</u>	<u>120,129,394</u>	<u>123,872,628</u>	<u>129,863,805</u>	<u>125,563,211</u>	<u>156,475,491</u>
<u>168,418,303</u>	<u>186,480,129</u>	<u>188,071,979</u>	<u>195,054,107</u>	<u>191,140,182</u>	<u>226,057,037</u>
<u>\$ (153,175,446)</u>	<u>\$ (169,844,381)</u>	<u>\$ (182,220,209)</u>	<u>\$ (186,876,796)</u>	<u>\$ (192,326,123)</u>	<u>\$ (171,552,541)</u>

Changes in Net Assets

General Revenues and Total Changes in Net Assets

Fiscal Years Ended June 30, 2002-2011
(Accrual Basis of Accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Net (Expenses)/Revenue				
Total Primary Government Net Expense	\$ (137,694,902)	\$ (156,101,293)	\$ (150,051,302)	\$ (159,555,157)
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Tax	93,811,694	99,838,501	100,304,791	115,805,629
Local Option Sales Tax	28,609,704	30,023,807	34,121,791	35,542,429
Vehicle Gross Receipts Tax	435,074	347,416	335,546	322,227
Hotel/Motel Occupancy Tax	2,493,777	2,623,791	2,572,272	2,734,573
Electric Franchise Tax	4,929,003	7,884,861	6,610,820	6,764,970
Piped Natural Gas Tax	500,854	344,673	2,025,281	1,968,825
Telecommunications Sales Tax	619,076	4,655,496	3,367,138	3,612,340
Video Programming Services Tax				
Inventories Tax Reimbursement	2,282,810			
Intangibles Tax Reimbursement	3,174,949			
Food Stamp Tax Reimbursement	68,000			
Sales Tax Hold Harmless			1,586,365	1,012,047
Beer and Wine Tax		955,526	980,199	1,024,673
Payment in Lieu of Taxes				
ABC Profit Distribution	2,165,175	2,214,504	2,384,836	2,468,216
License & Permits	7,383,422			
Intergovernmental - unrestricted	218,621	223,882	230,675	149,050
Grants and Contributions-Non Program Specific				
Investment Income	9,141,648	5,991,373	1,596,552	4,944,761
Insurance Refunds and Claims	363,184			
Miscellaneous	468,270	172,850	637,281	849,817
Transfers In (Out)	<u>(9,029,373)</u>	<u>(9,981,680)</u>	<u>(7,635,140)</u>	<u>(12,189,950)</u>
Total Governmental Activities	<u>147,635,888</u>	<u>145,295,000</u>	<u>149,118,407</u>	<u>165,009,607</u>
Business-Type Activities:				
Investment Income	3,314,772	1,731,471	402,160	1,758,810
Miscellaneous	1,274,083	1,577,115	2,405,640	1,366,287
Transfers In (Out)	<u>9,029,373</u>	<u>9,981,680</u>	<u>7,635,140</u>	<u>12,189,950</u>
Total Business-Type Activities	<u>13,618,228</u>	<u>13,290,266</u>	<u>10,442,940</u>	<u>15,315,047</u>
Total General Revenues and Transfers	<u>161,254,116</u>	<u>158,585,266</u>	<u>159,561,347</u>	<u>180,324,654</u>
Change in Net Assets				
Total Primary Government	<u>\$ 23,559,214</u>	<u>\$ 2,483,973</u>	<u>\$ 9,510,045</u>	<u>\$ 20,769,497</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ (153,175,446)	\$ (169,844,381)	\$ (182,220,209)	\$ (182,220,209)	\$ (192,326,123)	\$ (171,552,541)
115,905,412	127,579,363	135,373,493	145,189,852	146,133,091	144,937,075
38,365,460	40,349,395	41,356,587	37,410,417	35,673,454	36,679,574
285,450	300,608	304,701	296,219	200,669	213,067
2,920,404	2,878,116	3,053,140	2,760,548	2,658,362	2,838,994
7,149,137	7,449,510	7,847,727	7,858,247	8,493,396	8,837,828
1,835,739	1,946,025	1,884,996	1,965,020	1,956,362	1,868,357
3,527,728	5,293,114	4,570,597	8,325,847	8,105,412	7,877,205
		2,880,607			
820,924	344,184	61,619	228,572	1,180,020	1,410,317
1,029,986	1,072,401	1,113,676	1,154,957	376,418	1,182,428
			94,393	102,283	81,222
2,737,908	3,022,485	2,661,748	2,767,577	2,541,608	2,442,997
126,145	132,459	130,813	103,479	165,718	126,648
	380,000				
5,538,900	11,150,975	11,560,252	7,051,138	4,091,457	1,958,935
880,465	172,906	908,500	214,197	1,104,183	873,218
<u>(12,486,495)</u>	<u>(3,174,947)</u>	<u>(3,400,250)</u>	<u>(7,702,607)</u>		<u>(4,329,757)</u>
<u>168,637,163</u>	<u>198,896,594</u>	<u>210,308,206</u>	<u>207,717,856</u>	<u>212,782,433</u>	<u>206,998,108</u>
1,947,658	4,474,133	5,248,275	2,171,501	2,095,895	1,237,085
2,177,854	373,972	1,731,548	2,061,965	1,595,969	1,729,210
<u>12,486,495</u>	<u>3,174,947</u>	<u>3,400,250</u>	<u>7,702,607</u>		<u>4,329,757</u>
<u>16,612,007</u>	<u>8,023,052</u>	<u>10,380,073</u>	<u>11,936,073</u>	<u>3,691,864</u>	<u>7,296,052</u>
<u>185,249,170</u>	<u>206,919,646</u>	<u>220,688,279</u>	<u>219,653,929</u>	<u>216,474,297</u>	<u>214,294,160</u>
<u>\$ 32,073,724</u>	<u>\$ 37,075,265</u>	<u>\$ 38,468,070</u>	<u>\$ 37,433,720</u>	<u>\$ 24,148,174</u>	<u>\$ 42,741,619</u>

Fund Balances, Governmental Funds

Fiscal Years Ended June 30, 2002-2011

(Modified Accrual Basis of Accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
General Fund				
Reserved	\$ 26,483,944	\$ 24,980,276	\$ 27,892,238	\$ 30,873,608
Unreserved	27,259,715	28,790,143	30,219,181	28,042,697
Non-Spendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total General Fund	<u>\$ 53,743,659</u>	<u>\$ 53,770,419</u>	<u>\$ 58,111,419</u>	<u>\$ 58,916,305</u>
All Other Governmental Funds				
Reserved	\$ 7,563,570	\$ 8,526,879	\$ 11,434,924	\$ 6,236,448
Unreserved, Reported In:				
Special Revenue Funds	12,691,161	15,336,704	10,669,302	7,745,203
Capital Projects Funds	41,095,823	61,592,382	42,591,219	38,113,572
Debt Service Funds	16,572,271	16,106,751	13,649,034	12,801,938
Non-Spendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total All Other Governmental Funds	<u>\$ 77,922,825</u>	<u>\$ 101,562,716</u>	<u>\$ 78,344,479</u>	<u>\$ 64,897,161</u>

Note: The City began to report restated fund balances for 2010 with the implementation of GASB Statement No. 54.

The change in the classifications of fund balance is discussed in Management's Discussion and Analysis and the notes to the financial statements.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010 restated</u>	<u>2011</u>
\$ 27,699,887	\$ 28,017,010	\$ 27,447,658	\$ 29,518,487		
28,676,068	27,634,261	30,489,633	28,825,955	\$ 1,057,657	\$ 1,143,729
				22,635,911	22,308,495
				6,598,317	9,865,430
				26,502,589	22,447,490
<u>\$ 56,375,955</u>	<u>\$ 55,651,271</u>	<u>\$ 57,937,291</u>	<u>\$ 58,344,442</u>	<u>\$ 56,794,474</u>	<u>\$ 55,765,144</u>
\$ 5,257,515	\$ 7,375,508	\$ 5,833,807	\$ 10,728,084		
10,245,286	7,454,273	9,241,366	7,121,628		
35,226,506	18,131,613	55,411,583	45,765,537		
11,288,321	12,630,628	16,973,266	14,772,277	\$ 5,364,955	\$ 2,273,203
				37,917,333	52,065,605
					2,856,673
				18,463,473	10,614,644
				(2,958,025)	(5,047,393)
<u>\$ 62,017,628</u>	<u>\$ 45,592,022</u>	<u>\$ 87,460,022</u>	<u>\$ 78,387,526</u>	<u>\$ 58,787,736</u>	<u>\$ 62,762,732</u>

Changes in Fund Balances, Governmental Funds

Fiscal Years Ended June 30, 2002-2011

(Modified Accrual Basis of Accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues				
Taxes	\$ 125,279,163	\$ 132,272,512	\$ 137,178,500	\$ 153,968,175
Assessments	141,511	94,922	72,064	135,315
Intergovernmental	29,789,517	34,107,196	39,921,275	39,412,389
Licenses and Permits	9,436,921	8,844,568	8,481,016	8,926,893
Fines and Forfeitures	849,289	723,536	823,071	979,352
Charges for Current Services	25,290,312	26,219,562	25,655,612	21,437,475
Investment Income	7,718,648	4,907,774	1,521,902	3,989,090
Miscellaneous	3,510,811	6,151,358	6,291,487	4,107,499
Total Revenues	<u>202,016,172</u>	<u>213,321,428</u>	<u>219,944,927</u>	<u>232,956,188</u>
Expenditures				
Current:				
General Government	26,353,877	28,368,650	29,574,624	21,871,616
Public Safety	75,083,942	76,171,096	80,146,449	90,184,454
Transportation	22,435,738	19,668,263	22,334,333	17,747,401
Engineering and Building Maintenance	8,268,473	13,369,391	15,400,304	23,891,187
Field Operations				
Environmental Services	(664,617)	(36,774)	(545,840)	655,149
Culture and Recreation	27,666,637	26,511,944	28,857,724	34,078,493
Community Development and Housing	10,761,099	9,893,342	9,412,480	10,126,921
Economic Opportunity	2,323,319	2,876,189	2,739,584	2,992,840
Water Resources	2,400,815	1,995,056	2,305,504	
Intergovernmental	1,036,892	1,149,260	1,203,854	1,325,930
Capital Outlay	22,141,191	20,906,378	23,671,881	17,826,084
Debt Service:				
Principal Retirement	11,015,336	13,132,447	12,635,492	14,772,770
Interest	7,422,675	5,925,273	7,159,689	6,557,977
Fees/Arbitrage Rebates	191,802	800,643	421,169	390,567
Total Expenditures	<u>216,437,179</u>	<u>220,731,158</u>	<u>235,317,247</u>	<u>242,421,389</u>
Excess of Revenues Under Expenditures	<u>(14,421,007)</u>	<u>(7,409,730)</u>	<u>(15,372,320)</u>	<u>(9,465,201)</u>
Other Financing Sources (Uses)				
Debt Issuances:				
General Obligation Bonds		40,000,000		14,580,000
Bond Anticipation Notes	10,000,000			
Refunding Certificates		1,092,256		
Refunding Bonds		19,833,494		30,572,711
Premium, (Discount) on Debt	32,100	771,190		2,461,317
Federal Loan Program	3,128,000	1,105,000	277,000	477,000
Loan Assumption				
Transfers In	25,607,228	19,357,902	21,428,764	31,645,707
Ban Retirement				
Transfers Out	(35,240,221)	(29,525,002)	(29,499,304)	(44,483,253)
Payment to Escrow Agent for Refunded Debt		(21,529,823)		(33,058,668)
Total Other Financing Sources (Uses)	<u>3,527,107</u>	<u>31,105,017</u>	<u>(7,793,540)</u>	<u>2,194,814</u>
Net Change in Fund Balances	<u>\$ (10,893,900)</u>	<u>\$ 23,695,287</u>	<u>\$ (23,165,860)</u>	<u>\$ (7,270,387)</u>
Debt Service as a Percentage of Noncapital Expenditures	9.49%	9.77%	9.35%	9.50%

Note: The information is prepared as of implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 157,622,356	\$ 170,599,206	\$ 179,557,300	\$ 184,757,654	\$ 184,224,700	\$ 184,148,620
35,138	32,713	391,768	181,950	152,466	141,068
40,890,658	45,975,553	46,193,244	46,676,173	52,735,531	56,630,157
9,402,583	9,945,375	7,669,043	6,715,858	6,054,678	6,356,164
1,029,871	1,100,791	1,058,452	1,136,282	968,660	1,553,735
19,898,897	24,724,466	24,470,347	26,261,928	24,898,485	23,483,628
4,167,865	7,543,564	7,426,799	4,238,455	2,610,546	1,225,943
4,629,375	5,349,513	6,362,477	4,646,577	4,179,530	3,624,088
<u>237,676,743</u>	<u>265,271,181</u>	<u>273,129,430</u>	<u>274,614,877</u>	<u>275,824,596</u>	<u>277,163,403</u>
22,959,738	18,743,085	17,957,272	18,634,814	23,119,333	24,031,524
94,305,718	106,601,439	111,442,110	118,598,096	115,330,430	113,829,736
10,933,491	240,177	4,586,690	7,883,202	5,542,868	5,036,501
20,887,622	26,688,656	21,888,202	16,067,259	19,917,509	21,024,528
	34,496,472	35,097,685	38,102,465	35,458,081	34,080,164
709,272	837,980	822,562	887,908	893,909	1,011,909
32,317,884	28,222,020	29,607,979	30,625,884	31,208,104	30,890,582
10,765,672	12,513,588	10,056,877	10,707,088	11,279,526	11,685,605
4,503,052	4,387,612	3,664,806	3,873,908	5,952,251	4,692,662
1,426,149	1,476,317	1,508,637	1,724,188	1,700,955	1,703,911
32,523,826	26,619,338	13,969,354	8,764,932	17,795,361	22,002,797
15,191,850	16,558,017	17,015,171	19,290,436	19,659,424	19,941,595
7,671,250	8,285,101	7,065,043	7,532,470	6,102,910	6,126,685
186,737	181,281	298,780	256,978	372,788	502,571
<u>254,382,261</u>	<u>285,851,083</u>	<u>274,981,168</u>	<u>282,949,628</u>	<u>294,333,449</u>	<u>296,560,770</u>
<u>(16,705,518)</u>	<u>(20,579,902)</u>	<u>(1,851,738)</u>	<u>(8,334,751)</u>	<u>(18,508,853)</u>	<u>(19,397,367)</u>
22,000,000		70,349,877			
	4,300,000			3,745,000	34,000,000
					15,505,000
136,148	13,717	5,029,982		900	4,826,862
1,641,000	2,823,000	415,000	217,000		378,000
422,898					
28,877,314	34,159,890	30,725,520	29,402,517	27,150,808	29,051,887
(41,762,165)	(37,041,123)	(34,508,973)	(33,509,776)	(33,537,613)	(3,745,000)
		(21,674,808)			(35,116,087)
<u>11,315,195</u>	<u>4,255,484</u>	<u>50,336,598</u>	<u>(3,890,259)</u>	<u>(2,640,905)</u>	<u>(17,843,191)</u>
<u>\$ (5,390,323)</u>	<u>\$ (16,324,418)</u>	<u>\$ 48,484,860</u>	<u>\$ (12,225,010)</u>	<u>\$ (21,149,758)</u>	<u>\$ 7,660,104</u>
10.31%	9.58%	9.36%	9.79%	9.33%	9.49%

Tax Revenues By Source, Governmental Funds^(a)

Fiscal Years Ended June 30, 2002-2011

(Modified Accrual Basis of Accounting)

<u>Fiscal Year Ended</u>	<u>Ad Valorem Property Tax</u>	<u>Local Option Sales Tax</u>	<u>Hotel/Motel Occupancy Tax</u>	<u>Rental Vehicle Gross Receipts Tax</u>	<u>Total</u>
2002	\$ 93,715,418	\$ 28,609,704	\$ 2,518,967	\$ 435,074	\$ 125,279,163
2003	99,250,995	30,023,807	2,650,294	347,416	132,272,512
2004	100,122,908	34,121,791	2,598,255	335,546	137,178,500
2005	115,341,324	35,542,429	2,762,195	322,227	153,968,175
2006	116,021,482	38,365,460	2,949,964	285,450	157,622,356
2007	127,042,015	40,349,395	2,907,188	300,608	170,599,206
2008	134,812,032	41,356,587	3,083,980	304,701	179,557,300
2009	144,290,470	37,410,417	2,760,548	296,219	184,757,654
2010	145,692,215	35,673,454	2,658,362	200,669	184,224,700
2011	144,416,985	36,679,574	2,838,994	213,067	184,148,620
2002-2011	54.1%	28.2%	12.7%	-51.0%	47.0%

Notes:

(a) Includes General and Special Revenue Funds.

Analysis of Current Tax Levy

For the Fiscal Year Ended June 30, 2011

	City - Wide			Total Levy	
	Property Valuation	Basic Rate	Total Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property taxed at current year's rate	\$ 24,299,574,704	\$ 0.6325	\$ 153,694,810	\$ 143,161,173	\$ 10,533,637
Property taxed at prior year's rate (a)					
Registered motor vehicles taxed at prior year's rates (a)		Various			
Penalties			58,653	58,653	
Vehicle fee			1,905,542	20,540	1,885,002
Business Improvement District		.0900	562,189	545,166	17,023
Historic Districts		.0500	72,987	69,548	3,439
Total	<u>24,299,574,704</u>		<u>156,294,181</u>	<u>143,855,080</u>	<u>12,439,101</u>
Discoveries:					
Current year taxes (a)					
Prior year taxes	168,700,496	Various	190,750	190,750	
Penalties			49,527	49,527	
Total	<u>168,700,496</u>		<u>240,277</u>	<u>240,277</u>	
Abatements (a)	<u>248,489,961</u>		<u>1,571,699</u>	<u>1,396,685</u>	<u>175,014</u>
Total property valuation	<u>\$ 24,219,785,239</u>				
Net levy			154,962,759	142,698,672	12,264,087
Uncollected taxes at June 30, 2011			<u>3,231,079</u>	<u>1,564,388</u>	<u>1,666,691</u>
Current year's taxes collected			<u>\$ 151,731,680</u>	<u>\$ 141,134,284</u>	<u>\$ 10,597,396</u>
Current levy collection percentage			<u>97.91%</u>	<u>98.90%</u>	<u>86.41%</u>

(a) Information not available

Assessed Value and Estimated Actual Value of All Taxable Property

Fiscal Years Ended June 30, 2002-2011

Fiscal Year Ended	Tax Year (b)	Real Property	Personal Property	Corporate Excess	Total Assessed Value (a)
2002	2001	\$ 12,101,262,851	\$ 3,975,144,763	\$ 582,404,785	\$ 16,658,812,399
2003	2002	12,496,032,410	3,707,812,375	531,613,540	16,735,458,325
2004	2003	12,751,289,348	3,635,487,740	477,767,729	16,864,544,817
2005	2004	16,668,949,428	3,747,486,309	542,354,044	20,958,789,781
2006	2005	16,918,197,134	3,828,332,622	513,325,038	21,259,854,794
2007	2006	17,524,506,527	3,995,518,469	534,612,872	22,054,637,868
2008	2007	17,919,699,370	4,140,513,368	534,486,803	22,594,699,541
2009	2008	19,320,504,905	4,313,286,742	551,042,202	24,184,833,849
2010	2009	19,650,280,337	4,156,861,685	541,009,190	24,348,151,212
2011	2010	19,741,417,184	3,958,200,231	520,167,824	24,219,785,239

- (a) The City's property tax is levied each July 1 on the assessed value listed as of the prior January 1 for all real and personal property located within the City, other than motor vehicles. Assessed valuations are established by Guilford County at 100% of estimated market value for real property and 100% of actual value for personal property. Public service company (corporate excess) property is certified by the State of North Carolina at 100% of actual value, with no distinction between real and personal property values. Property taxes on registered motor vehicles are assessed and billed throughout the year based on a staggered monthly registration system.
- (b) A revaluation of real property is required by North Carolina General Statutes at least every eight years. The last revaluation was completed for tax year 2004, effective in FY2005.

Total Weighted Average Rate	Estimated Actual Taxable Value
\$.5798	\$ 16,658,812,399
.6147	16,735,458,325
.6147	16,864,544,817
.5525	20,958,789,781
.5527	21,259,854,794
.5989	22,054,637,868
.6183	22,594,699,541
.6190	24,184,833,849
.6185	24,348,151,212
.6156	24,219,785,239

Direct and Overlapping Property Tax Rates

Fiscal Years Ended June 30, 2002-2011

Fiscal Year Ended	City of Greensboro					Guilford County		
	General Fund Basic Rate	Housing Partnership Fund Basic Rate	Transit Fund Basic Rate	Business Historic Districts Basic Rate	Improvement District Basic Rate	Total Weighted Average Rate	County-Wide Direct Rate	Combined Tax Rate
	Tax Rate (Per \$100)							
2002	\$.5625	\$	\$.0200	\$.0500	\$	\$.5798	\$.6742	\$1.2540
2003	.5975		.0200	.0500		.6147	.6742	1.2889
2004	.5975		.0200	.0500		.6147	.7135	1.3282
2005	.5500		.0175	.0500	.0900	.5525	.6184	1.1709
2006 ^(a)	.5475		.0200	.0500	.0900	.5527	.6428	1.1955
2007	.5800		.0350	.0500	.0900	.5989	.6615	1.2604
2008	.6000		.0350	.0500	.0900	.6183	.6914	1.3097
2009	.6000		.0350	.0500	.0900	.6190	.7374	1.3564
2010	.6000		.0350	.0500	.0900	.6185	.7374	1.3559
2011	.5905	.0070 (b)	.0350	.0500	.0900	.6156	.7374	1.3530

(a) The 2006 Tax Rate has changed due to a correction in County-Wide Direct Rate and the Total Weighted Average Rate.

(b) As of July 1, 2010, the Nussbaum Housing Partnership Revolving Fund property tax rate of \$.0070 is budgeted and deposited directly into the Special Revenue Fund instead of transferred in from the General Fund, to comply with GASB No. 54 new classification requirements for a Special Revenue Fund.

Tax Rate Limits: The Property Tax Rate for units of local government is limited to a combined rate of \$1.50 per \$100 of assessed value of property subject to taxation. This limit may be raised if approved by voter referendum. No limit is imposed on debt service or school tax rates.

Calculation: Total tax rate is a weighted average rate of all types of City of Greensboro tax rates. Guilford County rate is a direct rate.

Due Date for Current Taxes: September 1, other than taxes on motor vehicles which become due the 1st day of the 4th month after vehicles are registered (per staggered monthly registration system).

Date Taxes Become Delinquent: January 6

Penalty for Delinquent Taxes: On or after January 6, and before February 1, interest at the rate of 2% is added to the tax. On or after February 1, in addition to the 2%, interest at the rate of 3/4% per month shall be added to the tax.

Discounts Allowed: City of Greensboro and Guilford County - 1% of tax levy for ad valorem tax paid prior to September 1. The discount amounted to \$847,626 for 2010.

Procedures for Collecting Delinquent Taxes: Garnishment, levy, attachment and foreclosure.

School System Taxes: Funding for the Guilford County School System is provided in the County-Wide tax levy.

Sources: City of Greensboro Adopted Budget
Guilford County Adopted Budget

Principal Property Taxpayers

June 30, 2011 and June 30, 2002

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Current Year's Tax</u>	<u>2011</u>		
			<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value^(a)</u>
Lorillard Tobacco Company	Cigarette Manufacturing	\$ 1,755,994	\$ 280,789,617	1	1.16
Koury Corporation	Real Estate Development	1,748,196	276,394,628	2	1.14
CBL, LLC	Real Estate Development	1,268,936	200,622,337	3	0.83
Duke Energy Corporation	Electric Utility	1,163,384	183,934,279	4	0.76
Proctor & Gamble Mfg. Co.	Chemicals	1,096,452	173,352,050	5	0.72
RF Micro Devices, Inc.	Service Communications	855,165	135,203,960	6	0.56
Highwoods/Forsyth Ltd.	Real Estate Development	802,751	126,917,100	7	0.52
TYCO Electronics (AMP, Inc.)	Electronics Manufacturing	794,011	125,535,410	8	0.52
GGP Four Seasons LLC	Real Estate Development	772,738	122,172,009	9	0.50
Koury Ventures LTD	Real Estate Development	653,048	103,248,664	10	0.43
Lincoln National Life Insurance	Insurance	637,437	100,780,567	11	0.42
BellSouth	Service Communications	635,192	100,425,607	12	0.41
Colonial Pipeline Co.	Petroleum Carrier	476,298	75,304,024	13	0.31
Wal-Mart Stores Inc.	Retail	458,814	72,539,835	14	0.30
Cellco Partnership/Verizon	Service Communications	423,629	66,976,882	15	0.28
Harris-Teeter	Food Distribution	410,812	64,950,455	16	0.27
Evonik Stockhausen, Inc.	Specialty Chemicals	400,182	63,269,851	17	0.26
Syngenta (Novartis, CIBA)	Research & Development	378,647	59,865,127	18	0.25
VF (Wrangler)	Textile Manufacturing	364,610	57,645,916	19	0.24
Time Warner	Media & Communications	358,315	56,650,646	20	0.23
Guilford Mills, Inc.	Textile Manufacturing				
Cone Mills Corporation	Textile Manufacturing				
AT & T Communications	Service Communications				
BNP/Chysson Phase I LLC	Real Estate Development				
URDT of North Carolina LLC	Real Estate Development				
Koger Equity, Inc.	Real Estate Development				
Totals			<u>\$ 2,446,578,964</u>		<u>10.11%</u>

- (a) Total Fiscal Year 2011 Taxable Assessed Value is \$24,219,785,239
(b) Total Fiscal Year 2002 Taxable Assessed Value was \$16,658,812,399

Source: Guilford County Tax Department

2002			
Taxable Assessed		Percentage of	
Value	Rank	Total City Taxable	Assessed
			Value^(b)
\$ 199,965,879	3		1.20
310,076,848	1		1.86
111,002,534	8		0.67
148,864,874	4		0.89
202,072,967	2		1.21
133,638,100	6		0.80
112,689,404	7		0.68
86,878,462	11		0.52
84,710,130	12		0.51
140,582,097	5		0.84
54,022,863	19		0.32
109,919,987	9		0.66
61,622,943	15		0.37
99,759,863	10		0.60
76,914,492	13		0.46
59,676,732	16		0.36
57,139,876	17		0.34
66,131,562	14		0.40
54,097,602	18		0.32
52,752,272	20		0.32
\$ 2,222,519,487			13.33%

Property Tax Levies and Collections

Fiscal Years Ended June 30, 2002-2011

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Net Levy Adjustment</u>	<u>Total Adjusted Levy</u>	<u>Collected within the Fiscal Year of the Levy</u>	
				<u>Collections</u>	<u>Percentage of Levy</u>
2002	\$ 98,928,643	\$ (489,410)	\$ 98,439,233	\$ 97,679,465	99.23%
2003	104,974,280	(668,379)	104,305,901	103,741,401	99.46
2004	106,015,920	(579,929)	105,435,991	104,456,282	99.07
2005	121,697,513	(1,511,518)	120,185,995	119,223,482	99.20
2006	123,108,607	(796,549)	122,312,058	120,956,549	98.89
2007	137,751,955	(839,805)	136,912,150	135,614,966	99.05
2008	145,905,434	(857,162)	145,048,272	142,749,178	98.41
2009	156,210,545	(912,106)	155,298,439	152,391,990	98.13
2010	157,226,655	(941,642)	156,285,013	153,324,377	98.11
2011	154,962,758	-	154,962,758	151,731,680	97.91

Collections in Subsequent Years	Total Collections to Date	
	<u>Amount</u>	<u>Percentage of Levv</u>
\$ 468,752	\$ 98,148,217	99.70%
313,262	104,054,663	99.76
693,979	105,150,261	99.73
618,429	119,841,911	99.71
1,007,589	121,964,138	99.72
886,448	136,501,414	99.70
1,610,005	144,359,183	99.52
2,042,953	154,434,943	99.44
1,887,014	155,211,391	99.31
-	151,731,680	97.91

Ratios of Outstanding Debt by Type

Fiscal Years Ended June 30, 2002-2011

Fiscal Year	Governmental Activities				Business Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases	Other Financing	General Obligation Bonds	Water and Sewer Revenue Bonds
2002	\$ 148,730,000	\$ 46,633,430	\$ 2,716,522	\$ 3,078,000	\$ 5,835,000	\$ 127,600,000
2003	176,772,202	41,532,256	3,066,211	3,860,000	4,857,798	124,430,000
2004	166,105,780	36,248,360	1,771,705	3,992,000	3,679,220	164,470,000
2005	166,549,997	37,734,360	615,237	4,163,000	2,530,003	200,610,000
2006	175,287,165	31,940,720	157,531	10,536,803	1,442,835	195,580,000
2007	165,123,593	26,211,048	1,437,544	15,798,034	851,407	234,515,000
2008	195,321,875	20,170,808	1,873,775	22,818,748	273,125	227,895,000
2009	178,462,931	13,965,000	2,731,766	26,825,761	82,069	272,935,000
2010	164,955,000	11,275,000	2,376,355	22,361,861	6,000,000	264,465,000
2011	176,895,000	8,405,000	1,777,016	19,099,960	12,000,000	249,465,000

(a) The City of Greensboro and Guilford County entered into an agreement on August 17, 1989 for the purpose of providing protection to existing and proposed water supplies. The source of funds for property acquisition is county bond proceeds with the city reimbursing the county on a semi-annual basis on a 50/50 share of the county bond debt service for the portion of funds used to protect the city's water supply. The outstanding watershed bonds mature from 2012 through 2018.

(b) Assessed property values, reference Table VIII.

(c) Population for 2001-09 based on City Planning Department's estimates at end of fiscal year. Starting in FY 2009-10, population based on Office of State's Budget and Management estimates.

Note: Details regarding the City's Outstanding Debt can be found in the Notes to the Financial Statements, pgs. 37x-37ff.

Business-Type Activities (cont.)

Certificates of Participation	Special Obligation Bonds	Watershed Protection Bonds^(a)	Other Financing	Total Primary Government	Percentage of Actual Assessed Value of Property^(b)	Percentage of Personal Income	Per Capita^(c)
\$ 12,736,570	\$ 13,400,000	\$ 3,592,429	\$ 3,922,497	\$ 368,244,448	2.2%	7.8%	\$1,604
12,917,744	12,450,000	3,221,017	3,642,319	386,749,547	2.3	8.8	1,669
10,946,640	11,455,000	2,804,637	3,081,746	404,555,088	2.4	9.3	1,720
8,915,640	10,415,000	2,402,196	2,798,437	436,733,870	2.1	9.6	1,832
6,824,280	17,725,000	2,051,799	2,544,034	444,090,167	2.1	9.5	1,843
4,663,952	16,125,000	1,643,695	5,243,407	471,612,680	2.1	9.7	1,928
2,439,192	14,450,000	1,224,739	4,965,944	491,433,206	2.2	10.0	1,900
150,000	12,700,000	805,508	7,764,413	516,422,448	2.1	10.8	2,002
-	10,825,000	573,188	7,339,338	490,170,742	2.0	10.3	1,885
7,000,000	8,880,000	388,075	6,891,879	490,801,930	2.0	N/A	1,817

Ratio of Net General Obligation Bonded Debt

To Assessed Value and Net General Obligation Debt Per Capita

Fiscal Years Ended June 30, 2002-2011

Fiscal Year Ended	General Bonded Debt Outstanding		Less Amount Available in Debt Service Fund	Less Debt Payable from Water Resources and Other Revenues(c)	Total Net Bonded Debt
	General Obligation Bonds Debt				
2002	\$ 154,565,000		\$ 16,572,271	\$ 11,567,905	\$ 126,424,824
2003	181,630,000		16,106,751	10,374,360	155,148,889
2004	169,785,000		13,649,034	8,970,957	147,165,009
2005	169,080,000		12,801,938	7,587,016	148,691,046
2006	176,730,000		11,288,321	6,255,226	159,186,453
2007	165,975,000		12,630,628	5,408,571	147,935,801
2008	195,595,000		16,973,266	4,387,293	174,234,441
2009	178,545,000		14,772,277	3,921,921	159,850,802
2010	170,955,000		10,727,344	3,556,345	156,671,311
2011	188,895,000		7,875,788	3,262,940	177,756,272

(a) Assessed valuation represents one hundred percent (100%) of estimated market value.

(b) Population 2002-09 figures are based on the City Planning Department's estimates at end of fiscal year. Starting in FY 2009-10, population based on Office of State's Budget and Management estimates.

(c) Includes payments from the City's Technical Service Fund, an Internal Service Fund, relating to the 800 MHZ system purchased with G.O. Bonds in 1998.

Note: Details regarding the City's Outstanding Debt can be found in the Notes to the Financial Statements, pgs. 37x-37ff.

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	Actual Assessed Value of Property^(a)	Ratio of Net Bonded Debt To Assessed Valuation	Population(b)	Net Bonded Debt Per Capita
\$	16,658,812,399	0.8	229,634	\$551
	16,735,458,325	0.9	231,740	669
	16,864,544,817	0.9	235,262	626
	20,958,789,781	0.7	238,440	624
	21,259,854,794	0.8	240,955	661
	22,054,637,868	0.7	244,610	605
	22,594,699,541	0.8	258,671	674
	24,184,833,849	0.7	257,997	620
	24,348,151,212	0.6	260,083	602
	24,219,785,239	0.7	270,063	658

Computation of Direct and Overlapping Bonded Debt

General Obligation Bonds
Fiscal Year Ended June 30, 2011

<u>Governmental Unit</u>	<u>Bonded Debt Outstanding</u>	<u>Percent Applicable To City (a)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Direct Debt - City of Greensboro	\$ 188,895,000	100.00%	\$ 188,895,000
Overlapping Debt- Guilford County General Improvement Bonds	<u>779,946,400</u>	53.94%	<u>420,721,997</u>
Total Direct and Overlapping Debt	<u>\$ 968,841,400</u>		<u>\$ 609,616,997</u>

- (a) Percentage of Direct and Overlapping Debt is based on 6/30/11 Assessed Valuation of Guilford County as compared to the 6/30/11 Assessed Valuation of the City of Greensboro.

Legal Debt Margin Information

Fiscal Years Ended June 30, 2002-2011

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005^(a)</u>
Debt Limit	\$ 1,332,704,992	\$ 1,338,836,666	\$ 1,349,163,585	\$ 1,676,703,182
Total Net Debt Applicable to Limit	<u>336,958,763</u>	<u>320,301,785</u>	<u>299,254,674</u>	<u>283,143,444</u>
Legal Debt Margin	<u>\$ 995,746,229</u>	<u>\$ 1,018,534,881</u>	<u>\$ 1,049,908,911</u>	<u>\$ 1,393,559,738</u>
Legal Debt Margin as a Percentage of Debt Limit	74.72%	76.08%	77.82%	83.11%

(a) Appraised Value increased \$4,094,244,964 due to 2004 Revaluation.

Note: Under state finance law, the City's outstanding general obligation debt may not exceed 8 percent of total assessed property value. However, the City has established a more conservative internal limit of no more than 2 percent. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Legal Debt Margin Calculation for Fiscal Year 2011

Assessed Value	\$ 24,219,785,239
Debt Limit (8 % of assessed value)	1,937,582,819
Debt Applicable to Limit:	
Bonds Authorized and Unissued	184,000,000
General Obligation Bonds	188,895,000
Other Long Term Debt	43,561,930
Less: Amount Set Aside For Repayment of General Obligation and Other Debt	(8,082,088)
Statutory Deductions: Water Utility	-
Total Net Debt Applicable to Limit	<u>408,374,842</u>
Legal Debt Margin	<u>\$ 1,529,207,977</u>

Fiscal Year (Cont)

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 1,700,788,384	\$ 1,764,371,029	\$ 1,807,575,963	\$ 1,934,786,708	\$ 1,947,852,097	\$ 1,937,582,819
266,354,361	310,569,931	286,841,815	425,933,103	424,210,158	408,374,842
<u>\$ 1,434,434,023</u>	<u>\$ 1,453,801,098</u>	<u>\$ 1,520,734,148</u>	<u>\$ 1,508,853,605</u>	<u>\$ 1,523,641,939</u>	<u>\$ 1,529,207,977</u>
84.34%	82.40%	84.13%	77.99%	78.22%	78.92%

Pledged Revenue Coverage

Fiscal Years Ended June 30, 2002-2011

Fiscal Year Ended June 30	Water Resources Enterprise Fund (a)						
	Gross Revenues(c)	Less Operating Expenses(d)	Net Available Revenue	Debt Service Expenditures (e)			Coverage (f)
				Principal	Interest	Total	
2002	\$ 48,687,875	\$ 34,267,547	\$ 14,420,328	\$ 2,005,000	\$ 5,799,131	\$ 7,804,131	1.85
2003	49,486,992	34,432,254	15,054,738	3,170,000	5,371,060	8,541,060	1.76
2004	54,752,946	35,851,060	18,901,886	3,395,000	5,201,640	8,596,640	2.20
2005	63,641,182	38,713,873	24,927,309	4,720,000	6,125,286	10,845,286	2.30
2006	72,982,941	42,004,665	30,978,276	5,030,000	7,169,093	12,199,093	2.54
2007	81,600,371	42,243,043	39,357,328	6,325,000	7,942,399	14,267,399	2.76
2008	87,367,218	48,224,607	39,142,611	6,620,000	8,216,874	14,836,874	2.64
2009	85,134,662	47,546,036	37,588,626	8,015,000	8,811,277	16,826,277	2.23
2010	86,650,483	48,248,298	38,402,185	8,470,000	7,969,938	16,439,938	2.34
2011	91,649,195	51,317,135	40,332,060	9,960,000	9,674,910	19,634,910	2.05

(a) The City issued Water and Sewer Revenue bonds in the amount of \$50,000,000 dated June 1995 (refunded in 2001 and 2005), \$40,000,000 dated June 1998 (partially refunded in 2009), \$45,740,000 dated June 2001, \$43,435,000 dated July 2003, \$40,780,000 dated June 2005, \$48,040,000 dated June 2007 and \$53,180,000 dated April 2009. Portions of the 1998, 2001, and 2003 issues were also refunded in December 2006.

(b) The City issued Landfill Special Obligation Bonds in the amount of \$16,000,000 dated May 1997 and \$8,400,000 dated November 2005.

(c) Gross revenues are for the combined Water Resources Enterprise Fund for the fiscal year.

(d) Operating expenses exclude depreciation and bond interest.

(e) Includes principal and interest of revenue bonds only.

(f) The most restrictive required coverage is 1.50.

(g) As defined in Articles 40 and 42 of the Sales Tax Act.

(h) The required coverage is 2.00.

Solid Waste Management Fund (b)					
	Sales Tax Revenue Pledged (g)	Debt Service Expenditures			Coverage (h)
		Principal	Interest	Total	
\$	11,876,499	\$ 905,000	\$ 712,424	\$ 1,617,424	7.34
	11,501,475	950,000	684,476	1,634,476	7.04
	10,701,029	995,000	626,144	1,621,144	6.60
	11,093,510	1,040,000	588,403	1,628,403	6.81
	13,099,271	1,090,000	533,236	1,623,236	8.07
	14,580,712	1,600,000	827,453	2,427,453	6.01
	14,981,061	1,675,000	742,923	2,417,923	6.20
	13,509,711	1,750,000	693,547	2,443,547	5.53
	14,404,728	1,875,000	538,958	2,413,958	5.97
	14,766,660	1,945,000	375,826	2,320,826	6.36

Demographic and Economic Statistics

2002-2011

<u>Calendar Year</u>	<u>Population(a)</u>	<u>Total Personal Income (thousands of dollars) (e)</u>	<u>Median Household Income(e)</u>	<u>Per Capita Income(b)</u>	<u>Median Age(h)</u>	<u>School Enrollment(c)</u>	<u>Unemployment Rate(d)</u>
2002	229,634	\$ 4,747,175	\$ 39,455	\$ 31,042	35	62,426	6.7
2003	231,740	4,380,653	35,307	31,451	35	64,500	6.5
2004	235,262	4,361,773	34,656	33,068	35	67,099	5.6
2005	238,440	4,531,075	35,767	34,170	35	67,099	5.1
2006	240,955	4,677,297 (j)	37,947 (i)	35,658	36	69,171 (g)	4.6
2007	244,610	4,846,043	40,211	37,013	34 (i)	70,409	4.9
2008	258,671	4,891,248	47,735	38,534	35	71,176	6.5
2009	257,997	4,781,620	45,830	37,658	34	70,968	11.3
2010	260,083	4,752,848	44,743	39,622	35	70,710	10.5
2011	270,063 (l)	(f)	(f)	(f)	(f)	71,227	10.9 (k)

(a) Greensboro Planning Department estimates.

(b) Bureau of Economic Analysis.(For Guilford County)

(c) Greensboro City and Guilford County Consolidated School System.

(d) US Department of Labor: Bureau of Labor Statistics.

(e) *Sales & Marketing Magazine*: Annual Survey of Buying Power.

(f) Information not available.

(g) NC State Board of Education: Department of Public Instruction.

(h) Statistic available only at the County level, NC Office of Budget & Management: State Demographer's Office.

(i) Source was changed in 2006 to U.S. Census Bureau American Community Survey.

(j) Source was changed in 2006 to Editor & Publisher Market Guide.

(k) North Carolina Employment Security Commission, as of June 2011.

(l) Source was changed in 2011 to North Carolina Office of Budget and Management

Principal Employers in the City and the Metropolitan Area

June 30, 2011 and June 30, 2002

<u>Employer</u>	<u>Product or Service</u>	<u>2011</u>		<u>Percentage of Total Employment</u>
		<u>Employees</u>	<u>Rank</u>	
Guilford County School System	Public Schools	10,132	1	3.76%
Cone Health	Health Care	8,408	2	3.12
City of Greensboro	Local Government	2,985	3	1.11
US Postal Service	Postal Service	2,800	4	1.04
University of North Carolina, Greensboro	Education	2,542	5	0.94
Guilford County	Local Government	2,437	6	0.90
High Point Regional Health System*	Health Care	2,245	7	0.83
Bank of America, N.A. (Nations Bank)	Banking Services	2,000	8	0.74
American Express, Inc.	Financial Services	2,000	9	0.74
TYCO Electronics (AMP, Inc.)	Electronics	2,000	10	0.74
Totals		<u>37,549</u>		<u>13.92%</u>

Source: North Carolina Employment Security Commission, Greensboro Chamber of Commerce
Employees presented are based on calendar years.

The 2011 total is 269,666

The 2002 total is 222,969

* In Guilford County

2002		
<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
8,000	1	3.59%
6,500	2	2.92
2,857	5	1.28
1,900	9	0.85
2,025	7	0.91
3,000	4	1.35
1,975	8	0.89
1,800	10	0.81
2,400	6	1.08
3,415	3	1.53
<u>33,872</u>		<u>15.21%</u>

Full-Time Equivalent City Government Employees by Function/Program

Fiscal Years Ended June 30, 2001-2011

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General Government	311	309	309	317	314	250	254	253	248	259	245
Public Safety	1,133	1,160	1,156	1,165	1,217	1,270	1,323	1,344	1,405	1,396	1,378
Transportation	135	139	140	140	143	143	72	72 (a)	64	77	80
Engineering and Building Maintenance	82	85	83	86	86	151	150	149	146	143	177
Field Operations							268	265 (a)	271	270	256
Environmental Services	17	17	17	17	17	17	17	17	17	17	17
Culture and Recreation	441	440	434	404	421	422	359	358 (a)	351	342	328
Community Development & Housing	23	23	26	26	27	29	29	30	30	30	32
Economic Opportunity	64	65	63	63	65	65	63	67	64	62	57
Water Operations	135	136	139	139	145	147	148	149	145	146	146
Sewer Operations	164	164	164	165	174	176	179	179	175	174	172
Stormwater Management	84	78	76	77	77	76	76	76	79	78	76
War Memorial Coliseum	96	95	87	87	75	71	71	71	69	69	69
Solid Waste Management (Disposal)	148	150	150	150	161	166	36	36 (a)	34	34	34
Parking Facilities	12	12	12	12	12	12	12	12	11	11	11
Total	<u>2,845</u>	<u>2,873</u>	<u>2,856</u>	<u>2,848</u>	<u>2,934</u>	<u>2,995</u>	<u>3,057</u>	<u>3,078</u>	<u>3,109</u>	<u>3,108</u>	<u>3,078</u>

(a) Field Operations Department was created by moving employees from Transportation, Parks and Recreation and Solid Waste functions; this division includes solid waste collection.

Source: City Adopted Budget FY 2011-12

Operating Indicators by Function

Fiscal Years Ended June 30, 2002-2011

Function	Fiscal Year					
	2002	2003	2004	2005	2006	2007
General Government						
Development plans submitted	832	770	600	700	274	225
Zoning violations investigated ^(f)	279	266	250	250	276	502
Budget adjustments	392	347	373	395	458	483
Water and sewer mains inspected ^(b)	66	62	90,076	100,000	327,375	285,560
Work orders completed	(d)	13,850	13,950	14,230	13,714	12,706
Roadway footage inspected	321,407	295,189	407,934	358,300	309,252	185,127
Sidewalk footage inspected	28,888	6,030	(d)	10,496	41,823	29,464
Payments/receipts processed ^(h)	552,740	558,267	564,000	549,108	553,338	557,039
Employment applications processed	(d)	(d)	6,500	7,000	3850	3,948
Public Safety						
Police ^(c)						
Response calls for service	(d)	147,840	119,614	139,587	152,398	198,328
Average patrol response time (all types)	(d)	6:50	9:30	13:22	11:52	13:51
Fire						
Total fire responses	1,124	865	976	1,150	1,318	1285
Fire investigations conducted	216	223	252	265	419	450
Total responses	19,243	19,990	20,391	20,980	14,859	26162
Transportation						
Total route miles	(d)	(d)	1.28	1.32	1.34	1.78
Number of passengers (millions)	1.7	2.0	2.3	2.6	3.0	3.8
Engineering and Inspections						
Inspections on closed dwellings/units	1,470	1,186	2,392	1,150	989	906
Inspections performed on Local Ordinance Enforcement	21,053	23,481	27,420	21,000	20,086	17,854
Environmental Services						
Educational initiatives (per month)	63	63	63	83	223	670
Users of household hazardous waste disposal facility	6,842	7,215	8,108	7,977	11,183	11,797
Waste collected (pounds)	487,558	417,326	492,623	427,912	380,189	400,185
Water Operations						
Water customer accounts	89,180	91,300	93,800	96,300	97,300	99,462
Significant industrial users	39	34	35	35	42	35
Meters read annually ^(h)	486,125	503,000	503,000	506,000	510,000	511,600
Water meters	91,260	93,130	94,220	95,060	97,398	101,759
New connections	(d)	(d)	(d)	(d)	2,275	2,162
Water main breaks	138	152	113	97	118	142
Average water MGD treated daily	32	29	31	32	33	34
Average daily consumption (millions of gallons)	32	29	31	31	33	34
Sewer Operations						
Average wastewater MGD treated daily	31	34	32	34	29	29
War Memorial Coliseum						
Total number of events	815	875	751	748	787	865
Total attendance (millions)	1.1	1.4	1.3	1.0	1.4	1.2
Solid Waste Management						
Residential refuse collected (average tons per month)	4,908	5,023	4,751	4,888	4,993	5,174
Recyclables collected (average tons per month)	1,296	1,768	1,812	1,917	1,879	2,315
Yard waste collected (average tons per month)	1,215	1,494	1,422	1,206	1,172	1,180
White goods collected (average items per month) ^(e)	746	790	747	598	498	503
Phase II (tons processed per year)	140,000	140,000	140,000	140,000	140,000	130,950
Phase III (tons processed per year)	200,000	200,000	200,000	200,000	200,000	73,612
Transfer Station (tons processed per year) ^(g)						160,226
Compost Facility (tons processed per year)	30,000	30,000	30,000	30,000	30,000	31,345

(a) 2010 and 2011 column is an estimate based on the individual department's data.

(b) As of FY2004, the water and sewer laterals inspected changed to water and sewer laterals footage inspected.

(c) As of FY2003, the Police Department changed their reporting of response calls for service to include all calls where officers were dispatched.

(d) Information not available.

(e) As of FY2008, White Goods items are tracked by items and not tonnage.

(f) The Average water MGD treated daily beginning in FY08 does not include purchased water from other cities.

(g) Transfer Station began operations in September 2006.

(h) During FY2009, the City moved from allowing Quarterly Billing to mandatory Monthly Billing which lead to an increase in payments processed.

(i) FY2010, the increase in Zoning violations is due to a number of new ordinances being passed by City Council.

Sources: City Departments (Police, GTA, Planning, Water, Field Operations), Budget Documents and CAFR.

Fiscal Year (cont.)

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u> ^(a)
228	246	121	123
546	523	1,533	1,086
451	396	302	311
341,252	174,054	65,020	144,690
11,951	10,782	12,823	11,831
133,390	87,975	43,725	67,810
8,759	5,399	14,034	5,956
636,681	938,076	1,065,037	1,073,695
5,852	5,880	7,317	8,735
185,276	126,361	126,596	146,830
13:11	16:58	13:37	9:49
1,350	1,188	1,058	1,197
381	322	290	211
28,541	28,475	29,225	30,393
2.11	3.40	3.20	3.50
3.7	4.0	4.1	4.6
878	919	806	175
21,691	17,206	9,824	3,738
887	908	886	925
12,700	14,829	17,839	19,500
371,873	348,486	326,483	425,000
102,041	100,844	100,997	101,544
34	57	35	35
537,999	1,219,200	1,272,051	1,250,816
104,650	100,844	101,561	102,006
2,810	881	678	541
178	74	134	140
25	28	27	26
32	31	32	34
29	29	30	28
852	838	871	899
1.4	1.3	1.3	1.5
5,165	5,467	5,330	5,128
2,441	2,496	2,404	2,426
1,046	1,226	1,239	1,297
21	17	7	7
95,755	72,124	46,914	43,906
9,604	7,766	8,240	7,778
239,916	238,806	236,909	223,296
26,587	29,790	16,100	30,735

Capital Asset Statistics by Function

Fiscal Years Ended June 30, 2002-2011

Function	Fiscal Year					
	2002	2003	2004	2005	2006	2007 ^(l)
General Government: ^(a)						
Melvin Municipal Office Building (square footage)	131,475	131,475	131,475	131,475	131,475	131,475
Service Center (square footage)	156,757	156,757	156,757	156,757	156,757	156,757
Cone Building (square footage)	35,316	35,316	35,316	35,316	35,316	35,316
J. Edward Kitchen Operations Center (square footage)	(j)	(j)	(j)	(j)	119,000	119,000
Public Safety:						
Police: ^(b)						
Stations: ^(k)						
Stations	5	5	5	6	6	5
District Offices	2	2	2	3	3	3
Patrol Units	(j)	(j)	(j)	(j)	127	313
Fire: ^(c)						
Fire Stations	18	18	18	19	20	22
Fire Trucks	(j)	(j)	(j)	(j)	36	29
Auxiliary Response Vehicles	(j)	(j)	(j)	(j)	47	21
Transportation: ^(d)						
Streets (miles)	892	901	912	931	946	950
Highways (miles)	234	235	246	376	377	379
Sidewalks (miles)	(j)	(j)	(j)	(j)	373	398
Streetlights	(j)	(j)	(j)	(j)	18,457	24,218
Traffic signals	(j)	(j)	(j)	(j)	310	545
Culture and Recreation: ^(e)						
Libraries						
Main Building/Branches	7	7	6	7	7	7
Mobile Library - Reading Railroad	1	1	1	1	1	1
Parks and Recreation						
Parks, Open Spaces, Beautification Areas ^(m)	286	310	312	350	353	492
Acres ^(m)	3,754	3,912	4,043	5,749	5,781	5,416
Arboretum/ Bicentennial Garden/Bog Garden/Arts Center/Historical Tannenbaum Park	5	5	5	5	6	6
Camp for Special Populations/Recreation Centers/ Multicultural Center ^(m)	15	15	15	15	15	14
Golf Courses	3	2	2	2	2	3
Tennis Courts	112	112	112	112	112	111
Swimming Pools ^(m)	7	7	7	7	7	7
Ball Fields	56	56	56	56	56	96
Basketball Courts	38	38	44	44	44	45
Cemeteries	4	4	4	4	4	4
Yard Waste Vehicles ⁽ⁱ⁾	4	4	4	4	4	
Water Management: ^(f)						
Peak consumption (millions of gallons)	41	35	38	41	41	45
Average Annual System Capacity (millions of gallons)	36	36	36	41	41	41
Public Water Main (miles)	1,521	1,538	1,557	1,385	1,429	1,448
Sewer Management: ^(f)						
Public Sanitary Sewer (miles)	1,329	1,343	1,363	1,486	1,355	1,366
Treatment Capacity (millions of gallons per day)	56	56	56	56	56	56
Stormwater Management: ^(f)						
Storm Sewer (miles)	(j)	(j)	(j)	(j)	786	836
War Memorial Coliseum (Arena, Auditorium, Special Events Center, Meeting Rooms): ^(g)						
Arena Seating Capacity	23,300	23,300	23,500	23,500	23,500	23,500
Auditorium Seating Capacity	2,400	2,376	2,376	2,430	2,400	2,400
Special Events Center Capacity (with Mini-Arena) (in square feet)	120,000	120,000	167,000	167,000	167,000	167,000
ACC Hall of Champions (in square feet)						
White Oak Amphitheatre (seating capacity)						
Terrace (in square feet)						
Solid Waste Management						
Landfill ^(h)	1	1	1	1	1	1
Solid Waste Vehicles ⁽ⁱ⁾	84	84	89	89	91	92
Parking Facilities: ^(d)						
Davie Street Parking Deck (number of spaces)	415	415	415	415	415	415
Greene Street Parking Deck (number of spaces)	706	706	706	706	706	706
Church Street Parking Deck (number of spaces)	424	424	424	424	424	417
Bellemeade Street Parking Deck (number of spaces)	1,276	1,276	1,276	1,276	1,276	1,276

- (a) City of Greensboro Engineering Department
- (b) City of Greensboro Police Department
- (c) City of Greensboro Fire Department
- (d) City of Greensboro Transportation Department
- (e) City of Greensboro Library and Parks and Recreation Departments
- (f) City of Greensboro Water Resources Department
- (g) www.greensborocoliseum.com/press_facts.cfm
- (h) City of Greensboro Environmental Services Department
- (i) City of Greensboro Financial & Administrative Services Department
- (j) Information Not Available
- (k) Metro 911 is no longer part of the Police Department.
- (l) 2011 column is an estimate based on the individual department's data.
- (m) Reflects ownership transfer of Hagan-Stone Park to Guilford County

Fiscal Year (cont)

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011⁽¹⁾</u>
131,475	131,475	131,475	131,475
156,757	156,757	156,757	156,757
35,316	35,316	35,316	35,316
119,000	119,000	119,000	119,000
6	6	6	6
4	4	4	4
254	254	280	349
23	23	23	23
30	30	37	46
21	21	30.0	21.0
1,003	1,015	1,015.0	1,022.0
405	432	432	438
406	438	443	453
25,029	25,431	25,561	25,698
578	598	608	611
7	7	7	6
1	1	1	1
492	491	491	492
6,477	6,068	6,068	6,186
6	6	6	7
14	13	13	12
3	2	3	3
111	111	111	111
7	6	6	6
96	96	96	96
45	45	45	45
4	4	4	4
46	42	42	46
41	41	41	42
1,458	1,465	1,469	1,479
1,456	1,395	1,400	1,404
56	56	56	56
874	977	1,042	1,056
23,500	23,500	23,500	23,500
2,400	2,400	2,400	2,400
167,000	167,000	167,000	167,000
			9,000
			7,688
			12,000
1	1	1	1
93	94	94	94
415	415	415	415
706	706	706	706
417	417	417	417
1,276	1,276	1,276	1,276

Single Audit Section

The Single Audit Section is established to comply with the Federal and State Single Audit Acts. These Acts establish audit requirements for state and local governments that receive federal and state financial assistance. It provides for independent audits of financial operations, including compliance with certain provisions of federal law and regulations. These requirements are established to insure that audits are made on an organization-wide basis, rather than on a grant-by-grant basis. The accompanying financial statements are presented to reflect state and federal participation in various projects and programs, as adopted by the Greensboro City Council.



**Independent Auditors' Report On Internal Control Over Financial Reporting And On
Compliance and Other Matters Based On An Audit Of Financial Statements Performed In
Accordance With Government Auditing Standards**

To the Honorable Mayor and
Members of the City Council
City of Greensboro, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the Greensboro Transit Authority (the "Authority") and the Greensboro Redevelopment Commission (the "Commission"), which are discretely presented component units, each major fund, and the aggregated remaining fund information of the City of Greensboro, North Carolina (the "City"), as of and for the year ended June 30, 2011, which collectively comprises the City's basic financial statements, and have issued our report thereon dated November 1, 2011. Our report includes references to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Greensboro ABC Board (the "Board") and the Greensboro Housing Development Partnership (the "Partnership") as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Board and the Partnership were not audited in accordance with Government Auditing Standards.

Internal Control Over Financial Reporting

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis.

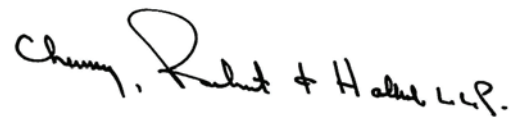
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, others within the City, members of City Council, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in cursive script that reads "Cherry, Bekaert & Holland L.L.P.".

Raleigh, North Carolina
November 1, 2011



Independent Auditors' Report On Compliance With Requirements Applicable To Each Major Federal Program And Internal Control Over Compliance In Accordance With OMB Circular A-133 and the State Single Audit Implementation Act

To the Honorable Mayor and
Members of the City Council
City of Greensboro, North Carolina

Compliance

We have audited the City of Greensboro, North Carolina, (the "City"), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2011. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

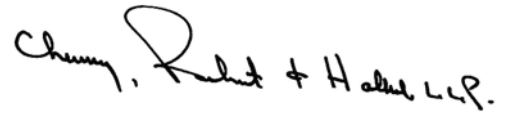
Management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the City, members of City Council, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in black ink that reads "Cherry, Bekaert & Holland, L.L.P." in a cursive script.

Raleigh, North Carolina
November 1, 2011



Independent Auditors' Report On Compliance With Requirements Applicable To Each Major State Program and Internal Control Over Compliance In Accordance With Applicable Sections of OMB Circular A-133 and the State Single Audit Implementation Act

To the Honorable Mayor and
Members of the City Council
City of Greensboro, North Carolina

Compliance

We have audited the City of Greensboro, North Carolina (the "City"), compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, which could have a direct and material effect on each of its major State programs for the year ended June 30, 2011. The City's major State programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major State programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and applicable sections of OMB Circular A-133, as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2011.

Internal Control Over Compliance

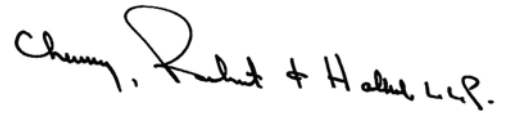
Management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to State programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major State program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a State program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a State program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the City, members of City Council, and federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

CHERRY, BEKAERT & HOLLAND, L.L.P.

A handwritten signature in black ink that reads "Cherry, Bekaert & Holland, L.L.P." in a cursive, slightly slanted script.

Raleigh, North Carolina
November 1, 2011

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material Weaknesses identified? ___yes X no
- Significant deficiency(s) identified that are not considered to be Material weaknesses ___yes X none reported

Noncompliance material to financial Statements noted ___ yes X no

Federal Awards

Internal control over major federal programs:

- Material weaknesses identified? ___ yes X no
- Significant deficiency(s) identified that are not considered to be Material weaknesses ___yes X none reported

Noncompliance material to federal awards ___ yes X no

Type of auditor’s report issued on compliance for major federal program: Unqualified

Any audit findings disclosed that are required to be Reported in accordance with Section 510(a) of Circular A-133 ___yes X no

Identification of major federal programs:

<u>CFDA#</u>	<u>Program Name</u>
17.258, 17.259, 17.260	Workforce Investment Act
17.258, 17.259, 17.260	ARRA – Workforce Investment Act
81.128	Energy Efficiency Grant
81.128	ARRA – Better Homes Grant
14.228	Neighborhood Stabilization Program
	<i>Federal Transit Cluster</i>
20.500	New GTA Maintenance Facility
20.507	Section 5307 Capital Assistance and Planning
16.738	Byrne Justice Assistance Grant
16.804	ARRA – Byrne Justice Assistance Grant
20.205	Highway Planning and Construction

**City of Greensboro, North Carolina
 Schedule of Findings and Questioned Costs
 For the Fiscal Year Ended June 30, 2011**

Dollar threshold used to distinguish
 Between Type A and Type B Programs

\$ 1,061,194

Auditee qualified as low-risk auditee

yes no

State Awards

Internal control over major State programs:

- Material weaknesses identified? yes no
- Significant deficiency(s) identified
 that are not considered to be
 Material weaknesses yes none reported

Noncompliance material to State awards

yes no

Type of auditor's report issued on compliance of major State programs: Unqualified

Any audit findings disclosed that are required to be
 Reported in accordance with the State Single
 Audit Implementation Act

yes no

Identification of major State programs:

Program Name

- Powell Bill
- NC 911 Board Phone System
- ACC Hall of Fame
- PARTF Grant – Keely Park

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011**

II. - Findings Related to the Audit of the Basic Financial Statements of the City

None reported

III. – Findings and Questioned Costs Related to the Audit of Federal Awards

None reported.

IV. – Findings and Questioned Costs Related to the Audit of State Awards

None reported

**City of Greensboro, North Carolina
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2011**

Finding: 10-01

Status: Corrected

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Department of Housing and Urban Development:		
CDBG Entitlement Cluster:		
Community Development Block Grants	14.218	B-03-MC-37-0007
Community Development Block Grants	14.218	B-04-MC-37-0007
Community Development Block Grants	14.218	B-05-MC-37-0007
Community Development Block Grants	14.218	B-06-MC-37-0007
Community Development Block Grants	14.218	B-07-MC-37-0007
Community Development Block Grants	14.218	B-08-MC-37-0007
Community Development Block Grants	14.218	B-09-MC-37-0007
Community Development Block Grants	14.218	B-10-MC-37-0007
Section 108 Project	14.218	
Section 108 Project (ARRA)	14.218	
Day Care-Kids - 2005-06	14.218	
Day Care-Kids - 2006-07	14.218	
Day Care-Kids - 2007-08	14.218	
Day Care-Kids - 2008-09	14.218	
Day Care-Kids - 2009-10	14.218	
Day Care-Kids - 2010-11	14.218	
Willow Oaks	14.218	
Bessemer Shopping Center	14.218	
Camel Street Apartments - 2003-04	14.218	
Total CDBG Entitlement Cluster		
Homes - 1992	14.239	M-92-DC-37-0206
Homes - 1993	14.239	M-93-DC-37-0206
Homes - 1994	14.239	M-94-DC-37-0206
Homes - 1995	14.239	M-95-DC-37-0206
Homes - 1996	14.239	M-96-DC-37-0206
Homes - 1997	14.239	M-97-DC-37-0206
Homes - 1998	14.239	M-98-DC-37-0206
Homes - 1999	14.239	M-99-DC-37-0206
Homes - 2000	14.239	M-00-DC-37-0206
Homes - 2001	14.239	M-01-DC-37-0206
Homes - 2002	14.239	M-02-DC-37-0206
Homes - 2003	14.239	M-03-DC-37-0206
Homes - 2004	14.239	M-04-DC-37-0206
Homes - 2005	14.239	M-05-DC-37-0206
Homes - 2006	14.239	M-06-DC-37-0206
Homes - 2007	14.239	M-07-DC-37-0206
Homes - 2008	14.239	M-08-DC-37-0206
Homes - 2009	14.239	M-09-DC-37-0206
Homes - 2010	14.239	M-10-DC-37-0206
Emergency Shelter Grants Program - 1993	14.231	S-93-MC-37-0004
Emergency Shelter Grants Program - 2005	14.231	S-05-MC-37-0004
Emergency Shelter Grants Program - 2006	14.231	S-06-MC-37-0004
Emergency Shelter Grants Program - 2007	14.231	S-07-MC-37-0004
Emergency Shelter Grants Program - 2008	14.231	S-08-MC-37-0004
Emergency Shelter Grants Program - 2009	14.231	S-09-MC-37-0004
Emergency Shelter Grants Program - 2010	14.231	S-10-MC-37-0004
HOPWA	14.241	NC19H02-F003
Brownfield Economic Development - 2003	14.246	B-03-BD-37-0041
Single Family Rehab	14.239	SFR 0809 01
Neighborhood Stabilization Program (HERA)	14.228	B-09-MY-37-007
HRRP Grant - FY09 -10 (HERA)	14.257	B-09-MY-37-007
Energy Efficient Grant (HERA)	81.128	
Better Homes Grant (ARRA)	81.128	
Total Other Community Development Programs		
Office of Fair Housing & Equal Opportunity:		
Fair Housing Assistance Program	14.401	FF-204K-06-4013
Fair Housing Assistance Program	14.401	FF-205K-08-4013
Fair Housing Assistance Program	14.401	FF-204K-03-4013
Fair Housing Assistance Program	14.401	FF-204K-09-4013
Fair Housing Assistance Program	14.401	FF-204K-10-4013
Total Office of Fair Housing & Equal Opportunity		
Office of Healthy Homes & Lead Hazard Control:		
Lead Based Paint Grant - 2009	14.900	NCLHB0186-04
Lead Based Paint Grant - 2011	14.900	NCLHB0471-10
Total Office of Healthy Homes & Lead Hazard Control		
Total Department of Housing and Urban Development		
Department of Justice:		
Office of Justice:		
Federal Asset Forfeiture Funds	16.005	
Joint Terrorism Task Force - 2009-10	16.614	
Joint Terrorism Task Force - 2010-11	16.614	
Joint Terrorism Task Force - 2010-11	16.614	

Expenditures

Program or Award Amount	Prior Years	Current Year	Total to Date
\$ 3,156,580	\$ 3,031,992	\$ 20,494	\$ 3,052,486
2,812,713	2,594,128	303	2,594,431
2,882,132	2,877,611	4,296	2,881,907
2,233,072	2,059,048		2,059,048
2,829,182	2,619,142	102,177	2,721,319
2,541,837	2,175,969	158,418	2,334,387
2,029,223	1,691,764	189,941	1,881,705
2,581,527		1,650,075	1,650,075
12,101,959	11,898,205	185,207	12,083,412
510,817	165,767	314,207	479,974
20,265	12,762		12,762
20,020	10,464		10,464
20,265	13,347	467	13,814
20,265	14,405	1,783	16,188
20,265	11,282	3,447	14,729
8,257		7,978	7,978
207,148	204,790	600	205,390
73,000	12,175	12,709	24,884
<u>178,000</u>	<u>178,000</u>		<u>178,000</u>
34,246,527	29,570,851	2,652,102	32,222,953
987,000	987,000		987,000
651,870	651,870		651,870
756,955	756,955		756,955
2,013,117	2,007,543	5,574	2,013,117
1,786,215	1,786,215		1,786,215
1,442,832	1,442,832		1,442,832
1,591,000	1,591,000		1,591,000
1,786,979	1,723,260	63,719	1,786,979
1,810,327	1,798,922		1,798,922
1,940,013	1,874,028		1,874,028
2,052,634	2,022,990	16,563	2,039,553
1,785,540	1,388,762		1,388,762
2,711,561	2,113,585	83,086	2,196,671
2,132,585	1,626,787	13,121	1,639,908
2,254,556	1,814,624	280,749	2,095,373
1,882,891	1,272,619	113,918	1,386,537
1,741,831	624,935	3,366	628,301
1,831,906	417,357	325,552	742,909
1,959,474		209,327	209,327
82,000	82,000		82,000
83,985	83,985		83,985
83,531	83,531		83,531
84,247	84,247		84,247
83,785	83,785		83,785
83,741	83,741		83,741
84,405		84,405	84,405
1,228,000	1,160,044		1,160,044
2,000,000	1,990,000	10,000	2,000,000
400,000	307,396	20,295	327,691
3,275,000	38,860	2,420,925	2,459,785
781,141	188,273	325,582	513,855
2,544,900	151,832	377,054	528,886
<u>5,000,000</u>		<u>311,415</u>	<u>311,415</u>
48,934,021	30,238,978	4,664,651	34,903,629
46,058	31,356	8,943	40,299
67,264	41,122	18,297	59,419
31,066	13,918	11,693	25,611
52,892	111	19,440	19,551
<u>65,400</u>		<u>3,641</u>	<u>3,641</u>
262,680	86,507	62,014	148,521
3,000,000	2,506,674	390,410	2,897,084
<u>3,100,000</u>		<u>50,538</u>	<u>50,538</u>
6,100,000	2,506,674	440,948	2,947,622
<u>89,543,228</u>	<u>62,403,010</u>	<u>7,819,715</u>	<u>70,222,725</u>
2,997,500	1,272,968	534,557	1,807,525
16,903	11,460	4,225	15,685
17,202		12,073	12,073
32,872		4,406	4,406

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Department of Justice:		
Office of Justice:		
US Marshal-Joint Fugitive Task Force 09-10	16.614	
US Marshal-Joint Fugitive Task Force 10-11	16.614	
DNA Cold Cases	16.560	
FBI Safe Streets Task Force 09-10	16.579	
FBI Safe Streets Task Force 10-11	16.579	
Paul Coverdell Forensic Science Grant	16.742	
Community Policing Services (COPS) Grant	16.710	
Passed through NC Department of Crime Control and Public Safety and the City of High Point:		
Justice Assistance Grants Programs Cluster		
Byrne Justice Assistance Grant - 2007	16.738	
Byrne Justice Assistance Grant - 2008	16.738	
Byrne Justice Assistance Grant - 2009	16.738	
Byrne Justice Assistance Grant - 2010	16.738	
Byrne Justice Assistance Grant - 2009 (ARRA)	16.804	
Total Justice Assistance Grants Programs Cluster		
Total Office of Justice		
Passed through NC Department of Crime Control and Public Safety		
Bureau of Alcohol, Tobacco and Firearms:		
Violent Crimes Task Force 2009-10	21.052	
Violent Crimes Task Force 2010-11	21.052	
Total Bureau of Alcohol, Tobacco and Firearms		
Total Department of Justice		
Department of Homeland Security:		
U.S. Secret Service:		
Financial Crimes Task Force - 2009-10	21.100	
Financial Crimes Task Force - 2010-11	21.100	
Total U.S. Secret Service		
Federal Emergency Management Agency:		
Assistance To Firefighters Grant (AFG) 2009	97.044	
Home Fire Sprinkler Coalition	97.044	
Total Federal Emergency Management Agency		
Passed through NC Department of Crime Control and Public Safety:		
Homeland Security Cluster:		
Metro Medical Response System - 2003	97.071	233-01-0040
Metro Medical Response System - 2007	97.071	
Metro Medical Response System - 2008	97.071	
Metro Medical Response System - 2009	97.071	
Metro Medical Response System - 2010	97.071	
RRT Homeland Security Grant - 2008	97.067	
RRT Homeland Security Grant - 2009	97.067	
RRT Homeland Security Grant - 2010	97.067	
Total Homeland Security Cluster		
Homeland Security Grant - 2006	97.067	
USAR Homeland Security Grant - 2008	97.073	
USAR Homeland Security Grant - 2009	97.073	
USAR Homeland Security Grant - 2010	97.073	
Total Passed through NC Department of Crime Control and Public Safety		
Total Department of Homeland Security		
Department of Energy:		
Passed through NC State University		
Triangle J. Council of Government		
Compressed Natural Gas - CNG Project - (ARRA)	81.041	
Total Passed through NC State University		
Total Department of Energy		
Institute of Museum and Library Science		
Passed through NC Department of Cultural Resources		
LSTA Project Planning Grant	45.310	
LSTA Project Planning Grant - 2010	45.310	
Total Institute of Museum and Library Science		
Department of Labor:		
Employment and Training Administration		
Workforce Investment Act Cluster:		
WIA Adult 2006	17.258	2006 2020 42
WIA Adult 2007	17.258	2007 2020 42
WIA Adult 2008	17.258	2008 2020 42
WIA Adult 2008 (ARRA)	17.258	
WIA Adult 2009	17.258	2009 2020 42
WIA Adult 2010	17.258	2010 2020 42
WIA Dislocated Worker 2007	17.260	2007 2030 42
WIA Dislocated Worker 2008	17.260	2008 2030 42
WIA Dislocated Worker 2008 (ARRA)	17.260	

WIA Dislocated Worker 2009
WIA Dislocated Worker 2010

17.260
17.278

2009 2030 42
2010 2030 42

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 16,353	\$ 12,576	\$ 3,777	\$ 16,353
15,000		12,318	12,318
310,800	282,290	22,654	304,944
50,710	25,889	9,426	35,315
51,607		28,242	28,242
125,000	20,317	101,491	121,808
4,600,230		465,413	465,413
184,081	182,891	1,190	184,081
63,164		63,164	63,164
230,831	229,950	880	230,830
222,354		37,744	37,744
949,814		453,225	453,225
1,650,244	412,841	556,203	969,044
9,884,421	2,038,341	1,754,785	3,793,126
22,500	14,871	7,520	22,391
13,000		12,999	12,999
35,500	14,871	20,519	35,390
9,919,921	2,053,212	1,775,304	3,828,516
4,000	2,639		2,639
5,500		4,787	4,787
9,500	2,639	4,787	7,426
81,408		79,209	79,209
1,000		1,000	1,000
82,408		80,209	80,209
880,557	517,312	65,306	582,618
258,145	241,512	16,633	258,145
321,221	292,031	8,945	300,976
311,585		96,943	96,943
301,548			
205,714	35,269	170,445	205,714
135,714	20,765	47,521	68,286
51,429			
2,465,913	1,106,889	405,793	1,512,682
73,500		73,500	73,500
220,000	48,444	139,148	187,592
50,000		16,984	16,984
45,000			
2,854,413	1,155,333	635,425	1,790,758
2,946,321	1,157,972	720,421	1,878,393
816,896			
816,896			
816,896			
90,000	36,531	45,713	82,244
11,900		11,410	11,410
101,900	36,531	57,123	93,654
1,006,693	1,008,588	(1,895)	1,006,693
619,811	619,812		619,812
663,797	662,182	1,615	663,797
647,747	541,145	106,602	647,747
881,007	575,111	305,896	881,007
870,427		486,315	486,315
860,347	860,347		860,347
841,562	839,693	1,869	841,562
784,095	621,609	162,486	784,095

558,390
1,076,329

353,512

204,878
681,293

558,390
681,293

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
WIA Dislocated Emergency Rapid Response 2008	17.260	2008 2031 42
WIA Dislocated Emergency Rapid Response 2009	17.260	2009 2031 42
WIA Dislocated Emergency Rapid Response 2010	17.278	2010 2031 42
WIA Youth 2008	17.259	2008 2040 42
WIA Youth 2008 (ARRA)	17.259	
WIA Youth 2009	17.259	2009 2040 42
WIA Youth 2010	17.259	2010 2040 42
WIA 10% Statewide Activities 2008	17.258	2008 2050 42
	17.259	
	17.260	
WIA 10% Statewide Activities 2009	17.258	2009 2050 42
	17.259	
	17.260	
WIA 10% Statewide Activities 2010	17.258	2010 2050 42
	17.259	
	17.278	
2008 Administration Cost Pool	17.258	2008 2010 42
	17.259	
	17.260	
2008 Administration Cost Pool (ARRA)	17.258	
	17.259	
	17.260	
2009 Administration Cost Pool	17.258	2009 2010 42
	17.259	
	17.260	
2010 Administration Cost Pool	17.258	2010 2010 42
	17.259	
	17.278	
Total Workforce Investment Act Cluster:		
WIREd 07	17.268	
WIREd 08	17.268	
WIREd 10	17.268	
WIA Affordable Housing Management Grant - 2009	17.260	
Golden Leaf - Aviation 2010	17.268	
Total Other Employment and Training Administration		
Total Department of Labor		
Department of Transportation:		
Federal Transit Administration:		
Section 5303 Metro Planning - 2007-08	20.505	
Section 5303 Metro Planning - 2008-09	20.505	
Section 5303 Metro Planning - 2009-10	20.505	
Section 5303 Metro Planning - 2010-11	20.505	
Total Federal Transit Administration		
Federal Transit Cluster:		
Section 5307 Operating Assistance - 2006-07	20.507	NC-90-X412-01
CMAQ/HEAT Year 2 - 2007-08	20.507	NC-95-X009-00
CMAQ/HEAT Year 3 - 2008-09	20.507	NC-95-X018-00
CMAQ/HEAT Year 2 - 2010-11	20.507	NC-95-X044-00
CMAQ Extended Service Grant	20.507	NC-95-X022-01
Section 5307 Capital Assistance Grant - 2004	20.507	NC-90-X338
Section 5307 Planning Assistance Grant - 2004	20.507	NC-90-X338
Section 5307 Capital Assistance Grant - 2006	20.507	NC-90-X379-00
Section 5307 Capital Assistance Grant - 2006	20.507	NC-90-X379-00
Section 5307 Capital Assistance Grant - 2006	20.507	NC-90-X411-00
Section 5307 Capital Assistance Grant - 2007	20.507	NC-90-X412-00
Section 5307 Capital Assistance Grant - 2007	20.507	NC-04-0030-00
Section 5307 Capital Assistance Grant - 2008	20.507	NC-04-0016-00
Section 5307 Capital Assistance Grant - 2008	20.507	NC-90-X452-00
Section 5307 Capital Assistance Grant - 2009	20.507	NC-90-X437-00
Section 5307 Capital Assistance Grant - 2010	20.507	NC-90-X479-00
Section 5307 Capital Assistance Grant GTA Center (ARRA)	20.507	NC-96-X008-00
Section 5307 Planning Grant - 2006	20.507	NC-90-X379-00
Section 5307 Planning Grant - 2007	20.507	NC-90-X412-00
Section 5307 Planning Grant - 2008	20.507	NC-90-X437-00
Section 5307 Planning Grant - 2009	20.507	NC-90-X437-00
Section 5307 Capital Assistance Grant - 2006	20.507	NC-04-0009-00
Section 5309 Capital - Bus & Facility	20.500	NC-04-0042-00
STP-DA Preventative Maintenance - 2005-06	20.507	NC-95-X006
New GTA Maintenance Facility	20.500	NC-04-0026-00
New GTA Maintenance Facility	20.500	NC-04-0026-00
New Facility Grant	20.507	NC-95-X034-00
Total Federal Transit Cluster		
Transit Services Programs Cluster:		
Job Access and Reverse Commute - 2008	20.516	NC-37-X015-00
Job Access and Reverse Commute - 2009	20.516	NC-37-X020-00
New Freedom Grant - 2008	20.521	NC-57-X004-01
New Freedom Grant -2009	20.521	NC-57-X009-00
New Freedom Grant -2010	20.521	NC-57-X009-00
Total Transit Services Programs Cluster		
Federal Highway Administration:		
FTA Capital - Surface Transportation	20.205	NC-90-X252

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 285,072	\$ 285,071	\$	\$ 285,071
79,198	4,045	44,852	48,897
21,596		5,360	5,360
868,966	867,401	1,565	868,966
1,140,834	945,080	195,754	1,140,834
895,933	348,704	547,229	895,933
1,039,868		210,326	210,326
265,328	71,917	8,480	80,397
	95,034		95,034
	89,897		89,897
276,337	36,712	56,050	92,762
	22,259	101,731	123,990
	22,566	37,019	59,585
272,139		7,639	7,639
		3,303	3,303
		10,702	10,702
263,253	73,711		73,711
	97,404		97,404
	92,138		92,138
285,853	67,494	7,244	74,738
	107,490	15,110	122,600
	74,993	13,522	88,515
257,122	36,075	50,966	87,041
	21,645	92,670	114,315
	22,446	33,320	55,766
331,771		61,908	61,908
		26,765	26,765
		86,729	86,729
15,093,475	9,464,081	3,567,303	13,031,384
212,621	134,326		134,326
35,688	1,980		1,980
93,439		80,911	80,911
341,748	136,306	80,911	217,217
15,435,223	9,600,387	3,648,214	13,248,601
64,200	54,242		54,242
77,296	55,271		55,271
98,768	86,383		86,383
101,840		99,229	99,229
342,104	195,896	99,229	295,125
4,015,056		5,144,108	5,144,108
3,660,627	2,779,018	344,905	3,123,923
1,828,628	965,470	493,958	1,459,428
		655,000	655,000
863,031	863,031		863,031
298,000	294,973		294,973
100,000	99,185		99,185
575,190	574,688		574,688
129,616	129,185		129,185
1,368,000	1,297,058		1,297,058
275,627	270,806		270,806
1,159,699	614,561	514,004	1,128,565
1,256,341	1,294,870	(38,529)	1,256,341
411,414		242,671	242,671
141,153		131,692	131,692
147,843		93,731	93,731
5,455,967	925,332	4,227,116	5,152,448
100,000	99,960		99,960
100,000	99,998		99,998
100,000		99,320	99,320
100,000		36,066	36,066
1,100,264	1,097,798		1,097,798
740,769			
500,000	500,000		500,000
3,861,794	1,876,300	861,660	2,737,960
593,662		493,959	493,959
7,773,432		3,209,639	3,209,639
36,656,113	13,782,233	16,509,300	30,291,533
299,503	105,296	137,945	243,241
303,429	68,014	118,233	186,247
232,306	24,231	160,228	184,459
93,958	4,778	89,019	93,797
92,214		92,214	92,214
1,021,410	202,319	597,639	799,958
7,556,173	7,506,732	(10,399)	7,496,333
7,556,173	7,506,732	(10,399)	7,496,333

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2011

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Passed through NC Department of Transportation		
Highway Planning and Construction Programs Cluster:		
Ballinger Road Bridge Replacement	20.205	B-4695
Transportation Planning - 2009-10	20.205	
Transportation Planning - 2010-11	20.205	
Street Resurfacing Project (ARRA)	20.205	STM-000S (567)
Street Resurfacing Project EL-5157D	20.205	U-5157-D
Lake Jeanette Highway/Roadway Improvements (ARRA)	20.205	STM-0708 (23)
Elm-Eugene Sidewalk/Roadway Improvement (ARRA)	20.205	STM-0708 (24)
Battleground Rail Trail Grant	20.205	E-4709
Total Highway Planning and Construction Programs Cluster		
Federal Transit Cluster:		
Sidewalk Construction EL-5101A	20.507	EL-5101A
Sidewalk Construction EL-5101B	20.507	EL-5101B
Sidewalk Construction EL-5101C	20.507	EL-5101C
Sidewalk Construction EL-5101DA	20.507	EL-5101DA
Sidewalk Construction EL-5101DB	20.507	EL-5101DB
Sidewalk Construction EL-5101DC	20.507	EL-5101DC
Sidewalk Construction EL-5101DD	20.507	EL-5101DD
Sidewalk Construction EL-5101DH	20.507	EL-5101DH
Sidewalk Construction EL-5101DI	20.507	EL-5101DI
Sidewalk Construction EL-5101DJ	20.507	EL-5101DJ
Sidewalk Construction EL-5101DE	20.507	EL-5101DE
Sidewalk Construction EL-5101DF	20.507	EL-5101DF
Sidewalk Construction EL-5101DG	20.507	EL-5101DG
Sidewalk Construction EL-5101DK	20.507	EL-5101DK
Sidewalk Construction U-5157-E	20.507	U-5157-E
Sidewalk Improvement EL-5101DL	20.507	EL-5101DL
Sidewalk Improvement U-5322	20.507	U-5322
Intersection Improvement U-5326	20.507	U-5326
New Garden Phase II	20.507	
Total Federal Transit Cluster		
Total Passed through NC Department of Transportation		
Total Department of Transportation		
Environmental Protection Agency:		
Office of Solid Waste and Emergency Response:		
Brownsfield Assessment & Cleanup	66.818	
Federal EPA Brownsfield (ARRA)	66.818	
Federal EPA RLF Brownsfield Cleanup	66.818	
Total Office of Solid Waste and Emergency Response		
Total Environmental Protection Agency		
Total Federal Financial Assistance		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 500,000	\$ 180,818	\$ 23,267	\$ 204,085
593,918	434,147		434,147
635,939		355,980	355,980
1,501,890	795,337	480,541	1,275,878
3,300,000			
3,168,674	281,566	1,106,162	1,387,728
1,645,514	176,642	1,236,054	1,412,696
2,869,600	1,808,694	182,276	1,990,970
<u>14,215,535</u>	<u>3,677,204</u>	<u>3,384,280</u>	<u>7,061,484</u>
1,067,507	296,934	35,409	332,343
1,229,000	312	72,590	72,902
1,651,000	312	71,377	71,689
923,855	74,441	(74,129)	312
494,600	28,974	(28,974)	
813,000	40,251	(40,147)	104
1,424,700			
724,776			
224,136			
693,000			
590,629			
876,677			
1,429,144			
560,000			
1,193,000			
725,000			
80,000			
560,000			
150,000		150,000	150,000
<u>15,410,024</u>	<u>441,224</u>	<u>186,126</u>	<u>627,350</u>
29,625,559	4,118,428	3,570,406	7,688,834
<u>75,201,359</u>	<u>25,805,608</u>	<u>20,766,175</u>	<u>46,571,783</u>
600,000	427,688	162,843	590,531
400,000	127,249	88,834	216,083
1,000,000	186,674	334,504	521,178
2,000,000	741,611	586,181	1,327,792
<u>2,000,000</u>	<u>741,611</u>	<u>586,181</u>	<u>1,327,792</u>
<u>\$ 195,964,848</u>	<u>\$ 101,798,331</u>	<u>\$ 35,373,133</u>	<u>\$ 137,171,464</u>

State Programs

Schedule of Expenditures of State Awards
For the Fiscal Year Ended June 30, 2011

<u>State Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Department of Cultural Resources: Office of Arts and Libraries: State Aid to Public Libraries Total Office of Arts and Libraries Total Department of Cultural Resources		
NC Health and Wellness Trust Fund Commission: Fit Community - Downtown Greenway Total NC Health and Wellness Trust Fund		
NC Dept. of Insurance ATV Safety Training 09 Total NC Dept. of Insurance		101909-4071
NC Dept of Health & Human Services RSS Site Security Upgrade NC Dept of Health & Human Services	93.063	
Department of Environmental Health and Natural Resources: Waste Reduction & Recycling Grant -2010 Adopt-a-Trail Program Adopt-a-Trail Program FY 2010 PARTF Grant - Keely Park PARTF Grant - Gateway Gardens Clean Water - S Buffalo Habitat Enhancement Total Department of Environmental Health and Natural Resources		0229 P08053 P08077 2008-557
Department of Crime Control and Public Safety: Division of Emergency Management: Governor's Crime Commission Regional Hazardous Materials Response Team - 2008-09 Regional Hazardous Materials Response Team - 2009-10 Regional Hazardous Materials Response Team - 2010-11 Regional Hazardous Materials Response Team - 2011-12 Public Health Grant NC 911 Board Phone System FY 10 Permanent Checking Station FY 11 Permanent Checking Station - Fire Department Total Division of Emergency Management Total Department of Crime Control and Public Safety		41-1-7-1-BN-369 NCAS:00477, 02477-09
Rural Economic Development Center: e-NC Capital Expenditure Grant FY09 Total Rural Economic Development Center		2008-250-80315-102
NC Governor's Office ACC Hall of Fame Total NC Governor's Office		
Department of Transportation: Federal Transit Administration: Section 5303 Metro Planning - 2007-08 Section 5303 Metro Planning - 2008-09 Section 5303 Metro Planning - 2009-10 Section 5303 Metro Planning - 2010-11 Section 5303 - New GTA Facility Demonstration Grant New Facility Grant Technology Grant Total Federal Transit Administration	20.505 20.505 20.505 20.505 20.500 20.507 20.507	09-04-026 07-DG-018

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 306,713	\$	\$ 306,713	\$ 306,713
306,713		306,713	306,713
306,713		306,713	306,713
60,000	60,000		60,000
60,000	60,000		60,000
12,000	2,376	9,624	12,000
12,000	2,376	9,624	12,000
29,764	2,490	27,274	29,764
29,764	2,490	27,274	29,764
35,000		30,247	30,247
3,946		3,930	3,930
5,000		4,565	4,565
500,000		379,983	379,983
500,000	253,533	246,467	500,000
325,000		211,586	211,586
1,368,946	253,533	876,778	1,130,311
506,475	487,991	(4,166)	483,825
57,000	51,118	59	51,177
57,000		50,691	50,691
57,000			
502,197		502,197	502,197
1,000	424	576	1,000
1,000			
1,181,672	539,533	549,357	1,088,890
1,181,672	539,533	549,357	1,088,890
25,000	15,853		15,853
25,000	15,853		15,853
2,000,000	161,411	1,838,589	2,000,000
2,000,000	161,411	1,838,589	2,000,000
8,025	6,780		6,780
9,662	6,909		6,909
12,346	10,798		10,798
12,730		12,404	12,404
539,944	234,538	155,237	389,775
275,780	275,537	242	275,779
971,679		401,205	401,205
1,830,166	534,562	569,088	1,103,650

State Programs

Schedule of Expenditures of State Awards
For the Fiscal Year Ended June 30, 2011

<u>State Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Federal Transit Cluster:		
CMAQ/HEAT Grant - 2007-08	20.507	
CMAQ/HEAT Grant - 2008-09	20.507	
Section 5307 Capital - 2003-04	20.507	
Section 5307 Planning - 2003-04	20.507	
Section 5307 Capital - 2006-07	20.507	
Section 5307 Planning - 2006-07	20.507	
Section 5307 Capital - 2006-07	20.500	
Section 5307 Capital - 2006-07	20.500	
Section 5307 Capital - 2007-08	20.507	
Section 5307 Planning - 2007-08	20.507	
Section 5307 Capital - 2008-09	20.507	
Section 5307 Security - 2008-09	20.507	
Section 5307 Planning - 2008-09	20.507	
Section 5307 Capital - 2008-09	20.507	
Section 5307 Planning - 2008-09	20.507	
Total Federal Transit Cluster		
Federal Highway Administration:		
Section 5309 Capital Assistance - 2000-01	20.205	01-ST-001
NCDOT Proj- Pleasant Garden 09-10	20.205	R-4707 WBS 36599
NCDOT Proj- School Safe Route 09-10	20.205	SR-5001AD
Eckerson/US 29 Environmental Study	20.205	
Total Federal Highway Administration		
Division of Highways:		
Hornaday Road Improvement - 2005		U-4750 WBS 39581.1.1
Wendover Avenue - Moving Ahead		MA07224R WBS 40761
Depot Landscaping		P-3801 WBS 34309.2.2
Total Division of Highways		
Oka T. Hester Park Dam Construction		6.498016T
State Maintenance Assistance Program Funds		
Powell Bill:		
1995 Allocation		
1996 Allocation		
1997 Allocation		
1998 Allocation		
1999 Allocation		
2000 Allocation		
2001 Allocation		
2002 Allocation		
2003 Allocation		
2004 Allocation		
2005 Allocation		
2006 Allocation		
2007 Allocation		
2008 Allocation		
2009 Allocation		
2010 Allocation		
2011 Allocation		
Total Department of Transportation		
Total State Financial Assistance		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 150,808	\$ 150,856	\$ (48)	\$ 150,808
57,151		47,530	47,530
17,440	36,872	(19,609)	17,263
12,500	12,398		12,398
55,440	55,392		55,392
12,500	12,495		12,495
106,049	105,812		105,812
171,000	162,132		162,132
30,000	33,851	(3,851)	30,000
12,500	12,500		12,500
121,093	124,807	(3,714)	121,093
36,000	31,175		31,175
12,500		12,415	12,415
111,778	59,235	49,015	108,250
12,500		4,508	4,508
<u>919,259</u>	<u>797,525</u>	<u>86,246</u>	<u>883,771</u>
944,522	938,342	(1,300)	937,042
140,000	9,735	102,066	111,801
293,588			
<u>1,050,000</u>	<u>712,181</u>	<u>14,162</u>	<u>726,343</u>
2,428,110	1,660,258	114,928	1,775,186
6,400,000	1,060,533	2,145,923	3,206,456
1,450,000	1,103,626	(21,302)	1,082,324
51,000	9,277		9,277
<u>7,901,000</u>	<u>2,173,436</u>	<u>2,124,621</u>	<u>4,298,057</u>
5,069,000	3,298,739	18,453	3,317,192
2,000,000		1,861,172	1,861,172
6,087,152	6,087,152		6,087,152
6,437,040	6,437,040		6,437,040
7,065,172	7,065,172		7,065,172
7,406,768	7,406,768		7,406,768
7,641,257	7,641,257		7,641,257
6,517,131	6,517,131		6,517,131
6,881,019	6,881,019		6,881,019
7,195,474	7,195,474		7,195,474
6,826,430	6,826,430		6,826,430
6,259,575	6,259,575		6,259,575
6,590,139	6,590,139		6,590,139
6,600,397	6,600,397		6,600,397
6,960,155	6,960,155		6,960,155
7,865,962	7,865,962		7,865,962
7,437,942	7,437,942		7,437,942
6,708,735	2,527,295	4,181,440	6,708,735
6,814,530		2,633,090	2,633,090
<u>137,442,413</u>	<u>114,763,428</u>	<u>11,589,038</u>	<u>126,352,466</u>
<u>\$ 142,426,508</u>	<u>\$ 115,798,624</u>	<u>\$ 15,197,373</u>	<u>\$ 130,995,997</u>

Notes to the Schedule of Expenditures of Federal and State Awards

For the Fiscal Year Ended June 30, 2011

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal and state awards includes the federal and state grant activity of the City of Greensboro and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, Non-Profit Organizations and the State Single Audit Implementation Act. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.

Note 2. Subrecipients

Of the federal and state expenditures presented in the schedule, the City of Greensboro provided awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number/ State Award Number</u>	<u>Amount Provided to Subrecipients</u>
<u>Federal</u>		
Community Development Block Grant--Entitlement Grants	14.218	\$248,948
Community Development Block Grant--Emergency Shelter Grant	14.231	84,405

City of
Greensboro
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